

City of Frankenmuth Annual Budget



Fiscal Year

July 01, 2010 – June 30, 2011

Introduced 03.01.10

Public Hearing 04.06.10

SEV Taxable Estimates

- ◆ Estimated City SEV for 2010:
 - \$284,000,000 (- 4.28%) (page 6)
- ◆ Estimated Taxable Value for 2010
 - \$265,000,000 (- 4.60%) (page 6)
- ◆ Proposed Mill Levy 8.75 (9.60 - .85)
- ◆ Estimated Property Tax Revenue
 - \$2,318,750 – (page 6)



City of Frankenmuth Budget 2010-11

–Overall Budget Goal: (Guide for operations)

- ✦ Maintain the current level of municipal services
- ✦ Provide stable tax rate (in total)
- ✦ Implement costs savings initiatives as discussed at City Council work sessions.
- ✦ Undertake as some improvements and projects without increasing taxes.
- ✦ Continue to provide the taxpayer the best value for their tax dollars.

Budget Summary

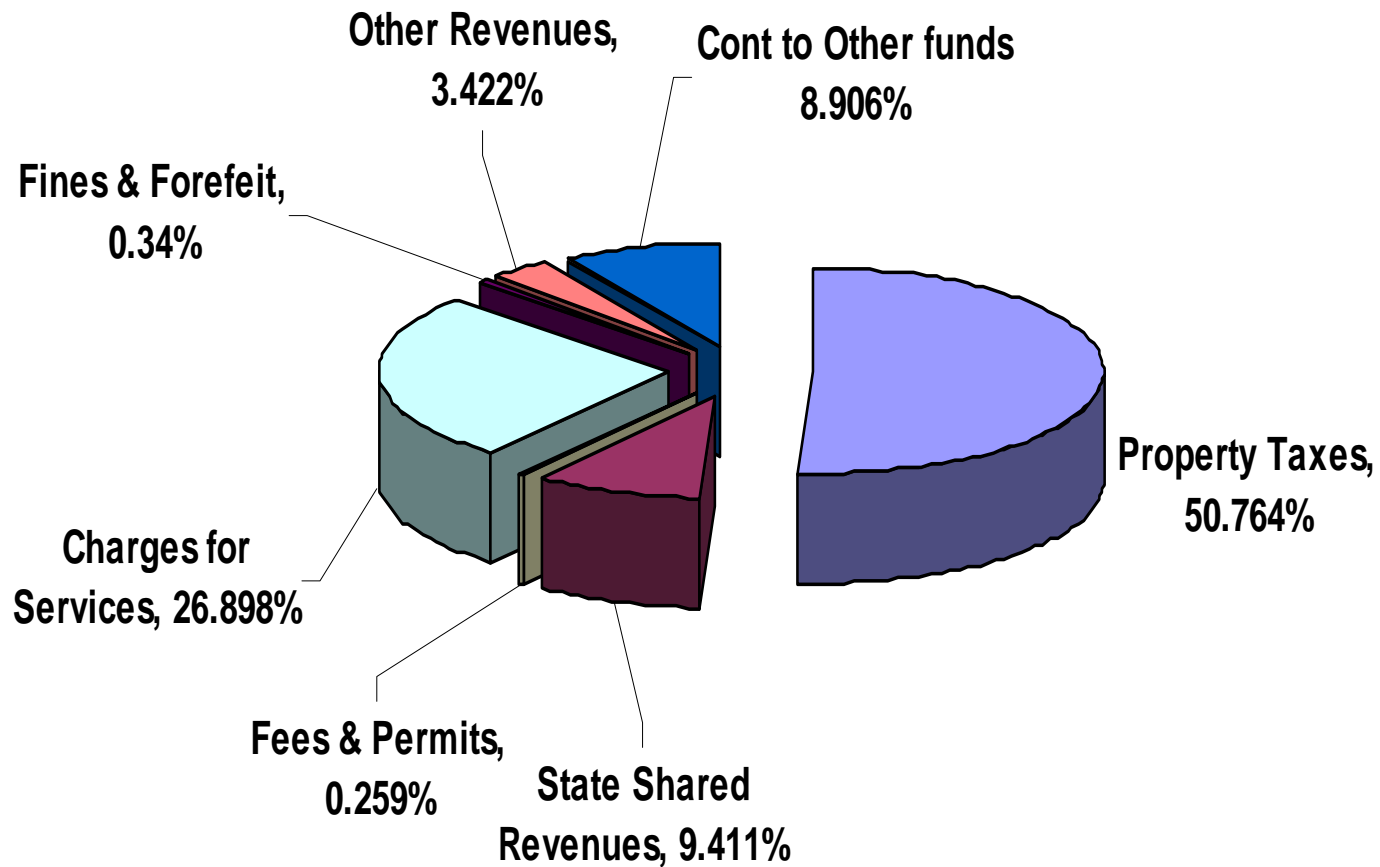
- City Budget Document – Comprised of 11 different budgets totaling \$12,038,158. (page 8)
- Proposed property tax rate 8.75 mills. A decrease from 9.6 mills – reduced for Library millage of .85 approved November 2008. (2009 tax rate of 8.325)
-
- Total All Funds - Net Budget: (pg 8 – Summary of All Funds tab)
 - ◆ \$8.377 million revenues
 - ◆ \$9.270 million expenditures (includes Depreciation Expense)
- General Fund recommended expenditures has decreased by over \$216,000 when compared to the prior years budgeted numbers. Fiscal year 2010-11 expenditure is \$3,857,100 compared to Fiscal year 2009-10 estimated actual of \$4,121,730. (pg 9)
- Proposing to use **NO** prior years carryover. The Fund Balance as of June 30, 2011 is projected to be \$1.687 million. (5.2 months operations)

