

# FY20 Proposed Operating & Capital Improvement Budgets



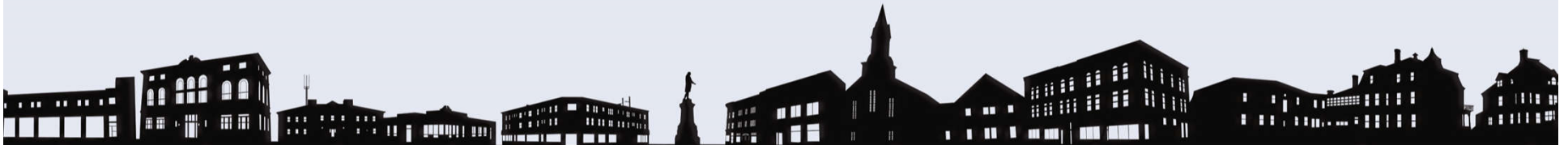
# FY20 Budget Calendar

- April 30<sup>th</sup>- O&M Department Presentations
- May 7<sup>th</sup>- Continued O&M Presentations
- May 14<sup>th</sup>- Department CIP Presentations
- May 21<sup>st</sup>- Council Discussions-Adjustments
- May 28<sup>th</sup>- Final Council Adjustments
- June 4<sup>th</sup>- O&M & CIP Adoption



# FY20 Budget Documents

- **Proposed Operating & Maintenance (O&M)** Identifies all City Departments O&M budgets
- **Proposed Issues & Options (I&O)**  
Identifies all Department requests for new positions, upgrades and various projects.  
I&O books has Included & Excluded sections.
- **Capital Improvements Projects (CIP)**  
Identifies all projects incorporated into the 6 Year CIP Plan.



# FY20 Issues & Options

- Departments presented a total of (29) Issues & Options totaling **\$1,547,006**
- (14) I&O's have been Included- Total **\$394,909**
  - (2) New Full Time Positions,
  - (2) Upgrades to Existing Full Time Positions,
  - (1) Salary Scale Adjustment Plan
  - (1) Additional Hours Part Time to Full Time
  - (1) New Part Time Position
  - (3) Additional Hours
  - (4) Other projects
- (15) I&O's are Excluded-Total **\$1,152,097**



# Limitation of Budgetary Increase “Tax Cap”

Fiscal Year 2019 Tax Effort  
+ Net New Construction (NNC)  
+ Consumer Price Index (CPI)  
FY 2020 Allowed Tax Effort



# Limitation of Budgetary Increase “Tax Cap”

\$63,470,684 (FY19 tax effort)  
+ \$920,226 (NNC)  
+ \$1,548,685 (CPI)  
= \$ 65,939,596 FY20 Tax Effort

**An increase of \$2,468,911 ( 3.9% )**



# Tax Cap Adjustments

- Increase Appropriation Allocations:

City & County      \$ 1,067,536      (3.9%)

Schools:              \$ 1,401,375      (3.9%)

Total: \$ 2,468,911      (3.9%)

- **Proposed City & County:      \$ 0 at cap**
- **Proposed School Budget: \$ 14,375 below cap**





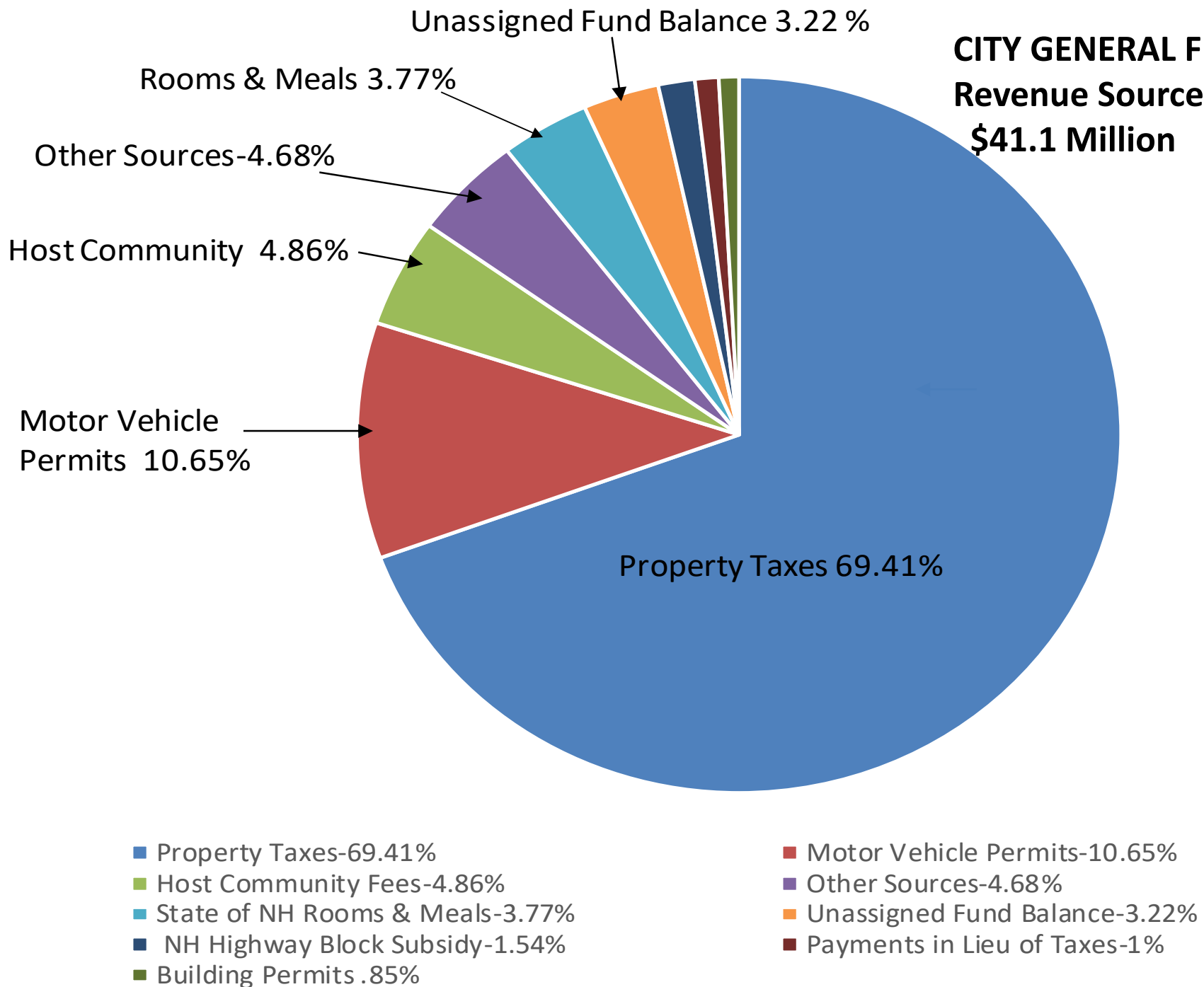
# FY20 **General Fund** - Appropriations

