

CITY OF LONGMONT

2011 OPERATING BUDGET



LONGMONT 2011 OPERATING BUDGET

- \$218 million – 6.2% greater than the 2010 budget of \$205.3 million.
- 38 individual funds in the budget
- Sewer Fund increased by \$10.5 million due to bonded projects
- Open Space Fund increased by over \$2.1 million due to bond projects
- Increase in overall 2011 budget over 2010 without those two funds is virtually flat at about \$13,000.

Longmont 2011 Operating Budget

➤ General Fund	\$63.1 million
➤ Public Improvement Fund	\$ 4.3 million
➤ Streets Fund	\$16.3 million
➤ Open Space Fund	\$ 5.5 million
➤ Public Safety Fund	\$ 4.7 million
➤ Electric Fund	\$55.8 million
➤ Water Fund	\$16.7 million
➤ Wastewater Fund	\$18.4 million
➤ Storm Drainage Fund	\$ 4.2 million
➤ Sanitation Fund	\$ 5.8 million

Sales & Use Tax Revenue Budget Projections

- Projections to end 2010
 - Sales Tax 2.0%
 - Use Tax (3.9%)
 - Combined 1.21%
- Projections for 2011
 - Sales Tax 3.53%
 - Use Tax (3.25%)
 - Combined 2.67%

Building Permit Revenue Estimates

➤ Projection to end 2010

- Combined 69 dwelling units

➤ Growth in 2011 budget

- Single family 32 dwelling units
- Multi family 37
- Combined 69

Property Tax Revenue Estimates

- Based on early information from the Assessor's office and anticipation of further declines in assessed valuation, the 2011 budget includes a decrease of 2.09% for property tax revenues or \$301,067.
- Preliminary AV's received August 25th indicate decline of 1.0% or \$152,540 in 2011 due to commercial, industrial and exempt properties.
- Final certifications of AV will be received in late November so further reductions are still a possibility to impact 2011 revenues.
- 2011 is a reappraisal year with likely further assessed valuation reductions to impact 2012 revenues.

General Fund Financial Policy

- The budget will balance operating expenditures with operating revenues. Fund balance will be used as a funding source in the General Fund for capital and one time expenditures only.

2011 General Fund

- In July, the gap between ongoing revenue and ongoing expense was estimated at \$1.4 million
- Council directed the allocation of the 2% sales tax between the General Fund & the Public Improvement Fund reducing gap to just over \$600,000
- Council directed staff to attempt to include a pay increase even if it meant budget cuts, but no layoffs or furloughs.

2011 General Fund Budget

- 2010 adopted General Fund budget ongoing revenues & expenses were \$57,891,401.
- 2011 adopted General Fund budget ongoing revenues & expenses are \$59,445,180.
- The 2011 General Fund budget is 2.7% or \$1,553,779 greater than 2010.

2011 General Fund Budget

2010 ongoing expenses	\$57,891,401
Reduction in ongoing expense	(\$ 661,960)
Increase in ongoing expense	<u>\$2,215,739</u>
2011 ongoing expenses	\$59,445,180

2011 General Fund Budget

Reductions in ongoing expenses

- Position reductions for \$386,267 including:
 - Police Officer
 - (.50 FTE) Evidence Technician
 - Grounds Maintenance Technician
 - (.75 FTE) Parks Ranger Technician
 - (.50 FTE) Library Page
 - Senior Library Technician
 - (.60 FTE) Library Technician
 - Museum Curator

2011 General Fund Budget

Line item reductions in ongoing expenses:

➤ Finance & Support Services	\$ 82,173
➤ Police	\$ 52,000
➤ Fire	\$ 22,694
➤ City Manager	\$ 28,000
➤ City Clerk	\$ 18,711
➤ City Council	\$ 42,000

2011 General Fund Budget

Increases in ongoing expenses:

- Collective bargaining pay increases \$ 229,316
- Step pay increases \$ 181,693
- 1% pay increase – other employees \$ 181,449
- Temporary wages \$ 97,047
- Market pay adjustments \$ 78,093

