

City of Decatur FY2019 – 2020 Proposed Budget

July 29, 2019

Meeting Schedule

- 4/26 – Budget Instructions to the Departments
- 5/24 – Budgets back from Departments
- 5/29 – Budget Committee Meeting
- 6/11 – Budget Committee & Dept Head Meetings
- 6/19 – Budget Committee & Dept Head Meetings
- 6/28 – Budget Committee & Dept Head Meetings
- 7/22 – Receive Certified Roll
- 7/29 – Proposed Budget to Council

Budget Highlights based on Principles

- **Balanced Budget – Current Revenues \geq Current Expenditures**
- **Property Tax Rate - .667, proposed .649, 1.80¢ drop in tax rate**
 - .4892 for M&O
 - .1598 for I&S
- **Personnel**
 - **2% Salary Increases**
 - **Maintain Health Care Costs at \$10,000 per employee**
 - **Able to fund**
 - \$150,000 in Police salary increases
 - \$100,000 in Fire salary increases
 - New IT position through police vacancy savings
- **Capital Expenditures**
 - **Sewer plant repairs – UV treatment**
 - **Police Vehicles (5 year note)**
 - **Hydrant and sewer line replacement**
 - **Chipper**
- **Operating Expenditures**
 - **Comprehensive Plan update**
 - **OpenGov – planning and budgeting software**
 - **Fire personal protection gear**
- **Debt**
 - **No new debt**
- **Fund Balance Goals**
 - **GF – 25% of expenditures, currently at 16%**
 - **WF – 25% of expenses**
 - **Debt Service – one year payment**

Budget in Brief

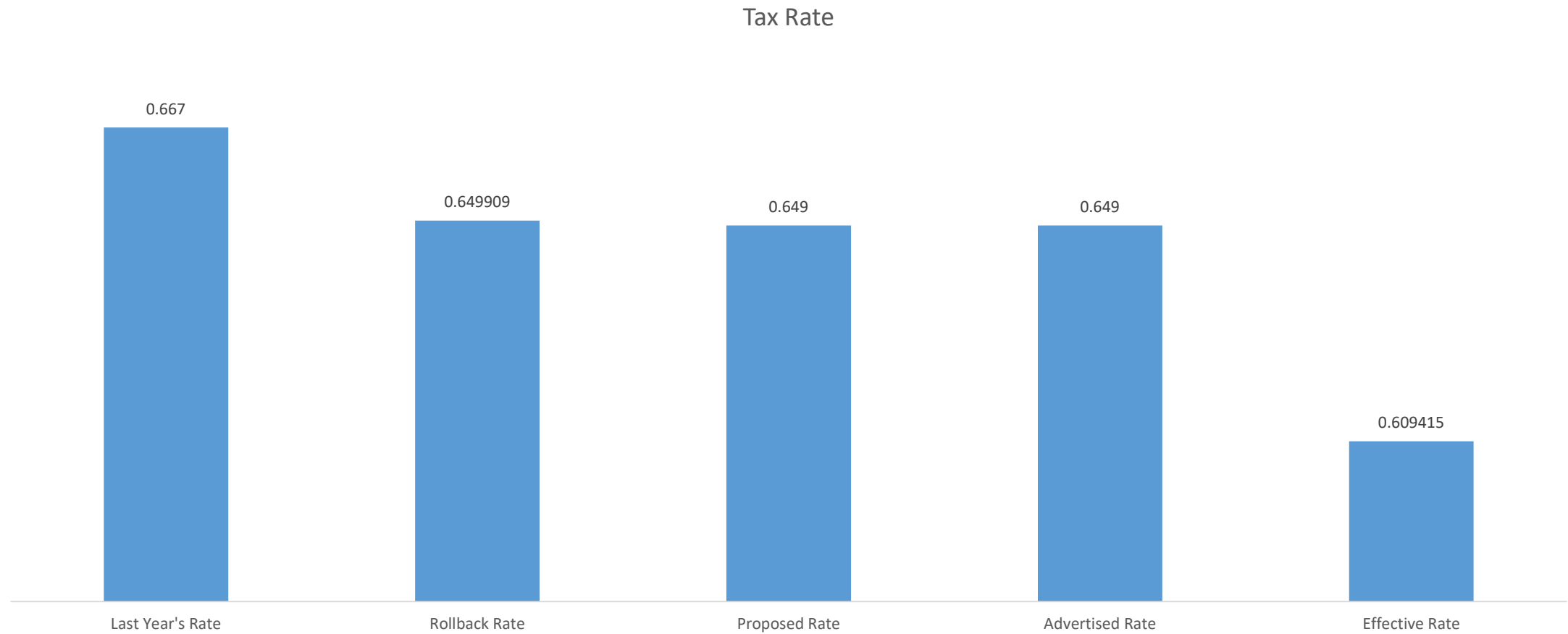
- General Fund
 - Revenue - \$9,182,218, increase of \$422k
 - \$297,000 property tax
 - \$180,000 sales tax
 - \$-100,000 fines/fees
 - \$35,000 Transfer
 - Expenditures - \$9,181,189, increase of \$452k
 - \$250,000 Public Safety salaries
 - \$100,000 2% salary increase
 - \$70,000 chipper
 - \$25,000 additional Comp Plan funding
 - \$20,000 additional OpenGov funding
 - \$7,000 Parks supplies

PROPERTY TAXES

- Property Tax Rate - .649, lower than last year of .667,
 - above effective rate - .609415
 - .4892 M&O
 - .1598 I&S
- 1.80¢ drop in tax rate
- Advertise a 7.82% increase in taxes, rollback rate is 8%
- Each penny in tax rate worth \$79,000 approximately

- **5.4¢ decrease in property tax rate over last two years**
- **Increased over 65 exemption from \$6,000 to \$25,000**

