

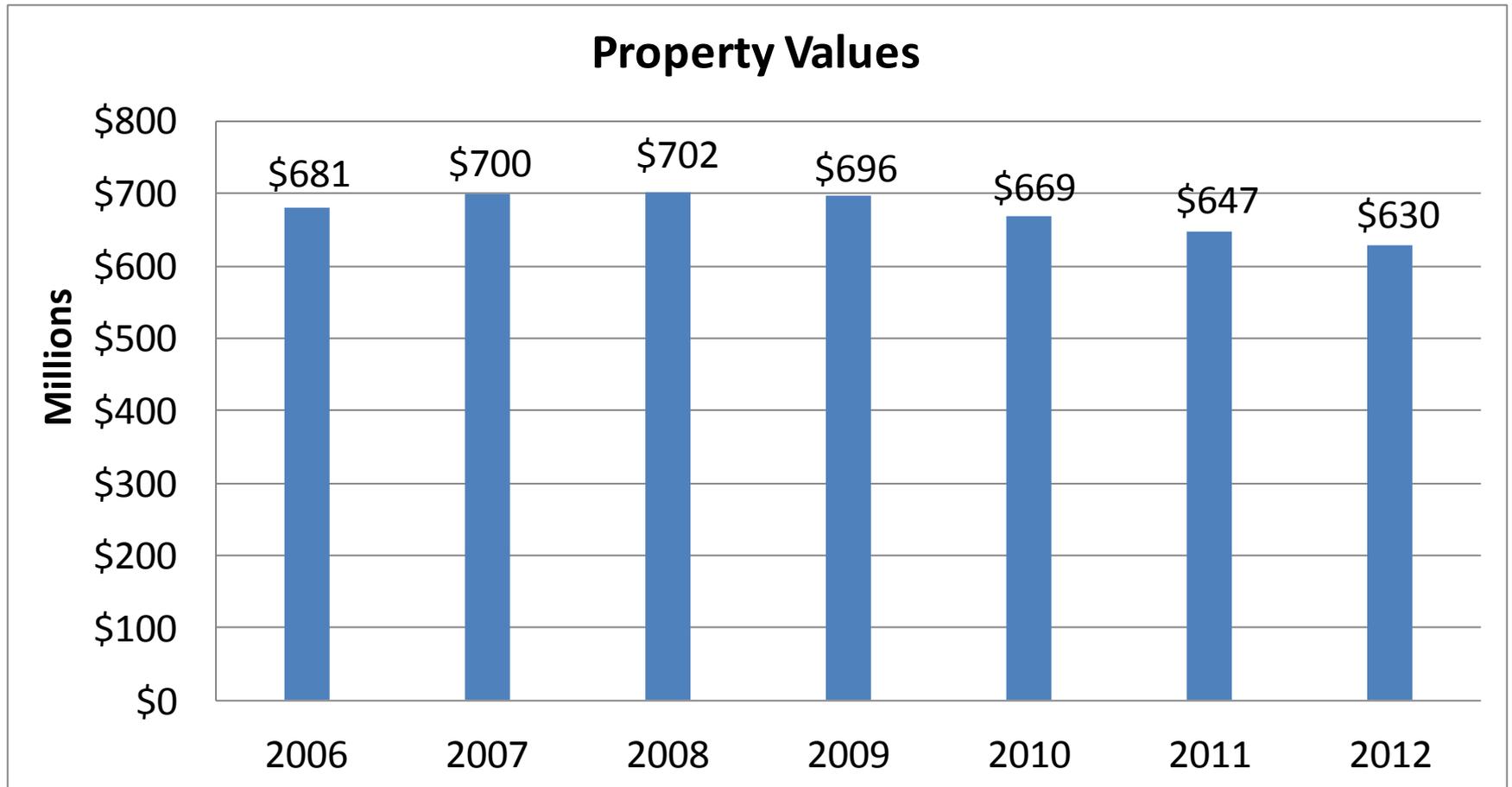


## **FINANCIAL OVERVIEW**

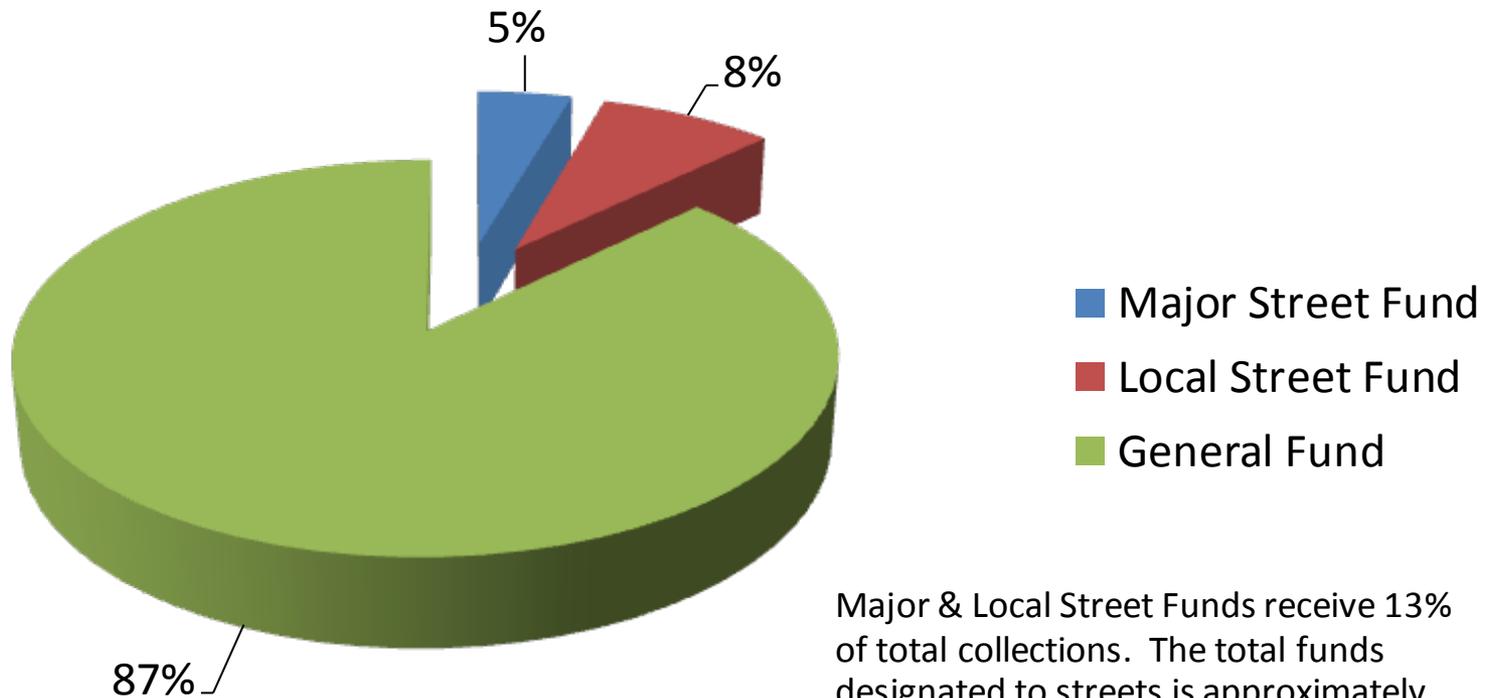
# General Fund Revenues

- Millage rate continued at 9.154
- Tax revenue decrease of approximately \$168,000 due to decrease in property values
- Projected increase of \$123,000 in State Shared Revenue
- Decreased court revenue of approximately \$90,000

