



2014 Tax Budget

Public Hearing
July 1, 2013
6:30 p.m.

What is the purpose of the Tax Budget?

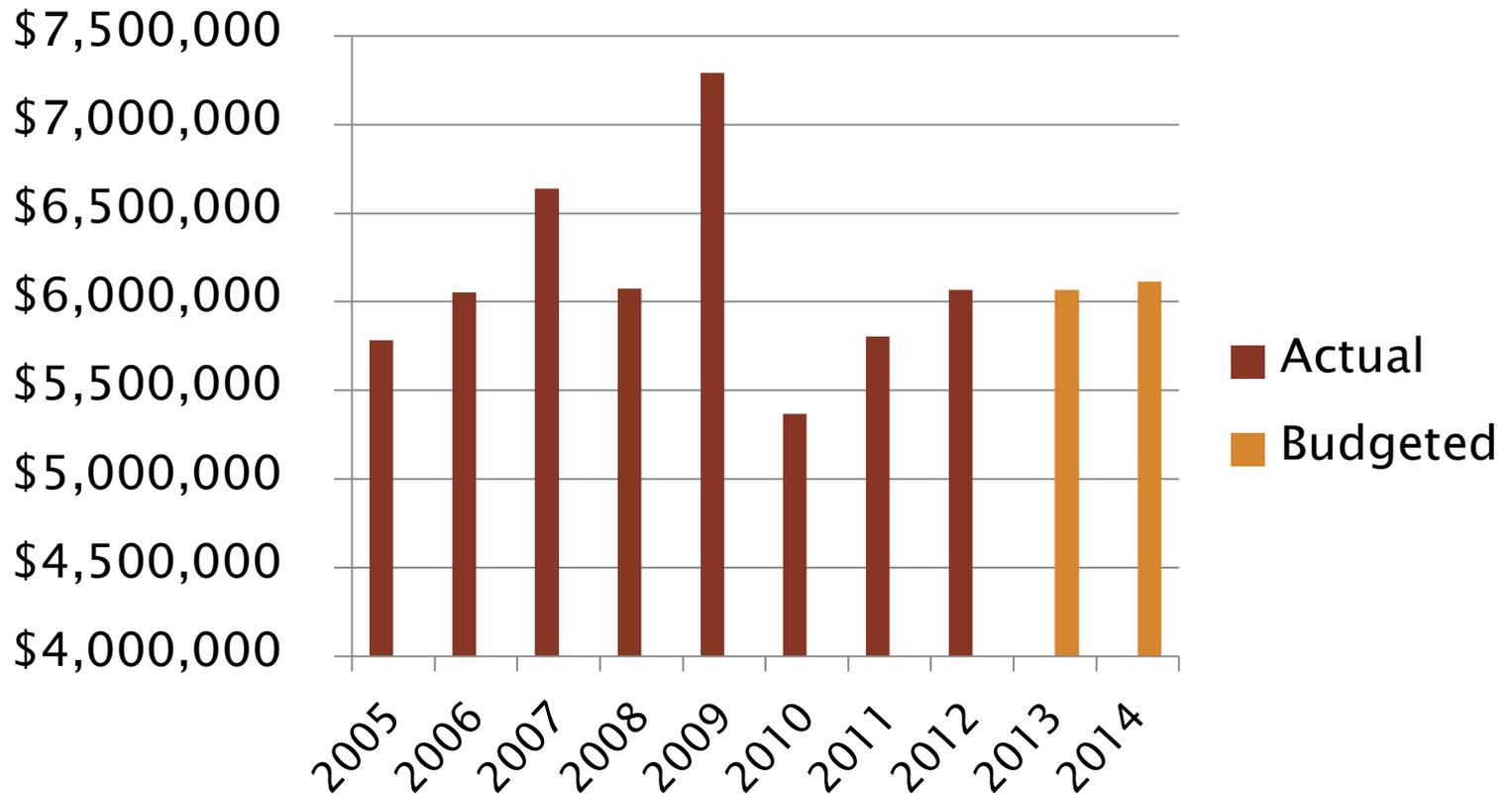
- ▶ ORC Section 5705.28
 - States that on or before July 15th of each year, the taxing authority of each subdivision must adopt a tax budget for the succeeding fiscal year.
- ▶ ORC Section 5705.30
 - States that the taxing authority shall hold at least one public hearing on the tax budget
 - States that after adoption, the tax budget shall be submitted to the county auditor on or before July 20th. Because July 20th is a Saturday, the required date for submission this year is July 22nd.

What is the purpose of the Tax Budget?