2011 General Fund Budget

Increases in ongoing expenses:

- Fleet charges \$326,803
- Health & Dental increases \$ 319,230
- Defined benefit pension increase \$146,029

2011 General Fund Budget

Increases in ongoing expenses

- Position additions for \$264,931 including:
 - Emergency Communications Technical Systems Specialist
 - Programmer Analyst
 - Systems Administrator

2011 General Fund Budget

Increases in ongoing expenses

- Increases in existing ongoing expenses to maintain service levels of \$132,227
- New ongoing expenses that are an increase to service levels of \$104,988
- New ongoing expenses that accompany budgeted one time expenses in 2011 of \$25,094

2011 General Fund Budget

Decreases in ongoing revenue:

➤ Property Tax	\$ 301,067
➤ Building permits	\$ 54,642
➤ Zoning & Hearings	\$ 20,000
➤ Telephone franchise	\$ 24,644
➤ Trash pickup in parks	\$ 261,000

2011 General Fund Budget

Increases in ongoing revenue:

➤ Sales & use tax	\$ 988,820
➤ Electric franchise	\$ 264,720
➤ Wastewater franchise	\$ 18,500
➤ Natural gas franchise	\$ 108,000
➤ Recreation fees	\$ 218,764
➤ Court fines	\$ 75,000
➤ Administrative Transfer fee	\$ 436,832

2011 General Fund Budget

Ongoing Revenues & Expenses 2010	\$57,891,401
Ongoing Revenues & Expenses 2011	<u>59,445,180</u>
Increase of 2.7%	\$ 1,553,779

Historical FTE Changes

2002 through 2011

<u>Fund</u>	<u>2002 FTE</u>	<u>2011 FTE</u>	<u>Change</u>
General	572.82	521.68	(51.14)
Electric	62.70	71.40	8.70
Water	53.80	49.95	(3.85)
Sewer	51.20	30.10	(21.10)
Street	40.88	39.70	(1.18)
Public Safety		39.38	39.38
Other Funds	70.50	76.44	5.94
Total FTE	851.90	828.65	(23.25)

2011 General Fund

New Reserve Policy Targets

TABOR reserve	5.1%	\$ 2,961,275
Emergency reserve	8%	\$ 4,631,312
Stabilization reserve	3% to 8%	\$1.7 to 4.6 m
Total reserve target	16.1% to 21.1%	\$9.3 - \$12.2m

Current Funded Reserves

TABOR reserve	5.1%	\$2,961,275
Emergency reserves	3.2%	1,874,881
Total Funded Reserves	8.3%	\$4,836,156