# Property Values



# Tax Revenue Split



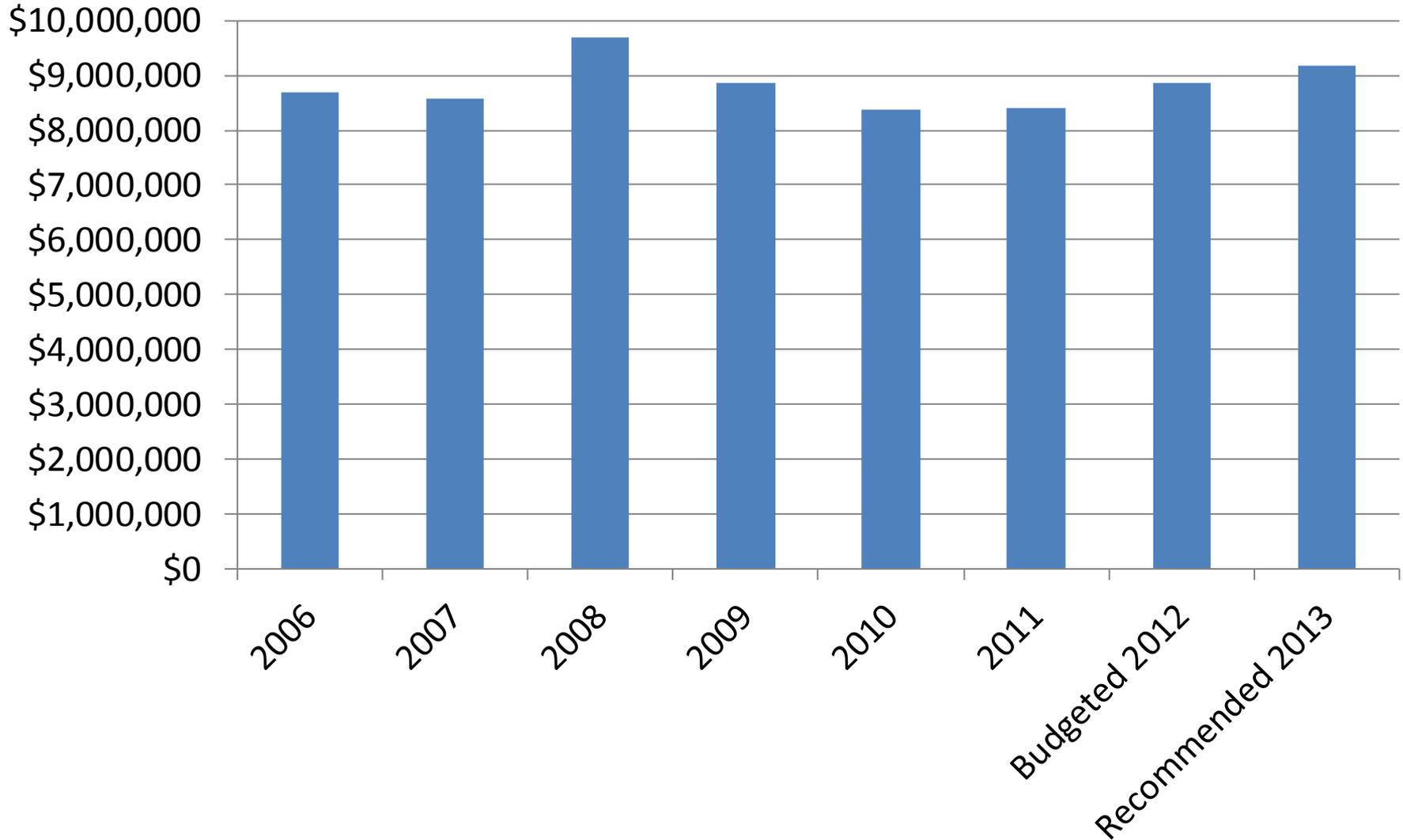
Major & Local Street Funds receive 13% of total collections. The total funds designated to streets is approximately \$710,000.