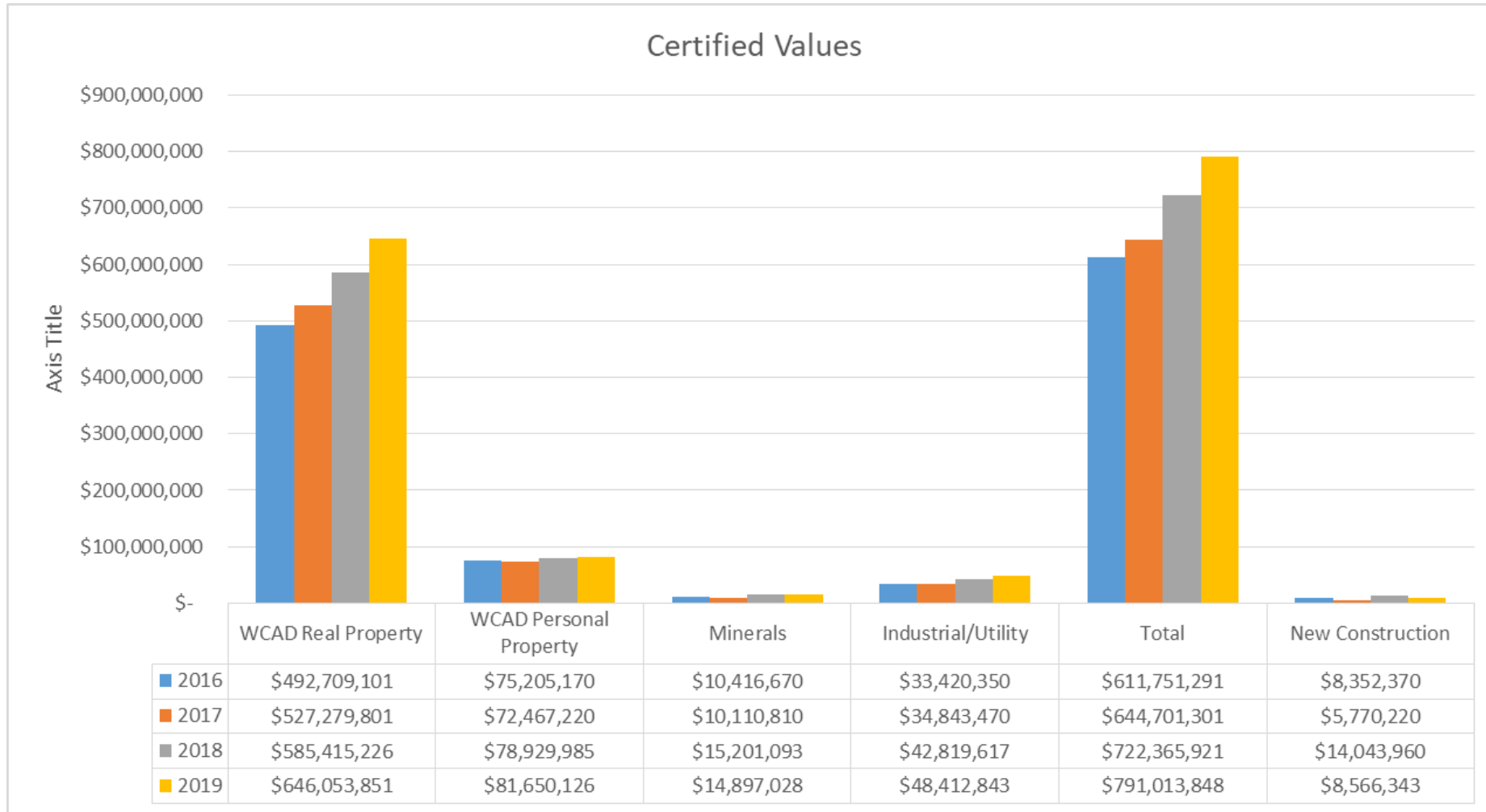
Proposed Tax Rate



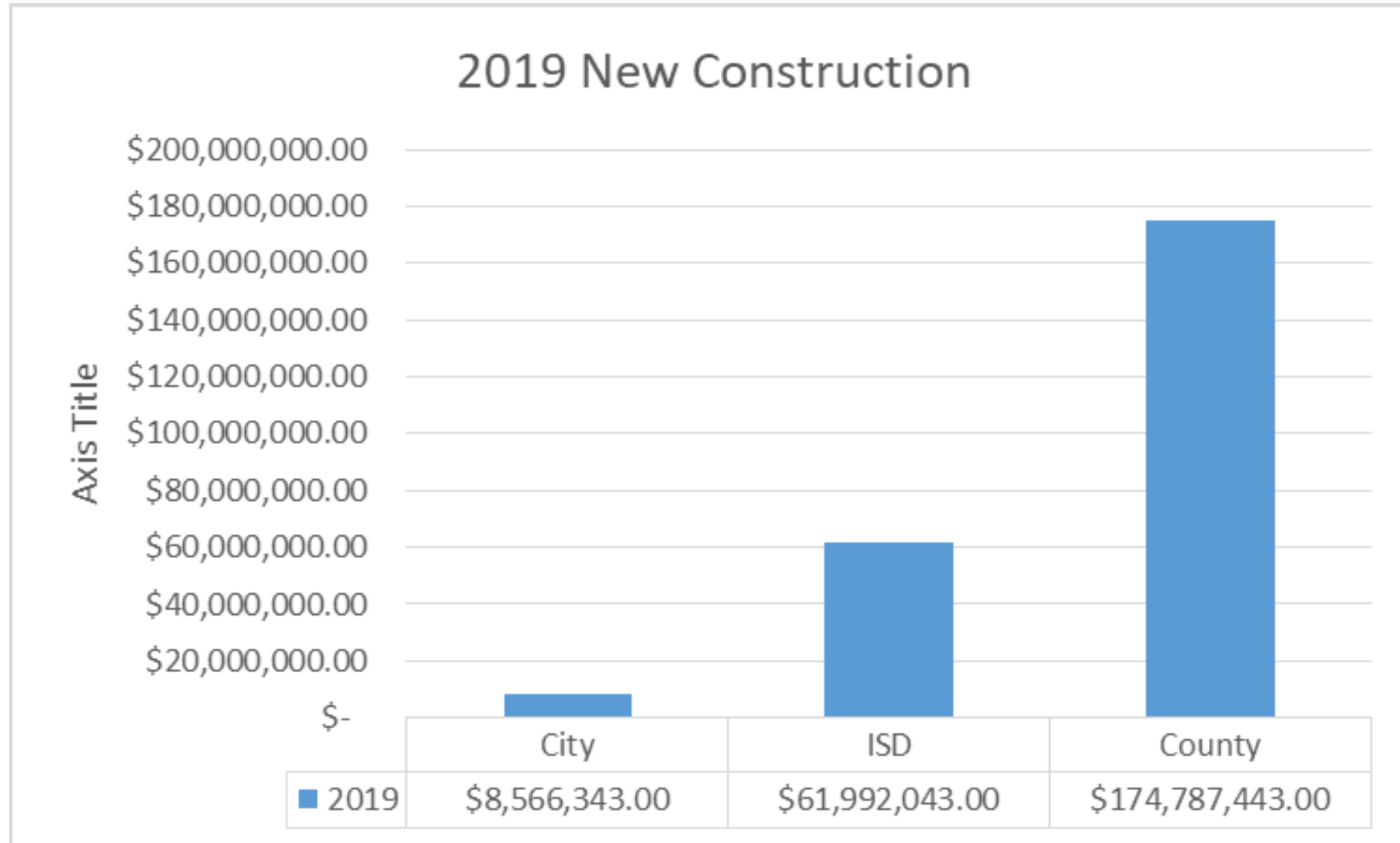