General Fund

(Summary)

	<u>2010-11</u>
◆ Revenues: (pg 9)	
– Property Taxes	\$1,958,000
– State Shared Revenues	363,000
– Fees & Permits	10,000
– Charges for Services	1,037,500
– Fines & Forfeits	13,100
– Other Revenue	132,000
– Contributions from other funds	<u>343,500</u>
– Total Revenues	\$3,857,100

General Fund Revenue Budget 2010-11

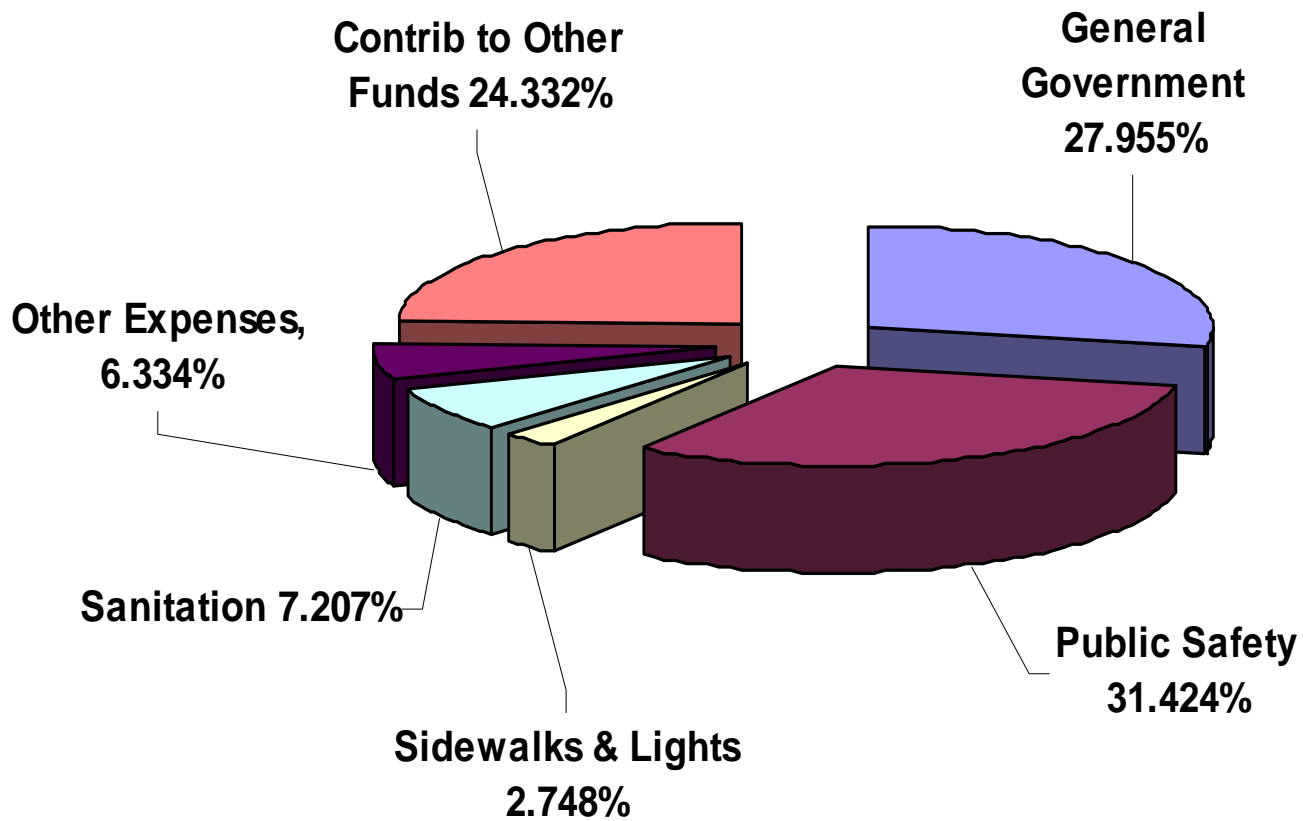


General Fund continued

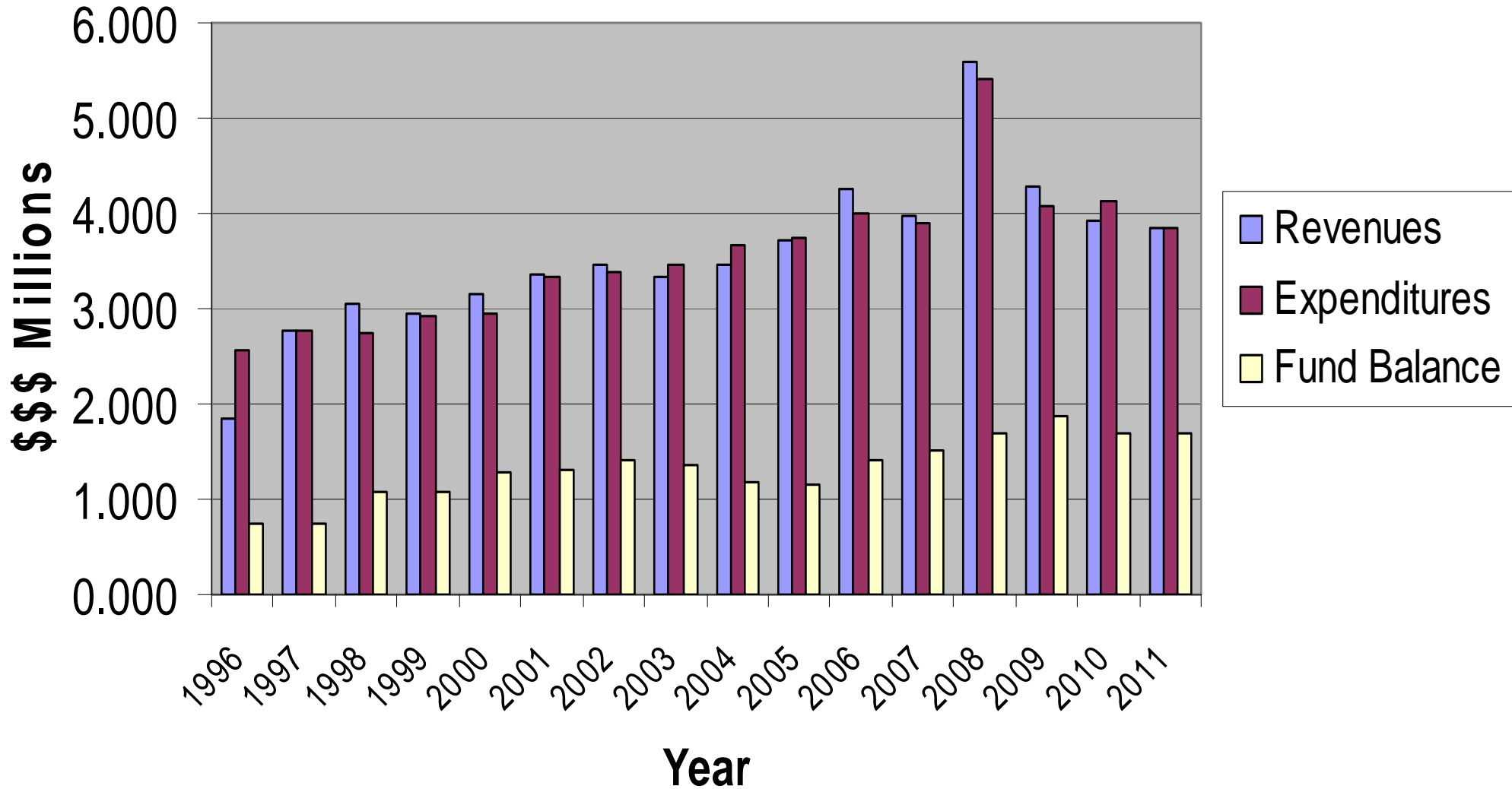
(Summary)

Expenditures: (pg 9)	<u>2009-10</u>
– General Government	\$1,078,250
– Public Safety	1,212,050
– Sidewalks & Lights	106,000
– Sanitation	278,000
– Other Expenses	244,300
– Contributions to other fund	<u>938,500</u>
– Total Expenditures	\$3,857,100

General Fund Expenditures Budget 2010-11



General Fund Trends



Budget Highlights

City Manager's Budget Message

◆ General Fund: (page 2)

– Debt Service Payments \$236,800

- ◆ DDA Hospitality Plan I (PO 2017)
- ◆ Fire Truck (vehicle reserve account)
- ◆ North Franklin Street Properties (Balloon 2013)

