

**SUMMARY OF APPROVED AND PROJECTED BUDGET
CITY OF GAYLORD, OTSEGO COUNTY, MICHIGAN
GENERAL FUND
APPROVED FY 2017/2018 AND
PROJECTED F/Y 2018/2019**

REVENUES

<u>GENERAL FUND</u>	<u>APPROVED 2017/2018</u>	<u>PROJECTED 2018/2019</u>
Property Taxes, Administration Fee, Penalties and Interest (Less Allowance for Tax Tribunals and Owed to Townships for Revenue Sharing Agreements	2,369,200	2,390,000
Permits & License Fees	7,000	7,000
State Revenues (Statutory, Constitutional, Shared Liquor, Local Stabilization Act)	429,371	425,000
Royalties	2,000	2,000
Cemetery Operations	14,000	13,000
Police Department	25,500	9,500
Parking System	2,250	2,000
Transfers from Other Funds	40,137	40,137
Franchisee Fees	60,000	60,000
Interest and Other Sources	29,000	30,000

F/Y 2018/2019 GENERAL FUND REVENUE ASSUMPTIONS

Property Taxes are expected to increase 1% due to taxable valuation increases as well as new development within the City. State Revenue have increased over recent years due to the Local Stabilization Act and payments for lost Personal Property Tax levies. Remaining projected revenues are estimated to remain "flat" during fiscal year 2018/2018, with little new revenue sources anticipated. Revenues for Cemetery Operations have decreased due to an increase in cremation burials, as opposed to full burials as was the standard 10 years ago. Parking system revenues continue to decline due to lack of personnel and associated budget constraints associated with hiring new employees to enforce parking in the City. Simply a "cost vs. benefit" decision. Transfers from Other Funds is expected to increase due to a transfer from the DDA to the City to offset the cost of administrative expenses for the DDA. Revenue from other sources has increased due to the new construction and capturing of engineering expenses for these new projects. Interest income from investments has increased slightly going from almost nothing over the last several years.

EXPENDITURES

<u>GENERAL FUND</u>	<u>APPROVED 2017/2018</u>	<u>PROJECTED 2018/2019</u>
City Council	30,350	31,000
City Manager	66,160	68,000
Elections	12,050	15,000
Auditing	16,000	23,000
Assessing	67,500	77,000

City Attorney/Legal Services	40,000	40,000
City Clerk	44,712	46,000
	APPROVED	PROJECTED
<u>GENERAL FUND EXPENDITURES</u>	<u>2017/2018</u>	<u>2018/2019</u>
Board of Review	2,380	2,700
Administrative Supplies	34,000	35,000
City Treasurer	42,078	43,500
City Hall and Grounds	54,480	44,500
Other City Property	160,936	171,000
Cemetery Operations	93,282	95,500
City Police Department	1,335,836	1,400,000
Fire Services	62,783	63,000
Planning Commission	10,850	12,500
Department of Public Works	268,824	275,000
Sidewalk Fund	31,036	35,600
DDA District	64,610	65,000
Curbside Recycling	106,544	107,500
Street Lighting	100,324	100,000
Parking System	116,788	117,000
Parks and Recreation	68,902	70,000
Liability and Property Insurance, Employee Bonds	16,500	16,500
General Administration	58,334	60,000
Health Insurance Premiums, Retiree Portion	28,800	30,900
Promotional	80,996	82,000
Transfers to Other Funds	88,569	90,000

F/Y 2018/2019 GENERAL FUND EXPENDITURE ASSUMPTIONS

In F/Y 2018/2019 overall expenditures in General Fund are projected to remain flat or increase slightly. Personnel has increased slightly, but is still 7 full time employees from 2007. We anticipate an increase in the Assessor's department due to the retiring of our Assessor and the need to train a new Assessor while contracting the assessing responsibilities to an outside firm. The City continues to bid out audit and insurance coverage in order to maintain costs in these expenses. Transfers to Other Funds continue to increase due to continued reduction of Act 51 monies to maintain Local Streets, which equates to Local Streets continued reliance on General Fund for financial support. To date during the fall of 2017 the City had little snowfall relieving the need for additional maintenance from the Department of Public Works in order to keep the City local street system in a safe condition for residents and other travelers within our corporate limits. As the City is only a few months into the current fiscal year, City Staff will continue to monitor all expenses and these budget projects may be revised at the time the 2018/2019 Annual Budget is drafted.

SUMMARY OF LONG TERM DEBT
CITY OF GAYLORD, OTSEGO COUNTY, MICHIGAN
F/Y 2017/2018

Description	Funding Source	Principal Outstanding 6/30/17	Debt Service Requirements 2017/2018	
			Principal	Interest
2013 \$1,965,000 GO Debt Refinancing Issue, (WWT Plant Renovation/Industrial Park Development) Debt Retired October 2022	Wastewater Rates Lot Sales General Fund Transfer	\$1,140,000	\$245,000	\$21,266
2003 \$955,000 Edelweiss Village Special Assessment (Utility/Infrastructure Improvements) Debt Retired October 2017	Special Assessments	\$50,000	\$50,000	\$925
2008 \$250,000 Property Purchase, North Center Avenue (Blighted Area) Debt Retired October 2022	General Fund Transfer	\$140,000	\$20,000	\$6,240
2016 Installment Purchase 2016 6X4 Tandem Cab and Chassis Truck. Dump Body, and Accessories Debt Retired in June 2021	Installment Purchase	\$139,362	\$33,158	\$2,773
2015 \$5,910,000 GO Debt Refinancing Issue (WWT Plant Expansion, City Hall/DPW) Debt Retired October 2035	Wastewater Rates, GO Millage Levy,	\$5,365,000	\$585,000	\$178,250
Total		\$6,834,362	\$888,158	\$209,454

Recent Debt Retired:

1994 \$1,900,000 DDA Streetscape, Retired F/Y 2011/2012
1996 \$1,700,000 Old 27 South Utility Extension, Special Assessment District Retired F/Y 2011/2012
1997 \$195,000 Mankowski Road, Special Assessment District, Retired F/Y 2012/2013
2001 \$900,000 DDA Streetscape, Retired F/Y 2011/2012
2003 \$610,000 Edelweiss City, Retired F/Y 2012/2013