Property Tax Rate



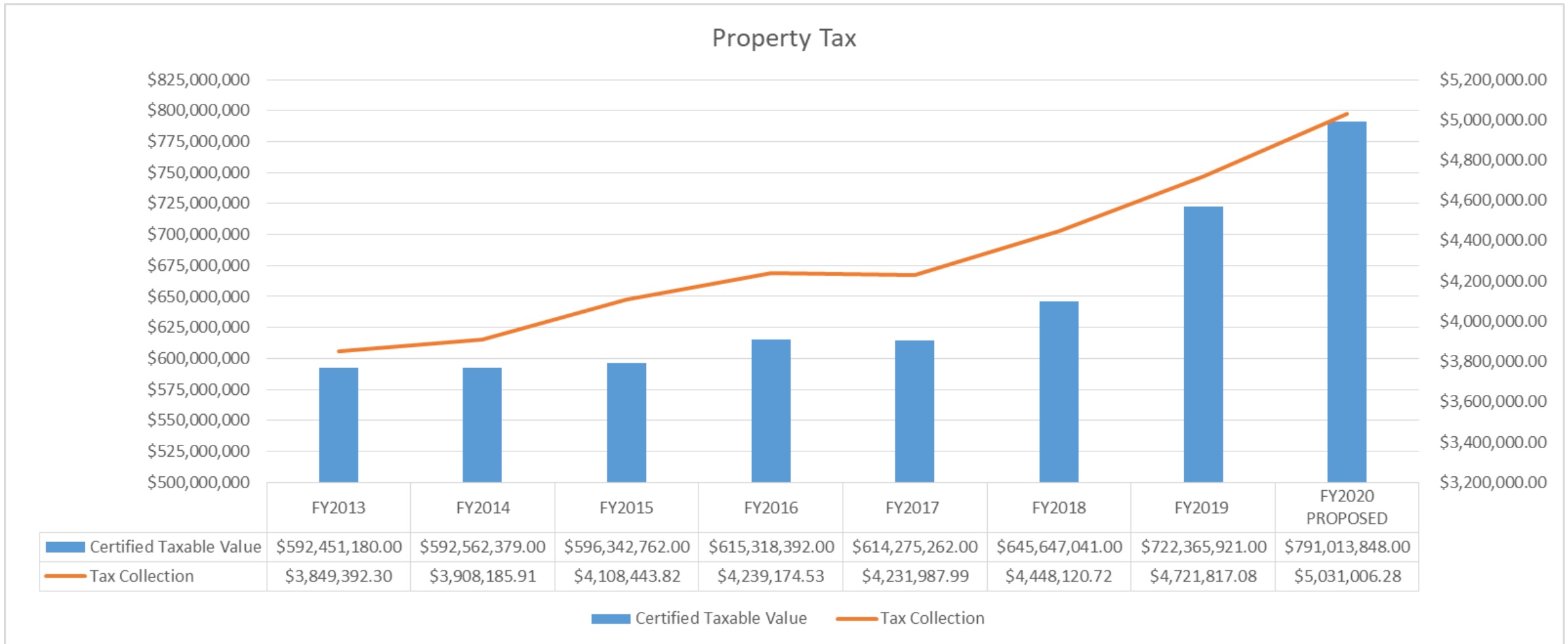
Certified Values



