

TO: Honorable Mayor Steve Marchand and City Council Members  
 FROM: John P. Bohenko, City Manager  
 DATE: May 22, 2007  
 Re: Adopted Annual Budget for Fiscal Year 2008

CC: All Department Heads and Reference Books

At the City Council meeting on May 21, 2007, Resolutions #1-2007, General Fund Expenditures in the amount of \$79,858,802 was adopted, which amends the City Manager's Proposed FY08 budget. The adopted annual appropriations and revenues as well as the changes from the proposed budget are described below.

<b>CITY COUNCIL'S ADOPTED APPROPRIATIONS MAY 21, 2007</b>	<b>ESTIMATED REVENUES</b>
<b>MUNICIPAL</b>	<b>15,265,956</b>
<b>POLICE</b>	<b>8,352,488</b>
<b>FIRE</b>	<b>6,500,665</b>
<b>SCHOOL</b>	<b>34,326,773</b>
<b>NON-OPERATING</b>	<b>15,412,920</b>
<b>TOTAL</b>	<b>79,858,802</b>

**OPERATING EXPENDITURES:**

*\*Reduction from Health Insurance*

	FY07 Adopted Budget	FY08 Submitted Budget	Adopted Budget	Proposed FY08 Budget	Change From FY07 Budget	% change from FY07 Budget
Municipal Departments	14,596,083	15,285,182	15,265,956	(19,226)	669,873	4.59%
Police Department	7,830,154	8,367,250	8,352,488	(14,762)	522,334	6.67%
Fire Department	6,126,861	6,508,821	6,500,665	(8,156)	373,804	6.10%
School Department	32,472,916	34,384,629	34,326,773	(57,856)	1,853,857	5.71%
<b>Total Operating</b>	<b>61,026,014</b>	<b>64,545,882</b>	<b>64,445,882</b>	<b>(100,000)</b>	<b>3,419,868</b>	<b>5.60%</b>

**NON-OPERATING EXPENDITURES:**

Tax Anticipation Note Interest	400,000	400,000	400,000	-	-	0.00%
Debt Service Payments	7,330,930	7,584,387	7,584,387	-	253,457	3.46%
Overlay	800,000	1,000,000	1,000,000	-	200,000	25.00%
Capital Outlay (see below)	1,200,000	1,470,000	1,200,000	(270,000)	-	0.00%
County	3,680,000	3,680,000	3,580,000	(100,000)	(100,000)	-2.72%
Contingency	400,000	400,000	300,000	(100,000)	(100,000)	-25.00%
Other General Non-Operating	1,431,442	1,348,533	1,348,533	-	(82,909)	-5.79%
	<b>15,242,372</b>	<b>15,882,920</b>	<b>15,412,920</b>	<b>(470,000)</b>	<b>170,548</b>	<b>1.12%</b>
<b>TOTAL EXPENDITURES</b>	<b>76,268,386</b>	<b>80,428,802</b>	<b>79,858,802</b>	<b>(570,000)</b>	<b>3,590,416</b>	<b>4.71%</b>

**Reduction in Capital Outlay**

Fire Communications	(25,000)
Powered Ambulance Cot	(12,000)
Land Acquisition	(25,000)
McIntyre Federal Office Bldg- Phase I	(25,000)
Municipal Complex Site Improvements	(25,000)
Traffic Signal Evaluation and Replacement-City-Wide	(25,000)
Citywide Traffic Signal Inventory	(25,000)
Ceres St Improvement	(50,000)
Traffic Calming/Upgrades	(50,000)
Capital Contingency	(8,000)

FY 07	Proposed FY08	City Council Approved	Change From Proposed	Change From FY07	% change From FY07
15.72	16.50	16.34	(0.16)	0.62	3.94%

The following summary pages are attached and should be filed with your proposed FY07 budget documents.  
 Budget Summary page 45  
 General Fund Capital Outlay Summary page 14