	FY19	FY20		
	Revised	Proposed	\$ Change	% Change
City Operations	25,094,496	26,110,562	1,016,066	4.05%
County Taxes	6,395,447	6,610,000	214,553	3.35%
Debt Service	4,295,199	4,159,335	-135,864	-3.16%
Capital & Other Transfers	<u>3,484,520</u>	<u>3,105,340</u>	<u>-379,180</u>	<u>-10.88%</u>
<b>City</b>	<b>39,269,662</b>	<b>39,985,237</b>	<b>715,575</b>	<b>1.82%</b>
<b>School</b>	<b>63,415,253</b>	<b>64,981,084</b>	<b>1,565,831</b>	<b>2.47%</b>
<b>Sub Total City &amp; School</b>	<b><u>102,684,915</u></b>	<b><u>104,966,321</u></b>	<b><u>2,281,406</u></b>	<b>2.22%</b>
Veterans Credits	682,059	668,375	-13,684	-2.01%
Tax Overlay	460,000	460,000	0	0.00%
<b>All General Fund Totals</b>	<b>103,826,974</b>	<b>106,094,696</b>	<b>2,267,722</b>	<b>2.18%</b>

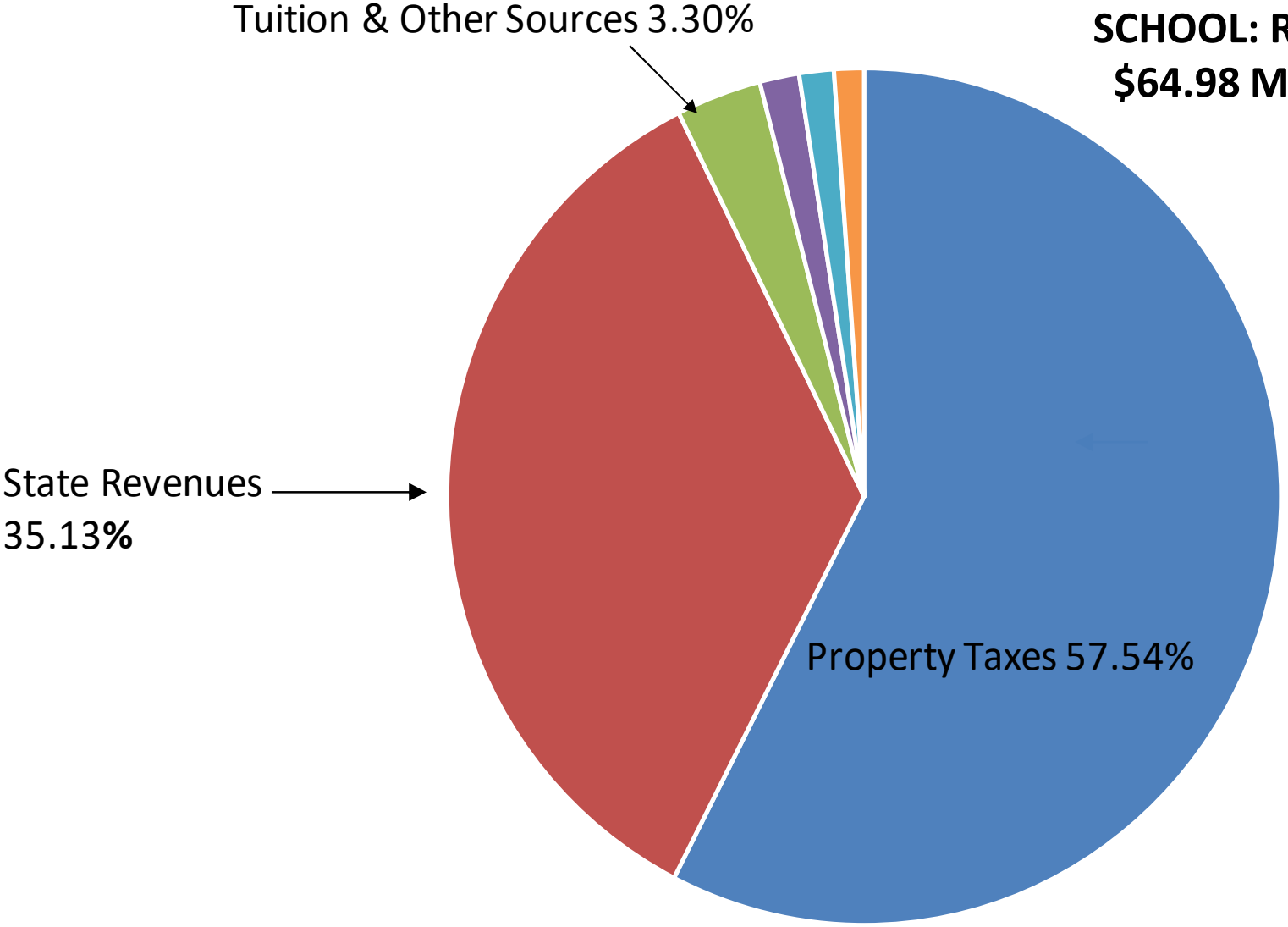




**CITY GENERAL FUND  
Revenue Sources:  
\$41.1 Million**



**SCHOOL: Revenue Sources**  
**\$64.98 Million**



- Local & State Property Taxes-57.54%
- State Revenues-35.13%
- Tuition & Other Sources-3.30
- Federal Revenues-1.53%
- Host Community Fees-1.35%
- Transfer from Trust Funds-1.15%

## Estimated Tax Rate

	Tax Year	Tax Year	
	<u>2018</u>	<u>2019 Est</u>	<u>Change</u>
City	\$ 9.12	\$ 9.48	.36
County	\$ 2.76	\$ 2.86	.10
Local School	\$ 13.39	\$ 14.03	.64
<u>State School</u>	<u>\$ 2.25</u>	<u>\$ 2.22</u>	<u>-.03</u>
<b>Total</b>	<b>\$ 27.52</b>	<b>\$ 28.59</b>	<b>\$ 1.07</b>

DRA Nov-18 Assessed Value \$2.313 billion



# FY20 Enterprise-Special Revenue Appropriations

	FY19	FY20		
Enterprise & Special Revenues	Revised	Proposed	\$ Change	% Change
City Grants	679,742	131,855	-547,887	-80.60%
Tax Incremental Financing Funds	1,203,129	1,283,907	80,778	6.71%