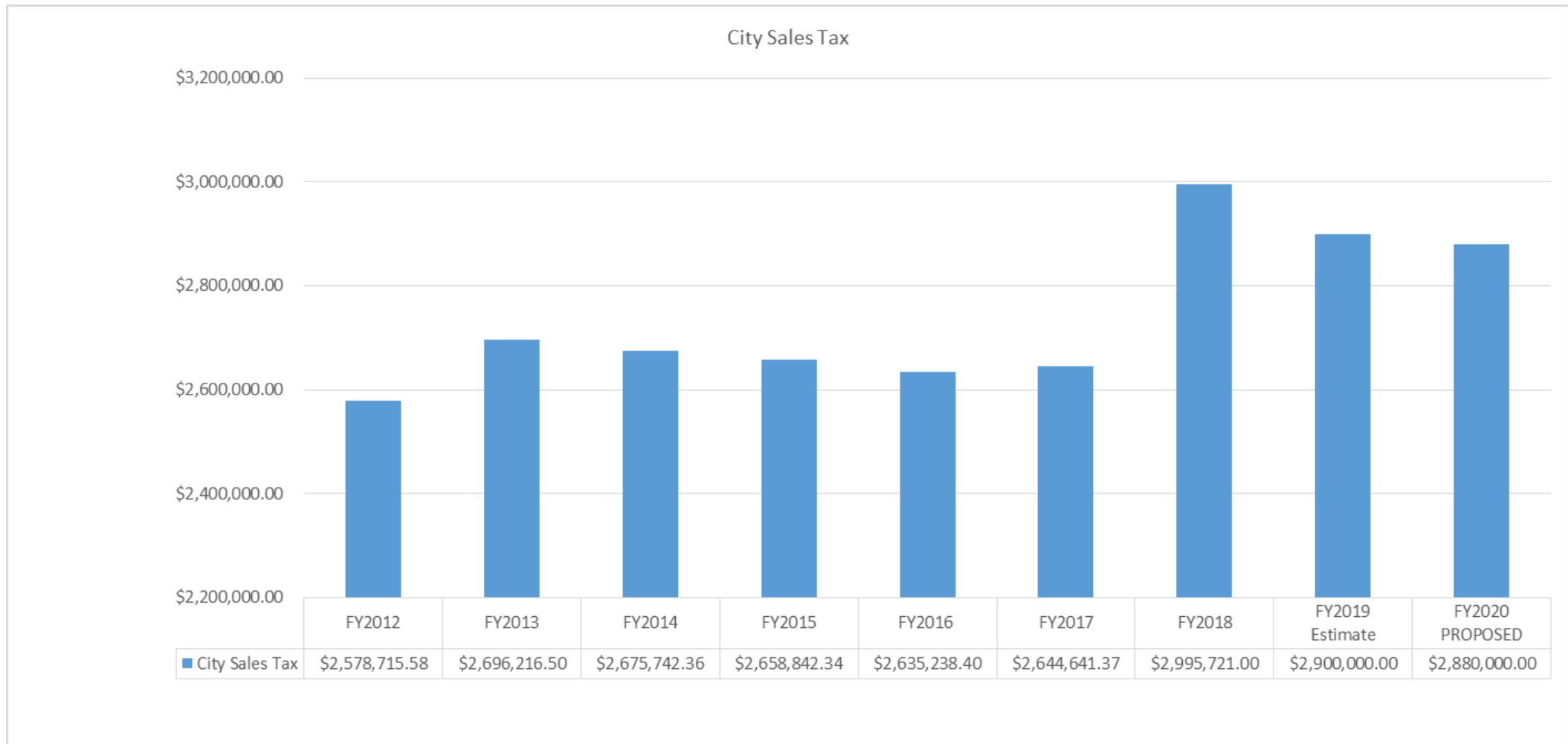
New Construction – Wise County Messenger