# GENERAL FUND BUDGET SUMMARY - FY08 TAX RATE

		DEPARTMENT REQUESTED				City Council Adopted FY08 Budget- May 21, 2007			
	FY 06/07 BUDGET	FY 07/08 Operating Budget	% Change	\$\$ Change	FY 07/08 operating Budget	% Change	\$\$ Change		
<b>OPERATING BUDGET</b>									
Municipal	14,596,083	15,285,182	4.72%	689,099	15,265,956	4.59%	669,873		
Police	7,830,154	8,367,250	6.86%	537,096	8,352,488	6.67%	522,334		
Fire	6,126,861	6,508,821	6.23%	381,960	6,500,865	6.10%	373,804		
School	32,472,916	34,384,629	5.89%	1,911,713	34,326,773	5.71%	1,853,857		
<b>Total</b>	<b>61,026,014</b>	<b>64,545,882</b>	<b>5.77%</b>	<b>3,519,868</b>	<b>64,445,882</b>	<b>5.60%</b>	<b>3,419,868</b>		
<b>NON-OPERATING EXPENSE</b>									
Tax Anticipation Note Interest	400,000	400,000	0.00%	0	400,000	0.00%	0		
Debt Service Payments	7,330,930	7,584,387	3.46%	253,457	7,584,387	3.46%	253,457		
Overlay	800,000	1,000,000	25.00%	200,000	1,000,000	25.00%	200,000		
Capital Outlay	1,200,000	1,470,000	22.50%	270,000	1,200,000	0.00%	0		
County	3,680,000	3,680,000	0.00%	0	3,680,000	-2.72%	(100,000)		
Contingency	400,000	400,000	0.00%	0	300,000	-25.00%	(100,000)		
Other General Non-Operating	1,431,442	1,348,533	-5.79%	(82,909)	1,348,533	-5.79%	(82,909)		
<b>Total</b>	<b>15,242,372</b>	<b>15,882,920</b>	<b>4.20%</b>	<b>640,548</b>	<b>15,412,920</b>	<b>1.12%</b>	<b>170,548</b>		
<b>Total Gross Budget</b>	<b>76,268,386</b>	<b>80,428,802</b>	<b>5.45%</b>	<b>4,160,416</b>	<b>79,858,802</b>	<b>4.71%</b>	<b>3,590,416</b>		
<b>REVENUES</b>									
Municipal/State	13,747,835	14,088,584	2.48%	340,749	14,088,584	2.48%	340,749		
School	3,950,000	4,437,000	12.33%	487,000	4,437,000	12.33%	487,000		
Use of Fund Balance	0	0	0.00%	0	0	0.00%	0		
Use of Reserve for property Appraisal	73,500	73,500	0.00%	0	73,500	0.00%	0		
Use of Reserve for Debt	1,500,000	1,500,000	0.00%	0	1,500,000	0.00%	0		
<b>Total</b>	<b>19,271,335</b>	<b>20,099,084</b>	<b>4.30%</b>	<b>827,749</b>	<b>20,099,084</b>	<b>4.30%</b>	<b>827,749</b>		
<b>BUDGETED PROPERTY TAX LEVY</b>	<b>56,997,051</b>	<b>60,329,718</b>	<b>5.85%</b>	<b>3,332,667</b>	<b>59,759,718</b>	<b>4.85%</b>	<b>2,762,667</b>		
<b>Total Property Tax Commitment</b>	<b>57,028,634</b>	<b>60,329,718</b>	<b>5.79%</b>	<b>3,301,084</b>	<b>59,759,718</b>	<b>4.79%</b>	<b>2,731,084</b>		
War Service Credits	507,700	507,700	0.00%	0	507,700	0.00%	0		
Adequate Education Formula	(8,560,475)	(8,336,956)	-2.61%	223,519	(8,336,956)	-2.61%	223,519		
State Education Tax	8,560,475	8,336,956	-2.61%	(223,519)	8,336,956	-2.61%	(223,519)		
<b>Total Property Taxes Assessed</b>	<b>57,536,334</b>	<b>60,837,418</b>	<b>5.74%</b>	<b>3,301,084</b>	<b>60,267,418</b>	<b>4.75%</b>	<b>2,731,084</b>		
Taxes Due State	0	0	0.00%	0	0	0.00%	0		
<b>ASSESSED VALUATION WITH UTILITIES</b>	<b>3,680,472,581</b>	<b>3,705,472,581</b>	<b>0.68%</b>	<b>25,000,000</b>	<b>3,705,472,581</b>	<b>0.68%</b>	<b>25,000,000</b>		
<b>ASSESSED VALUATION NO UTILITIES</b>	<b>3,547,403,779</b>	<b>3,572,403,779</b>	<b>0.70%</b>	<b>25,000,000</b>	<b>3,572,403,779</b>	<b>0.70%</b>	<b>25,000,000</b>		
<b>MUNICIPAL TAX RATE</b>	<b>12.43</b>	<b>13.18</b>	<b>6.00%</b>	<b>0.75</b>	<b>13.05</b>	<b>5.02%</b>	<b>0.62</b>		
<b>COUNTY TAX RATE</b>	<b>0.88</b>	<b>0.99</b>	<b>12.86%</b>	<b>0.11</b>	<b>0.96</b>	<b>9.09%</b>	<b>0.08</b>		
<b>STATE EDUCATION TAX RATE</b>	<b>2.41</b>	<b>2.33</b>	<b>-3.17%</b>	<b>(0.08)</b>	<b>2.33</b>	<b>-3.17%</b>	<b>(0.08)</b>		
<b>COMBINED TAX RATE</b>	<b>15.72</b>	<b>16.50</b>	<b>4.97%</b>	<b>0.78</b>	<b>16.34</b>	<b>3.94%</b>	<b>0.62</b>		