

2017 Budget Workshop



October 24, 2016 Committee of the Whole
Follow-up from 10/10
Council Direction Requested

AGENDA

- **Council direction requested following 10/10 discussion**
- **Department Presentations**
 - **Fire Department**
 - **Police Department**
 - **Community Development**
 - **Public Works**

NEXT STEPS

- **November 14**
 - Tax Levy Estimate
 - 2017 Budget Public Hearing
- **November 28**
 - 2017 Budget Approval
 - Annual Fee Resolution
 - Capital Improvement Program
 - Current Year Budget Amendment Ordinance
- **November 28**
 - Adoption of 2016 Property Tax Levy

PENSION FUNDING

- **Consistent with State Statute and pursuant to City policy, public safety pensions are funded to 90% by year 2040, as determined by a third party actuary**
- **State mandated contributions are made annually with higher contributions provided as funds are available**
- **The City funds the pension contributions from a combination of property tax levy and other sources, such as partial state income tax receipts and other revenue, with a goal of minimizing the impact to the tax payer**

PENSION AND OPEB FUNDING

Contribution	Municipal Retirement	Police Pension	Firefighters' Pension	Total Pension	OPEB
<i>2015:</i>					
Required	1,137,700	2,284,900	2,201,700	5,624,300	541,100
Actual	1,137,700	2,809,100	2,472,100	6,418,900	565,200
<i>2016:</i>					
Required	1,225,500	2,762,300	2,429,300	6,417,100	541,100
Budget	1,225,500	2,787,900	2,451,800	6,465,200	541,100
Estimate	1,225,500	3,563,600	3,401,600	8,190,700	565,200
<i>2017:</i>					
Required	1,033,400	2,770,900	2,619,700	6,424,000	955,500

PUBLIC SAFETY PENSION FUNDING

% City Tax Levy Increase	2016	2017 Budget Funding Scenarios						
	Estimate	0%	3%	4%	4.5%	5%	7%	10%
Tax Levy	5,239,700	5,239,700	5,589,145	5,705,627	5,763,868	5,822,109	6,055,073	6,404,518
State Income Tax (LGDF)	1,725,500	1,725,500	1,725,500	1,725,500	1,725,500	1,725,500	1,725,500	1,725,500
Total Contribution	6,965,200	6,965,200	7,314,645	7,431,127	7,489,368	7,547,609	7,780,573	8,130,018
Statutory Contribution	5,191,600	5,390,616	5,390,616	5,390,616	5,390,616	5,390,616	5,390,616	5,390,616
Additional Contribution	1,773,600	1,574,584	1,924,029	2,040,511	2,098,752	2,156,993	2,389,957	2,739,402
Tax Levy Increase		0	349,445	465,927	524,168	582,409	815,373	1,164,818
Avg. \$500k HH \$ Impact		0	85	113	127	141	198	282

OTHER CONSIDERATIONS

- **Sustainability Fund**
- **Purchase of Service Grants**
- **Year-round Tiered Water Rates after completion of AMR project**
- **Tax Rates**

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Questions?

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