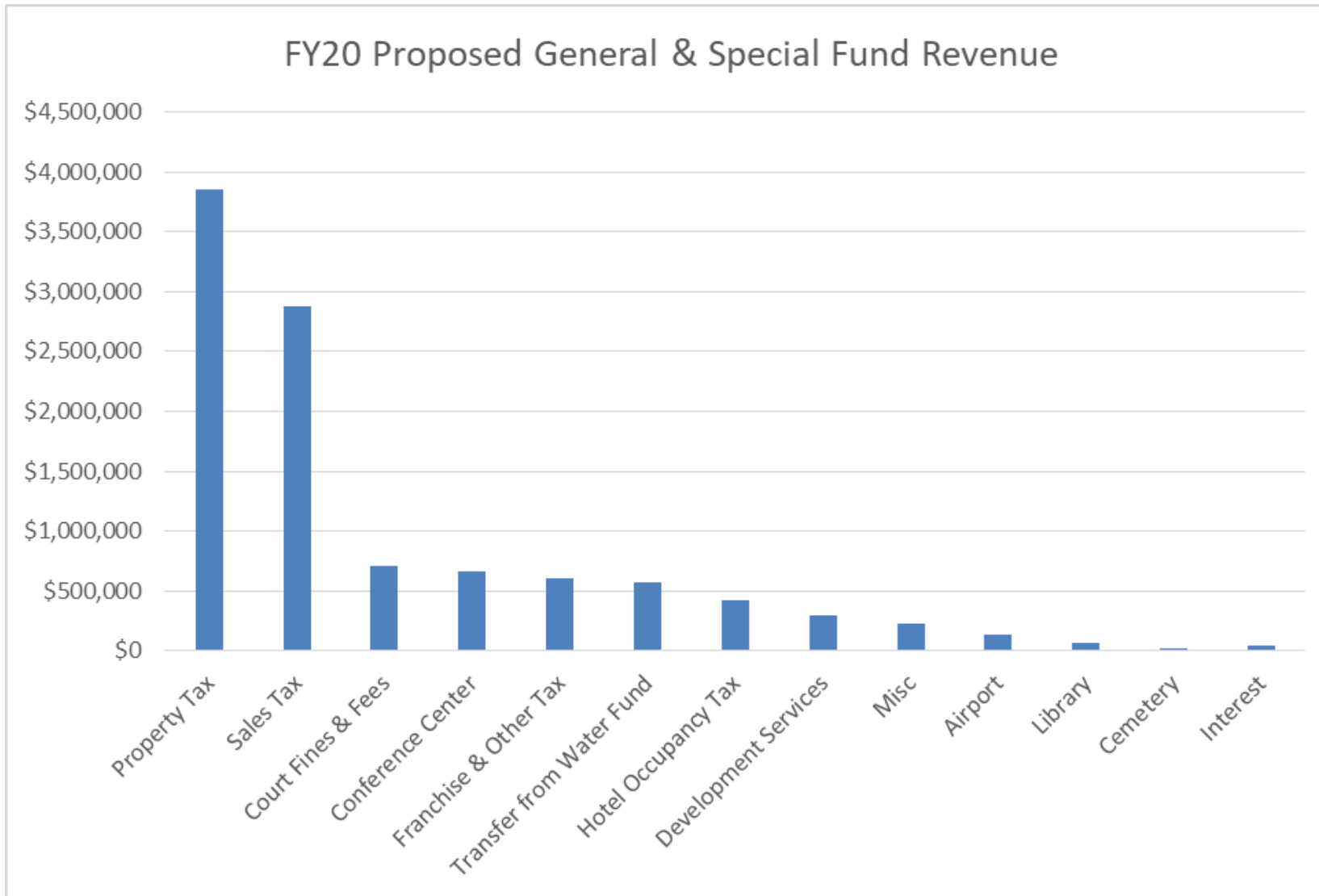
Property Tax



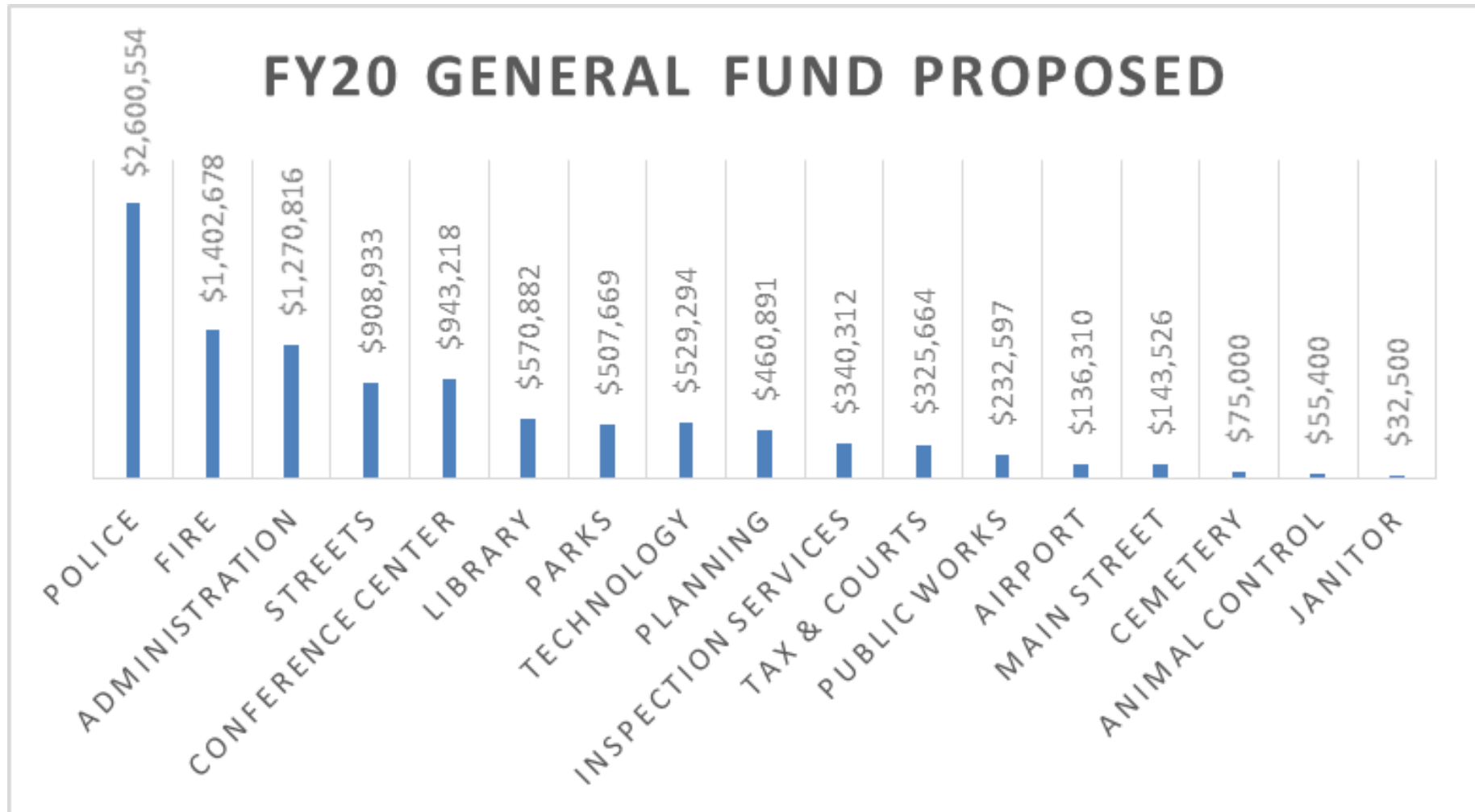
Sales Tax



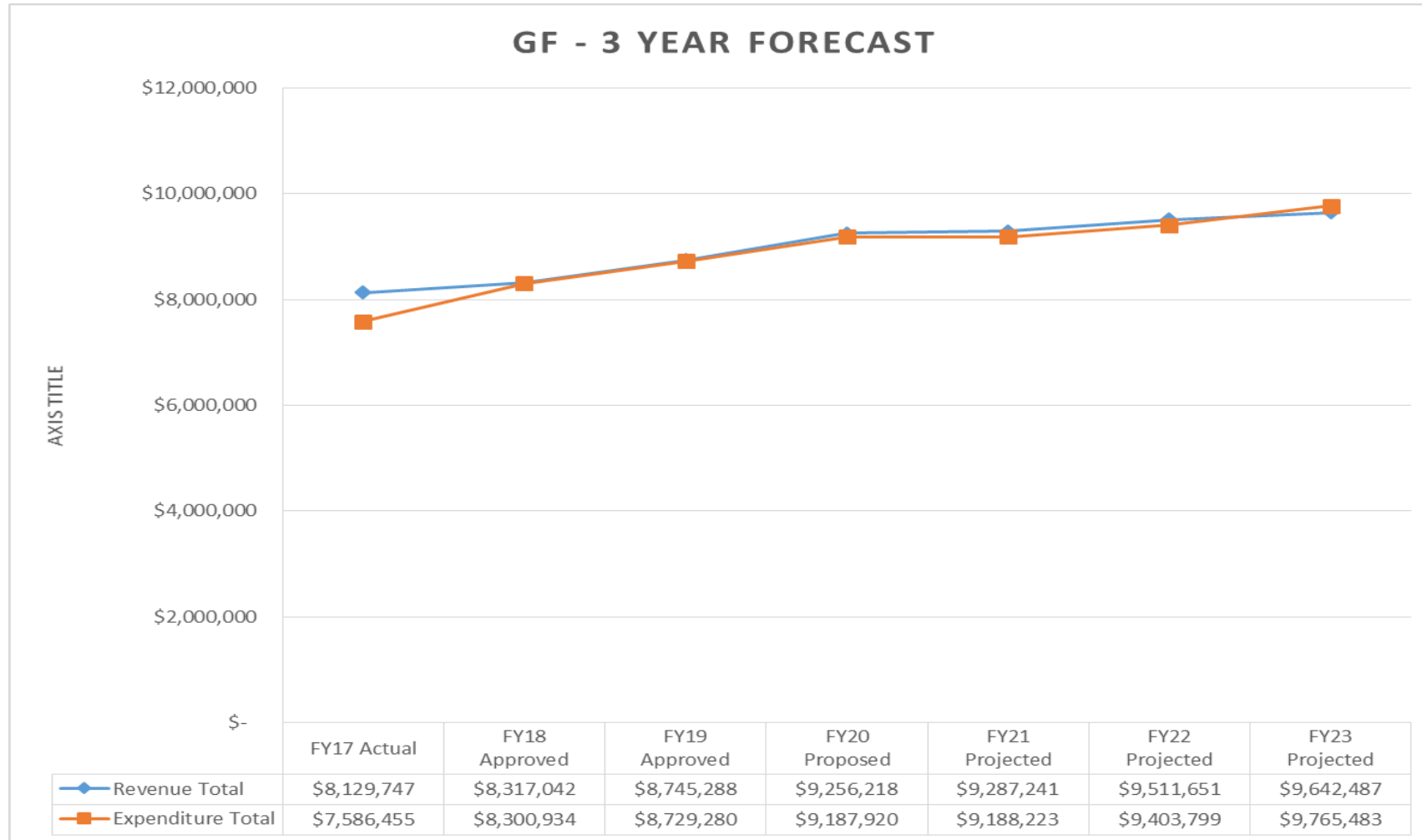
General and Special Revenue Fund Revenues



General and Special Revenue Fund Expenditures



3 Year Forecast



Budget in Brief

- Water Fund
 - Revenue - \$4,975,620, increase of \$40k
 - Expenditure - \$4,918,521, increase of \$69k
 - \$200,000 UV treatment for sewer plant
 - \$100,000 hydrants and sewer lines
 - \$70,000 transfer for chipper

