

General Fund

- FY 2016 were budgeted at \$8.32 million which includes 10 months of ¼% GRT increase.
- FY 2017 are being proposed to be \$8.52 million
 - This represents the three year average in total sales
 - The ¼% increase in GRT for 12 months
 - A total of 14% decrease in Hold Harmless reimbursements
- Operational Costs proposed to stay the same, except for fuel savings created by low fuel prices and the full year operation of the Town fueling center
- Proposed Personnel changes
 - Decrease 3 FTE's at Municipal Court due to decreased number of citations being processed.
 - Decrease 2 FTE's in the Planning Department one due to retirement and the second was never filled.
 - Increase 1 FTE in the Parks Division
 - Increase 1 FTE in the Streets Division
 - We are currently in negotiations with the Unions
 - Any changes here will affect the General, Water/Sewer, and Sanitation fund
 - Total expenses in the General fund are currently proposed to decrease by .5% compared to last years budget

Water / Sewer Fund

- Billed Consumption has continued to decrease there for pushing revenues down
- Unaccounted water remains in the area of 10%
- FY 2016 revenues were projected to be approximately \$5.46 million, but we are on pace to realize \$5.3 million.
- FY 2017 revenues are currently proposed to be \$5.3 million
 - Water Revenue \$3.8 million
 - Sewer Revenue \$781k
 - Waste Water Revenue \$717k
 - At this time I am looking to propose a .30 cent per thousand gallon rate increase for water
 - There was no rate increase last year

- The proposed increase is projected to generate approximately \$147,000 in FY 2017
- No rate changes for Sewer or Waste water are projected at this time
- Operating and Personnel expenses are budgeted to increase by .5% from last year's budget

Sanitation Fund

- FY 2016 revenues were projected to be approximately \$2.3 million
- FY 2017 revenues are currently proposed to be \$2.3 million
- Changes from last year
 - Recycling Contract cost is going to decrease by \$100k
 - 2 FTE's will be added to operated new automated recycling system
 - Debt service cost will increase by \$110k
 - Other operating costs will decrease by 9%

To this point reserves have been left in the General, Water/Sewer, and Sanitation fund to allocate to grant match that still needs to be budgeted.

Lodgers Tax

- Budgeted allocation is \$250,000

COUNCIL DIRECTION?