# Millage Comparisons

Cities in Kent County	Millage Rate
Cedar Springs	16.3214
Lowell	16.0800
East Grand Rapids	14.4495
Wyoming	11.8873
Rockford	10.9000
Kentwood	9.7064
Grandville	9.1540
Grand Rapids	8.3714**

\*\* City also has 1.3% income tax

# General Fund Expenditures



# General Fund Operating Expenditures

- Health care cost increase projected 25%
- Increase in pension cost of \$75,000, will peak in 2014
- Retiree health care contribution 100% funded
- 1% Non-Union Employee market increase
- Staff –
  - Separation Payout for 3 retirees - 2 Police, 1 Fire
  - Reduction of full time Fire Department Administrative Assistant to part time
  - Filling a vacant full time Fire Fighter/EMT position
  - Continuation of part time help in Assessing Department

# General Fund Capital Expenditures

- Fire Building Repairs - \$55,000
- Building entry security system - \$45,500
  - \$25,00 paid from court and police reserves
- Fire department heavy tools and turn out gear - \$30,000
- Live Scan machine (paid from police reserve) - \$30,000
  - Secured a \$3,500 grant
- Cemetery Paving - \$12,000
- File Server Replacement - \$14,000
- Trail Maintenance - \$12,000
- Master Plan Update - \$10,000
- Digital Documentation Continuation - \$10,000
- Miscellaneous computer and printer purchases

# Where does your tax dollar go?

Public Safety - 51¢

Streets - 12¢

Judicial - 11¢

Administrative - 10¢

Recreation & Culture - 9¢

Public Works - 7¢



**The City tax on an average \$125,000 home is \$572.13  
This amounts to \$47.68 per month**

# Fund Balance

Estimated Beginning Fund Balance	\$2,334,780
Excess Fund Balance applied to 12/13 budget	<u>\$ 829,080</u>
Projected Ending Fund Balance (16.43%)	\$1,505,700
15% Fund Balance per policy	\$1,379,493
Excess Fund Balance	\$ 126,207

# Major Streets

- 35% allocation of 1.155 Street Mills
- Capital Projects:
  - 28<sup>th</sup>/Ivanrest Overpass Removal
  - Reserve for Buck Creek Trail Crossing
  - Rivertown Parkway: I-196 to Wilson
  - Chicago Drive: Ottawa to Pine

# Local Streets

- 65% allocation of 1.155 Street Mills
- Capital Projects
  - Lucaya Court: 41<sup>st</sup> to End
  - Pueblo Court: Cheyenne to End
  - Vermont: Chicago Drive to 30<sup>th</sup>
  - Ultrathin Overlay
    - Basswood: Shady Oaks to Willow Creek
    - 40<sup>th</sup>: Piute to Eagle Rock
    - Basswood: Shady Oaks to Timberlane

# Debt Service

- Call all outstanding 2007 Capital Improvement Bonds
  - Pre-payment is allowed after October 1, 2012
  - Total of \$410,000 at 4.399% interest
  - Money is in a reserve account from Special Assessment at 44<sup>th</sup> and Ivanrest

# Clean Water Plant

- Sewer rates requested to continue at current rate
- Expansion/Renovation Project:
  - Substantial completion expected in August 2012
  - Budgeted for 2 months of flow to Wyoming
  - Monitor expenses for next year with all flow being treated at the Grandville Plant.

# Water Fund

- Requested Increases
  - Commodity Charges – increase from \$1.99/thousand gallons to \$2.11/thousand gallons
  - Ready-to-Serve Charges – increase cost of 5/8” meter from \$8.76/quarter to \$10.76/quarter and larger meters accordingly
  - Annual Usage down approximately 100 million gallons since 2008
  - Construction and line maintenance cost continue to increase
  - A user of 15,000 gallons/quarter would pay an additional \$3.80/quarter