



# **City of Grand Island**

**Thursday, August 15, 2013**

**Special Meeting**

## **Item -3**

### **General Fund Revenue Considerations**

**Staff Contact: Mary Lou Brown, City Administrator**

***2013-2014***  
**Budget Foundation**  
**City of Grand Island**

***REVENUE CONSIDERATIONS***

## Funding Sources

- ☛ Revenue growth of 3.9% equates to \$1,533,224
- ☛ Excess cash (appropriated, unspent) from current fiscal year of \$1,694,136

## Issues

- 🌊 A large portion of the 2013-2014 budget is funded with non-recurring revenue of \$1,694,136
- 🌊 Sustainability – a lesson learned from the economic downturn
- 🌊 Importance of programs to community should impact type of revenue funding

## Revenue Stability

**Most Stable**

**Least Stable**

Property Tax

Food & Beverage  
and  
All Other Occupation Tax

Sales Tax/Other

City Mandated to Provide Services  
Community Reliant on the City  
Quartile Rankings

**High**

**Low**

## Revenue and Expense Matching

<b>Incremental Expense</b>	<b>Revenue Continuum</b>	<b>Amount</b>
Safer Community	Prop/Occ Tax	\$ 1,011,223
MPO Implementation	Prop/Occ Tax	\$ 100,000
Public Transit Funding	Prop/Occ Tax	\$ 100,000
MSA Designation/Comparability Rules	Prop/Occ Tax	\$ 674,388
Increased Healthcare & Worker's Comp Costs	Prop/Occ Tax	\$ 840,495
Operational Growth	Occ Tax/Sales Tax/Other	\$ 636,693
Other (State Fair, Humane Society Contract, Transfers Out)	Occ Tax/Sales Tax/Other	\$ 401,000

## Funding Sources

	2013	2014	
	Forecast	Budget	Difference
Total Projected Revenue Growth	\$ 39,136,946	\$ 40,670,170	\$ 1,533,224
Property Tax Growth	6,736,334	7,088,653	352,319
Food & Beverage Growth	1,446,452	1,504,310	57,858
Other Occupation Tax Growth	2,602,617	2,628,210	25,593
Sales Tax	14,853,631	15,224,971	371,340
All Other	13,497,912	14,224,026	726,114

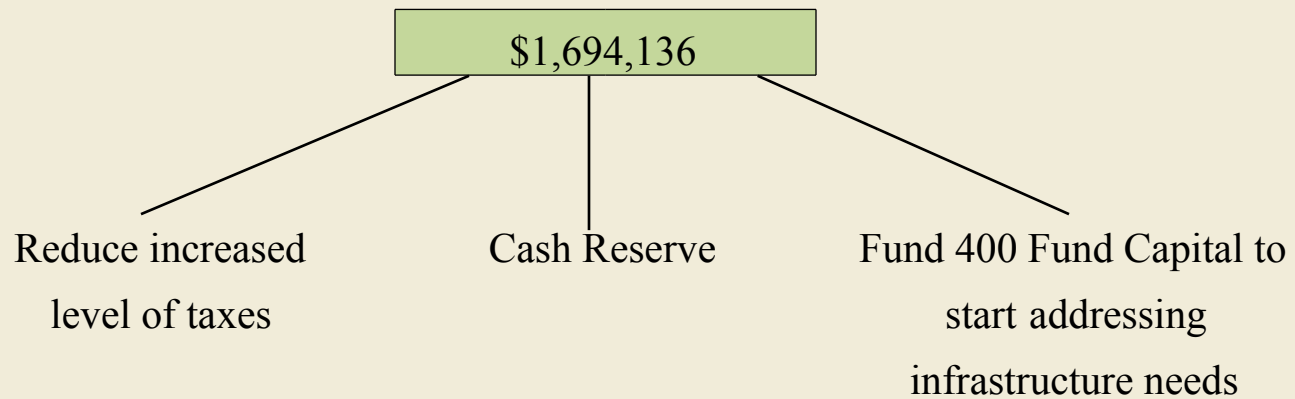
## Options for Consideration

		<b>Available Today</b>
Property Tax	Up to .474 mils, at .3241	\$ 3,848,546
Occupation Taxes		
Lodging Tax	Unlimited, at 2%	\$ - (Funds HEC)
Cell Phone Tax	Up to 6%, at 3%	\$ 500,000
Food & Beverage Tax	Unlimited, at 1.5%	\$ - (Pays fieldhouse debt)
Sales Tax	Up to 1.5%, at 1%	\$ 5,000,000

.01 mill levy equates to \$0.83 per month for owner of \$100,000 home. Today, that same owner pays \$27 per month for all city services.



**Question #1      How do we use the excess cash from 2013?**



**Question #2      What components are appropriate for an increased tax authority?**