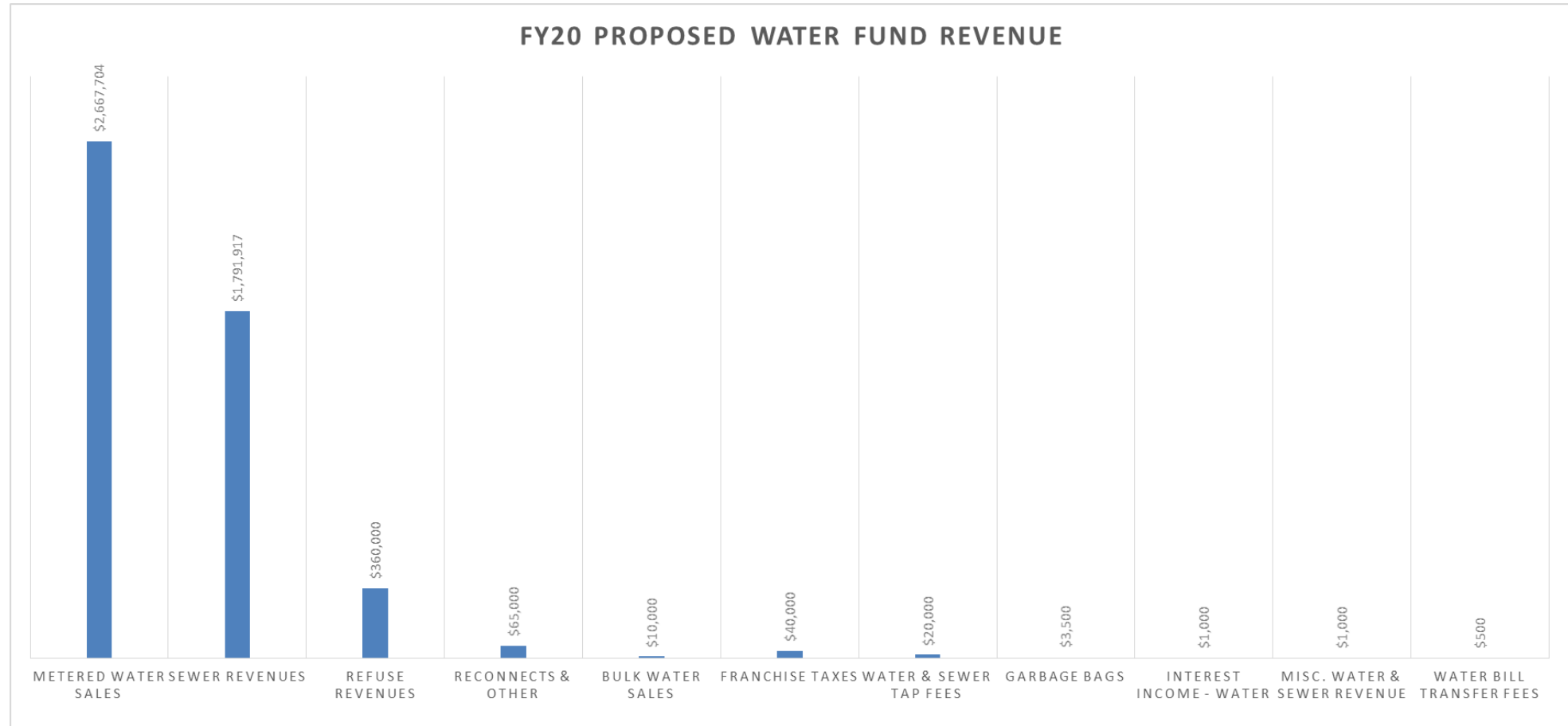
Water and Sewer Rates/Fee Changes

- No change to water and sewer rates

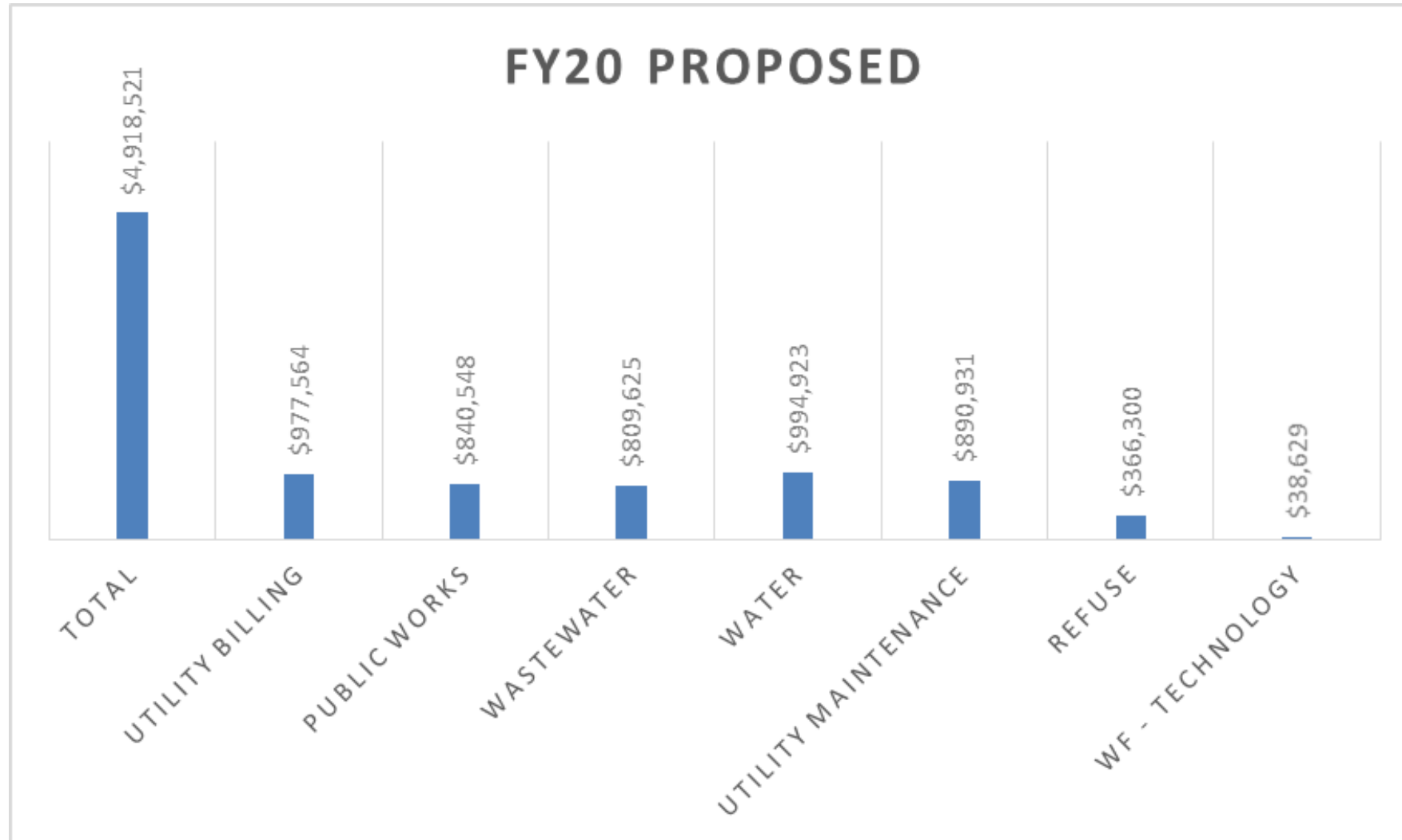
Water Bill	FY2019	FY2020	
Residential			
5,000 gallons	\$ 43.11	\$ 43.11	0%
10,000 gallons	\$ 67.42	\$ 67.42	0%
Commercial			
50,000 gallons	\$ 372.58	\$ 372.58	0%
200,000 gallons	\$ 1,418.08	\$ 1,418.08	0%