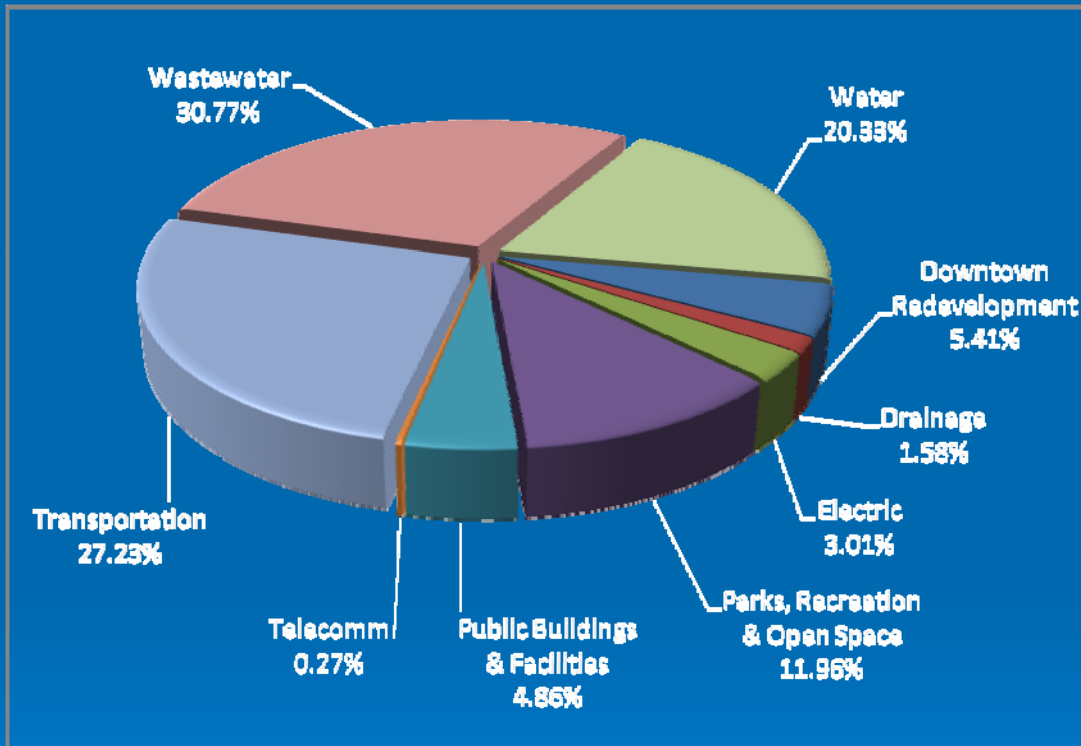
2011 Budget Fee increases

- Golf fees to increase \$1 per nine holes.
- Wastewater fees will increase 7% in 2011.
- Electric rates are proposed to increase 7.5% in 2011.

2011-2015 Capital Improvement Program

	millions of \$
Downtown Redevelopment	3.232
Drainage	3.690
Electric	4.977
Parks, Recreation & Open Space	15.809
Public Buildings & Facilities	9.914
Telecommunications	0.140
Transportation	39.436
Wastewater	17.726
Water	38.508
Total 11-15 CIP	133.433