Budget Highlights

City Manager's Budget Message (continued)

General Fund:

Transfers to other Funds

\$621,300



◆ Major Street Fund	\$115,000
◆ Local Street Fund	\$205,000
◆ Parks & Recreation	\$277,000
◆ City Beautification	\$24,300

Budget Highlights

City Manager's Budget Message (continued)

◆ Proposed Projects:

– Proposed General Fund Projects:

- ◆ EDC Programs - \$15,000
- ◆ City Hall Parking Lot Lights Energy Efficient - \$6,000
- ◆ County GIS Authority Membership - \$3,000
- ◆ GASB 45 Compliance - \$2,500
- ◆ DPW Computer Asset Management Program - \$1,500

– General Government: \$1,078,250

◆ (Pg 12-15)



Budget Highlights

City Manager's Budget Message

(continued)

◆ Public Safety: (pages 15 & 16) \$1,121,050

– Police Department \$992,150

– Fire Protection \$203,700

– Flood Protection \$16,200



Budget Highlights

City Manager's Budget Message

(continued)

✦ Major & Local Street Funds (page 19 & 20)

- State Gas & Weight Taxes \$293,500
- General Fund Contribution \$320,000(-13.0%)
- Beyerlein Street resurfacing project \$79,000
- Sidewalk grinding & replacement \$21,000
- Crack Filling \$20,000
- Debt Service:
 - ✦ Major Street \$89,500
 - ✦ Local Street 16,800

Budget Highlights

City Manager's Budget Message

(continued)

◆ Parks & Recreation Funds

(page 21 - 24)

- General Fund Contribution
\$277,000 (-10%)
- Projects Totaling \$139,300
 - ◆ Heritage Park Canoe Launch project (Grant) \$58,800
 - ◆ Memorial Park Sidewalk Project (Palmer Foundation) \$45,000
 - ◆ Heritage Park Restroom Renovations \$12,000
 - ◆ Heritage Park Bleacher Replacements \$9,000
 - ◆ Harvey Kern Pavilion Long Term Maintenance Fund \$7,500
 - ◆ Schmitzer Ball Field Fencing repairs \$7,000



Budget Highlights

City Manager's Budget Message (continued)

◆ DDA Fund (page 25 - 27)

- Captured Taxes \$899,579
 - ◆ 45% City
 - ◆ 35% Saginaw County
 - ◆ 20% DDA, Delta, Library
- Debt Service Contribution \$769,970
- Capital Reserve Maint. Fund. \$10,000
- City Beautification \$7,500



• Building Dept Fund (page 28 & 29)

- Self supporting (?) thru fees!
 - \$38,500 Permit fees
 - Proposing to use \$17,600 Fund Balance
 - Struggling due to low volume of construction permits
 - Board has taken steps to reduce operating expenditures

Budget Highlights

City Manager's Budget Message (continued)

◆ Waste Treatment Fund (page 31 - 33)

– Rate increase (?)

– Total Debt Service Payments \$830,329

– Projects Requested \$70,500



- ◆ Replace Pre-treatment building roof \$25,000
- ◆ Replace sludge thickener pump \$15,000
- ◆ TV Sewers Project - \$10,000
- ◆ Upgrade remote communications equipment \$8,000
- ◆ Replace boiler in administration building \$7,500
- ◆ Lab Equipment Replacement - \$5,000

Budget Highlights

City Manager's Budget Message (continued)

◆ Water Fund (page 34 – 36)

◆ City of Saginaw water rate increase???

- Continue to study alternate water source for the community.

– Total Debt Service	\$69,965
– Proposed Projects	<u>\$74,500</u>

- ◆ Natural gas generator for Reimer Road pump station \$56,000
- ◆ Water Meter Replacements \$10,000
- ◆ Meter reading unit replacement \$6,500
- ◆ South water tower inspection \$2,000



Budget Highlights

City Manager's Budget Message (continued)

◆ Equipment Fund (page 37 - 38)

– Projects/Equipment –

- ◆ Backhoe replacement
\$65,000



◆ Debt Service Funds (page 39 - 49)

- Total Debt Service Payments
\$2,054,618

- Outstanding Debt as of June 30, 2009: (G.O. Limit 10% of SEV = \$29,671,730)

- ◆ Total \$15,251,862 (principal - \$18,605,824 (p & i))
- ◆ General Obligation \$5,146,862 (principal)
- ◆ Special Assessment \$3,605,000 (principal)
- ◆ Enterprise Funds \$6,500,000 (principal)



City of Frankenmuth



Budget Summary

- ✦ Attempting to maintain the current level of municipal services
- ✦ Undertakes some projects
- ✦ Maintains level property tax rates in anticipation of lower levels of state financial aid and declining taxable values.

City of Frankenmuth

Budget 2010-11

○ Questions/Comments?

"Changes start occurring when **budgets** are cut."