School Grants & Special Rev Funds	5,210,000	5,330,000	120,000	2.30%
Water Fund	7,119,368	6,607,310	-512,058	-7.19%
Sewer Fund	8,819,805	8,429,629	-390,176	-4.42%
Arena Special Revenue	393,979	402,865	8,886	2.26%
Community Center	<u>834,675</u>	<u>861,466</u>	<u>26,791</u>	<u>3.21%</u>
<b>Total Grant, Enterprise &amp; Sp Rev</b>	<b>24,260,698</b>	<b>23,047,032</b>	<b>-1,213,666</b>	<b>-5.00%</b>



## FY20 Capital Improvements Budget

School	1,920,767	1,498,000	-422,767
Water	2,140,300	3,695,000	1,554,700
Sewer	5,036,500	10,136,500	5,100,000
Arena	0	550,000	550,000
Community Center	305,000	35,000	-270,000
Tax Incremental Financing Funds	<u>4,030,000</u>	<u>67,500</u>	<u>-3,962,500</u>
<b>Total CIP all Funds</b>	<b>19,352,063</b>	<b>23,614,340</b>	<b>4,262,277</b>



# Capital Reserve Funds

- Discussion of Capital Reserve Funds will be presented in Summer.
- Initial Proposed Capital Reserve Funds are as follows;
  - Large Fire Apparatus
  - Large Public Works Vehicles
  - Information Technology Upgrades
  - Public Buildings
  - Pavement Rehabilitation



# In Closing

Through the last several budget cycles, the City of Rochester has maintained its sound fiscal health without a loss of services and without significant increases in property taxes. The proposed fiscal year 2020 budget contained herein continues along these trends.

I look forward to working with you, city and school staff and the citizens of Rochester for another year of change, challenge and opportunity and on behalf of all City departments; we look forward to working with the City Council to review the fiscal year 2020 budget.