2011 CIP Budget

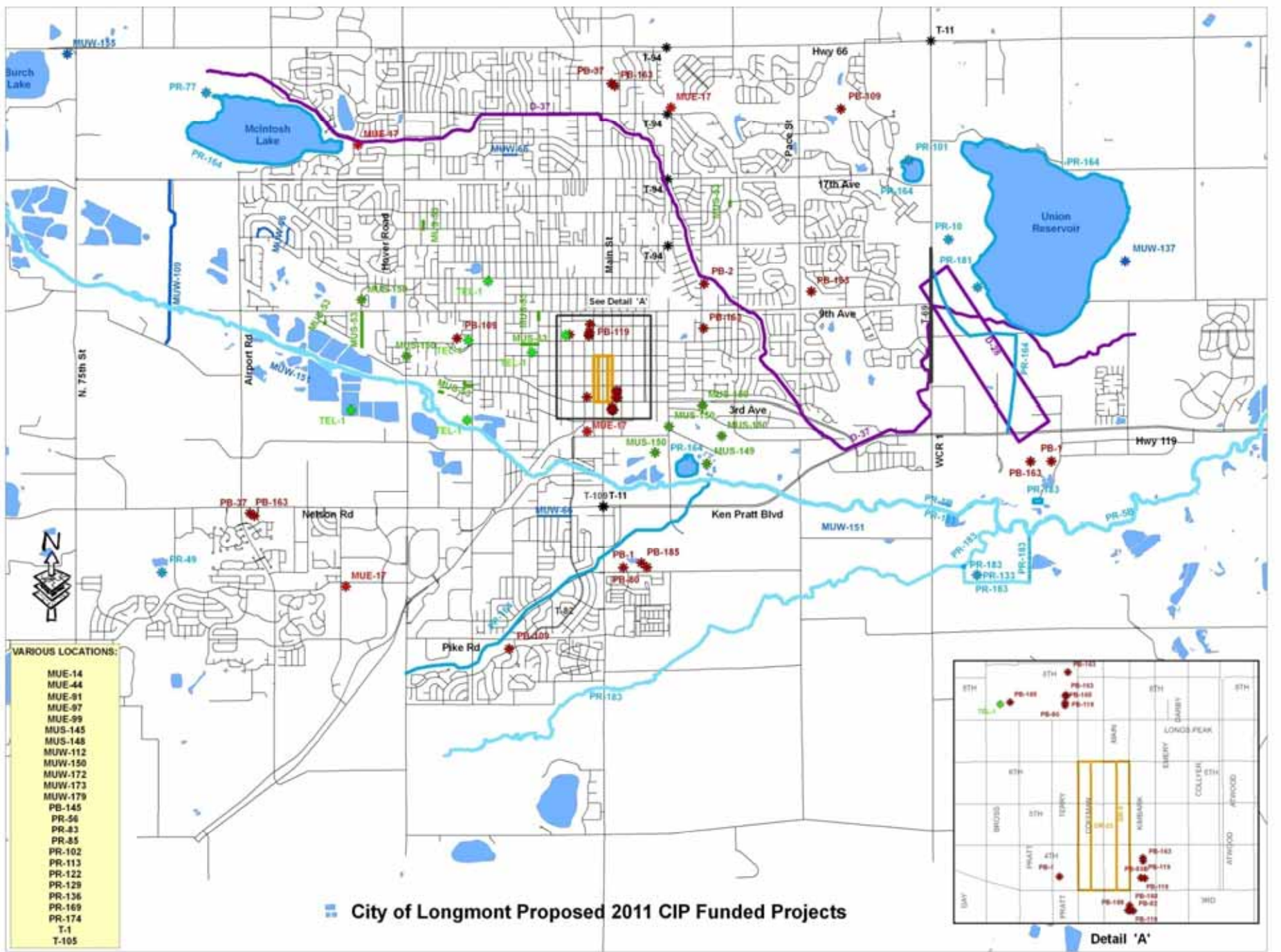


	millions of \$
Downtown Redevelopment	1.825
Drainage	0.532
Electric	1.014
Parks, Recreation & Open Space	4.034
Public Buildings & Facilities	1.638
Telecommunications	0.090
Transportation	9.187
Wastewater	10.382
Water	6.858
Total 2011 CIP Budget	35.560

2011 CIP Budget

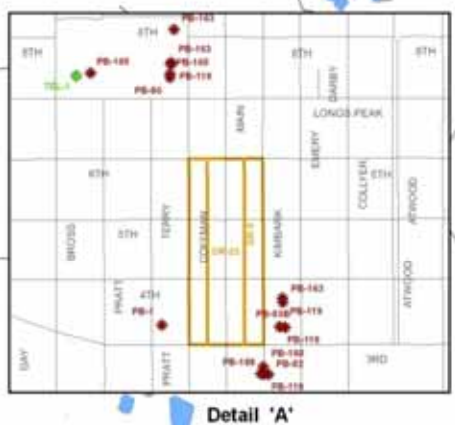
➤ Major projects in 2011

- Downtown Alley Improvements, \$1.75 m
- Wastewater Treatment Master Plan Improvements, \$10.0 m
- Clover Basin Water Transmission Line, \$2.69 m
- North St. Vrain Pipeline Replacement, \$1.11 m
- Open Space Acquisition Program, \$2.24 m
- Street Rehabilitation Program, \$4.25 m
- Transportation System Management Program, \$1.0 m
- County Line Road Improvements, Phase 2, \$3.54 m



- VARIOUS LOCATIONS:**
- MUE-14
 - MUE-44
 - MUE-91
 - MUE-97
 - MUE-99
 - MUS-145
 - MUS-148
 - MUS-112
 - MUS-150
 - MUS-172
 - MUS-173
 - MUS-179
 - PB-145
 - PB-56
 - PR-83
 - PR-85
 - PR-102
 - PR-113
 - PR-122
 - PR-129
 - PR-136
 - PR-169
 - PR-174
 - T-1
 - T-105

City of Longmont Proposed 2011 CIP Funded Projects



Detail 'A'