- ▶ To estimate the revenue the City expects to receive from all sources during the next fiscal year.
 - Income Taxes
 - Property Taxes
 - Grants
 - Fines and Fees
 - Debt Issuances
 - Miscellaneous Sources
- ▶ To set the limitation of appropriations for the next fiscal year.
 - Appropriations must not exceed estimated resources (estimated revenues plus carryover fund balances at year end)
- ▶ To allow the County Budget Commission to adjust tax levies as required by law.

2014 Tax Budget

▶ General Fund Revenue



2014 Tax Budget

- ▶ General Fund Revenue (cont'd)
 - Income Tax revenue is projected to increase 2.5% over actual 2012 collections.
 - Total General Fund Revenue is projected to increase less than 1% from 2013 budgeted revenue and 2012 actual revenue.
 - Increases in areas such as Income Taxes and Court Fines are offset by decreases in other areas such as Estate Taxes and Interest Earnings.

2014 Tax Budget

- ▶ General Fund Expenditures
 - Currently projected at 100% of *estimated revenue* for 2014. This does not include the unencumbered carryover balance from 2013.
 - Staffing
 - Salaries are budgeted for a 3% increase for all employees.
 - Benefits are budgeted to increase an average of 15% due to an increase in healthcare costs and changes in healthcare laws.
 - Budgeted to be fully staffed for 2014.

2014 Tax Budget

- ▶ OPWC (Issue II) Fund
 - Revenue and expenditure projections are equal to the grant amount awarded for the Gender Rd Phase III project.
- ▶ Other Special Revenue Funds
 - Revenue and expenditure projections are consistent with 2013 projections. There are no known factors affecting revenue or expenditures in these funds at this time.

2014 Tax Budget

- ▶ Water and Sewer Funds
 - Projected increase in collections due to the increase in rates that will take affect on January 1, 2014.
- ▶ Water and Sewer Connections Funds
 - Revenue increases are projected due to known construction projections that will be happening throughout the City.

2014 Tax Budget

- ▶ Capital Outlay Highlights
 - General Fund
 - Parks – \$15,000
 - Urban Forester Trees – \$30,000
 - Street Program – \$500,000
 - Alleys/Ramps/Sidewalks – \$25,000
 - Land and Buildings – \$40,000
 - OPWC (Issue II)
 - Gender Road Phase III – \$1,672,485

2014 Tax Budget

- ▶ Capital Outlay Highlights (cont'd)
 - Sewer Fund
 - Plant Upgrades – \$400,000
 - Sewer Connection Fund
 - Plant Upgrades – \$750,000
 - Sewer Rate Stabilization Fund
 - Plant Upgrades – \$600,000

2014 Tax Budget

- ▶ Capital Outlay Highlights (cont'd)
 - Other routine capital outlay expenditures included in the budget:
 - Swimming Pool
 - Truck Lease Payment (1 payment remaining on lease)
 - Water Tower Maintenance
 - Water Meters
 - Well Cleaning
 - I/I Removal

2014 Tax Budget

▶ Debt Service

- For debt paid out of the General Obligation Bond fund, transfers for principal and interest payments are budgeted from the General Fund.
- Principal and interest payments made from the Water and Sewer funds are budgeted in these funds.
- Total projected debt service payments for 2014 across all funds:

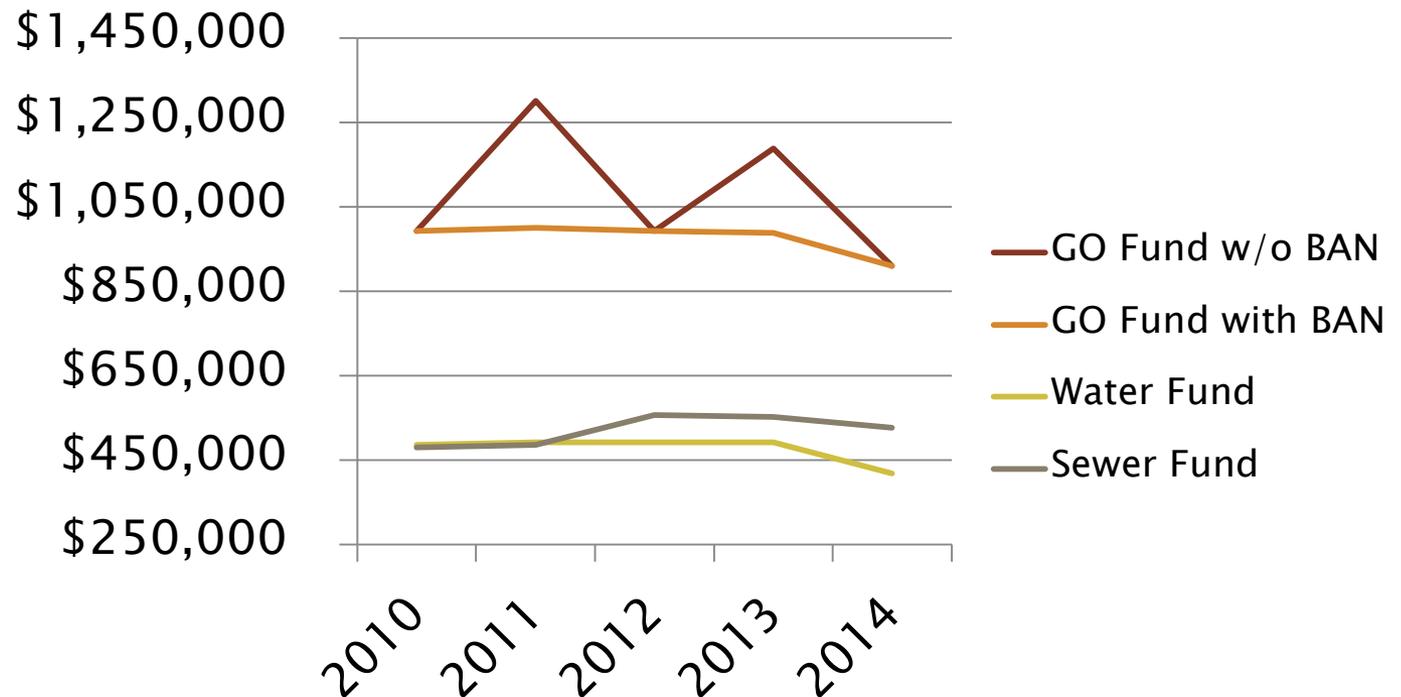
\$1,854,376

- This does not include \$1,500,000 that is budgeted for the proper accounting of the Bond Anticipation Notes.

2014 Tax Budget

▶ Debt Service (cont'd)

Interest and Principal Payments



2014 Tax Budget

- ▶ Debt Service (cont'd)
 - 2014 is the last year for payments on the following:
 - OWDA: 1 Water loan and 1 Sewer loan
 - 1994 Special Assessment Bonds
 - 2014 is projected to be the first year for payment on the following:
 - OPWC: Tank Town loan
 - Payable from the Water Fund

2014 Tax Budget

▶ Estimated Fund Balance Summary

Fund	12/31/13 Balance	Receipts	Disbursements	12/31/14 Balance
General	\$ 2,673,054.64	\$ 6,115,250.00	\$ 6,114,227.74	\$ 2,674,076.90
Street Maintenance	\$ 389,430.30	\$ 322,750.00	\$ 322,750.00	\$ 389,430.30
State Highway	\$ 30,226.02	\$ 26,250.00	\$ 42,500.00	\$ 13,976.02
Mayor's Court Tech Fund	\$ 16,388.72	\$ 6,500.00	\$ 12,000.00	\$ 10,888.72
Issue 2/ CDBG Grants	\$ 55,604.78	\$ 1,672,485.00	\$ 1,672,485.00	\$ 55,604.78
Permissive Tax	\$ 53,960.20	\$ 20,000.00	\$ 35,000.00	\$ 38,960.20
Bed Tax Fund	\$ 52,578.55	\$ 50,000.00	\$ 53,000.00	\$ 49,578.55
FEMA Grant	\$ -	\$ -	\$ -	\$ -
Interurban Project Fund	\$ 6,346.50	\$ -	\$ -	\$ 6,346.50
Diley Road PITIE Fund	\$ 402,130.76	\$ 90,000.00	\$ 1,500.00	\$ 490,630.76
GO Bonds	\$ 28,895.91	\$ 2,409,467.74	\$ 2,409,467.74	\$ 28,895.91
Water	\$ 1,166,765.43	\$ 1,307,500.00	\$ 1,384,774.86	\$ 1,089,490.57
Sewer	\$ 1,673,891.65	\$ 1,360,000.00	\$ 1,792,833.27	\$ 1,241,058.38
Water Connections	\$ 948,941.11	\$ 150,000.00	\$ 225,000.00	\$ 873,941.11
Sewer Connections	\$ 1,403,247.22	\$ 300,000.00	\$ 750,000.00	\$ 953,247.22
Sewer Rate Stability Fund	\$ 1,600,000.00	\$ -	\$ 600,000.00	\$ 1,000,000.00
Water Stability Fund	\$ -	\$ -	\$ -	\$ -
Storm Water Fund	\$ 289,533.22	\$ 214,100.00	\$ 214,100.00	\$ 289,533.22
Mayors Court Agency	\$ 385.00	\$ 165,000.00	\$ 165,000.00	\$ 385.00
Meijer Agency Fund	\$ 132,873.72	\$ 175.00	\$ -	\$ 133,048.72
Total All Funds	\$ 10,924,253.73	\$ 14,209,477.74	\$ 15,794,638.61	\$ 9,339,092.86

2014 Tax Budget

Questions?