Sewer Bill	FY2019	FY2020	
Residential			
5,000 gallons	\$ 42.32	\$ 42.32	0%
10,000 gallons	\$ 62.12	\$ 62.12	0%
Commercial			
50,000 gallons	\$ 320.75	\$ 320.75	0%
200,000 gallons	\$ 1,247.75	\$ 1,247.75	0%

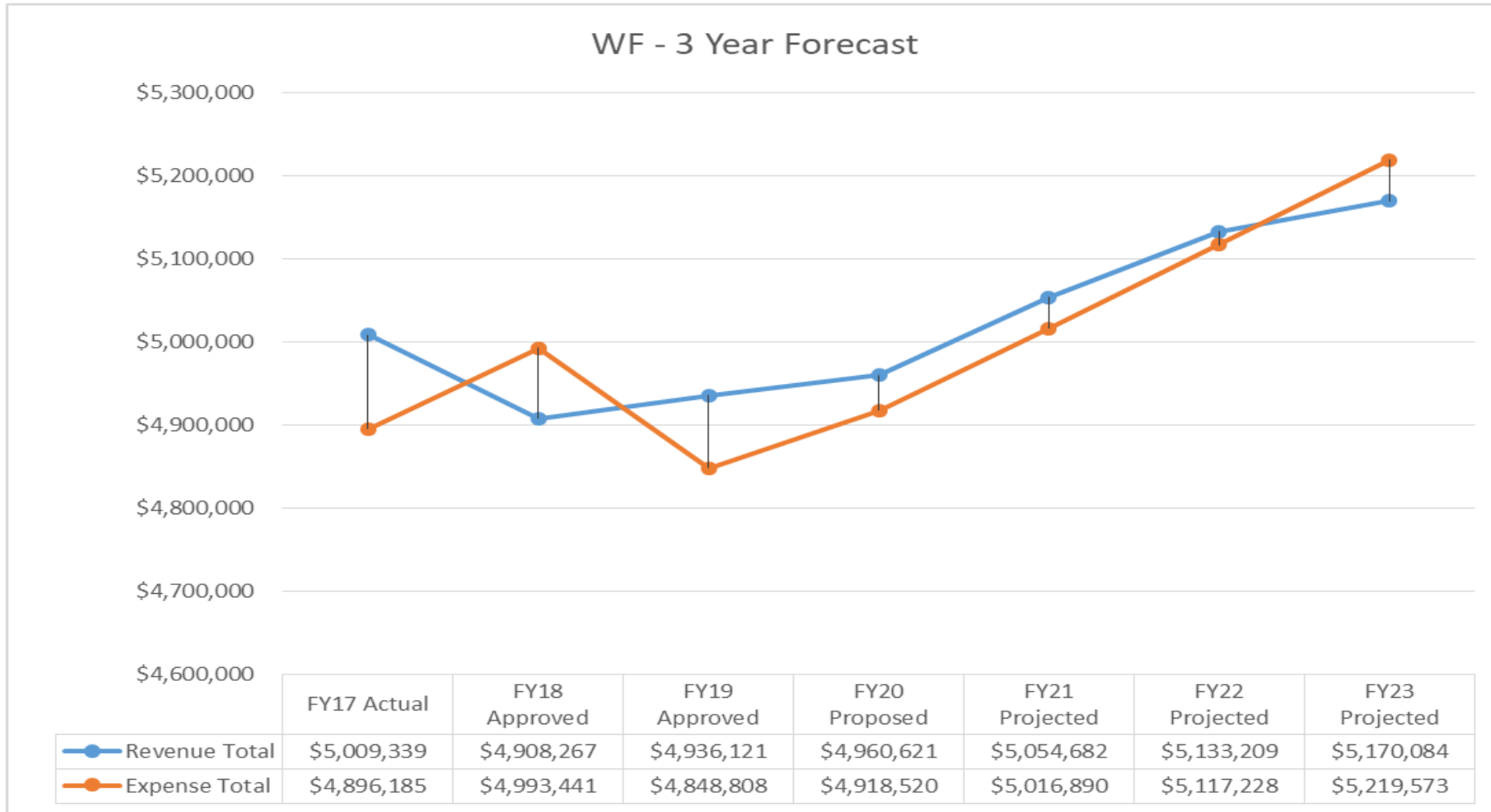
Water Fund Revenues



Water Fund Expenditures



3 Year Forecast



Budget in Brief

- Airport Fund
 - Revenue - \$136,500
 - Expenditures - \$136,310
- HOT Fund
 - Revenue – \$425,000
 - Expenditures - \$425,000
- Conference Center
 - Revenues - \$944,000
 - Expenditures - \$943,218
- Main Street
 - Revenues - \$148,010
 - Expenditures - \$147,526

Other

- Debt Service Fund
- Fund 4
 - Grants
 - Special Revenues
- Fund 9
 - Impact Fees

Next Steps

- Monday 7/29 –
 - Propose Tax Rate
 - Record vote if above effective rate
 - Propose Tax Rate Hearings
 - Monday, August 12th @ 6:00 pm
 - Monday, August 26th @ 6:00 pm
 - Propose Budget Hearing
 - Monday, August 26th @ 6:00 pm

Next Steps continued

- Monday 8/12
 - 1st tax rate hearing
- Monday 8/26
 - 2nd tax rate hearing
 - Only budget hearing
 - 1st reading of budget ordinance
 - 1st reading of tax rate ordinance
- Monday 9/9
 - 2nd reading of budget ordinance
 - 2nd reading of tax rate ordinance

Questions