



# City of Grand Island

Thursday, August 21, 2014

Special Meeting - Updated

## Item -4

### Municipal Equalization Fund Revenue Discussion

Staff Contact: Jaye Monter, Finance Director

CITY OF

Grand Island

NEBRASKA

*2014-2015*  
*Public Hearing*  
**City of Grand Island & Community  
Redevelopment Authority (CRA)  
Budgets**  
*8-21-14*

CITY OF

Grand Island

NEBRASKA

# **Municipal Equalization Fund Revenue Discussion**

## **2014-2015 Proposed Budget and Future Years 8-21-14**

## Scenario 1-Baseline-8-12-14

	2016	2017	2018	2019	2020
Beginning Cash	8,067,266	6,661,757	5,801,201	4,072,138	2,864,008
Revenue	42,544,117	43,527,191	44,533,807	46,379,971	47,485,720
Personnel Services	29,640,864	30,539,090	32,063,588	33,034,496	34,034,531
Operating Expense	9,824,298	10,119,027	10,422,597	10,735,275	11,057,333
Transfers Out	1,760,000	1,760,000	1,760,000	1,760,000	1,760,000
Department Equipment	1,410,124	1,452,427	1,496,000	1,540,880	1,587,106
Debt Pymts-Library/HEC	1,314,341	517,204	520,684	517,450	522,484
<b>Total Appropriations</b>	<b>43,949,626</b>	<b>44,387,748</b>	<b>46,262,869</b>	<b>47,588,101</b>	<b>48,961,455</b>
Appropriations % Increase		1.0%	4.2%	2.9%	2.9%
Ending Cash	6,661,757	5,801,201	4,072,138	2,864,008	1,388,274
% of Expenses	17%	14%	10%	7%	3%

**Assumptions: No Tax Rate Increases**

Does not include \$1.6M Food & Beverage Occupation Tax Revenue

3% Revenue Growth in all years.

80% MEF 2016, 60% MEF 2017, 40% MEF 2018, 20% MEF 2019, MEF revenue equal to zero in 2020

6% Personnel Services Growth in 2016 & 2017, 8% increase in 2018, 2019 & 2020

No Additional Employees

3% Operating Expense Growth in all years

3% General Fund Capital Department Equipment Growth in all years

Debt payments based on existing payment schedule. No debt service mill levy required in 2019

## Scenario 2 – MEF revenue

		2016	2017	2018	2019	2020
	Beginning Cash	8,067,266	7,273,757	6,952,201	5,922,138	5,274,008
	Revenue	42,544,117	43,527,191	44,533,807	46,379,971	47,485,720
	Personnel Services	29,640,864	30,539,090	32,063,588	33,034,496	34,034,531
	Operating Expense	9,824,298	10,119,027	10,422,597	10,735,275	11,057,333
	Transfers Out	1,760,000	1,760,000	1,760,000	1,760,000	1,760,000
	Department Equipment	1,410,124	1,452,427	1,496,000	1,540,880	1,587,106
	Debt Pymts-Library/HEC	1,314,341	517,204	520,684	517,450	522,484
	<b>Total Appropriations</b>	<b>43,949,626</b>	<b>44,387,747</b>	<b>46,262,869</b>	<b>47,588,101</b>	<b>48,961,454</b>
	Ending Cash	6,661,757	6,413,201	5,223,138	4,714,008	3,798,274
Revenue Option 1	100% MEF available dollars	140,000	275,000	420,000	560,000	700,000
Revenue Option 2	Additional Mill Levy Revenue	472,000	264,000	279,000	-	-
Maintain 22%	Cash Required / (Surplus Cash)	1,408,579	1,992,585	3,424,822	4,355,341	5,421,936
	<b>Revised Ending Cash</b>	<b>7,273,757</b>	<b>6,952,201</b>	<b>5,922,138</b>	<b>5,274,008</b>	<b>4,498,274</b>
	% of Expenses	18%	17%	14%	12%	10%
	Mill Levy Increase	0.017	0.009	0.010	-	-
	Annual Increase for a \$100,000 home	\$ 17.00	\$ 9.00	\$ 10.00	\$ -	\$ -
	New Mill Levy	0.3397	0.34913	0.35887	0.35887	0.35887

# General Fund-Debt Service Fund Property Tax Proposed 2014-2015 Budget

Mill Levy	
General Fund	0.29637
Debt Service	0.02773
City Total	0.3241

- Current valuation of \$2,574,553,789
- 2015 budget valuation estimated increase of 2.5%
- Resulting in General Fund property tax revenue of \$7,820,961

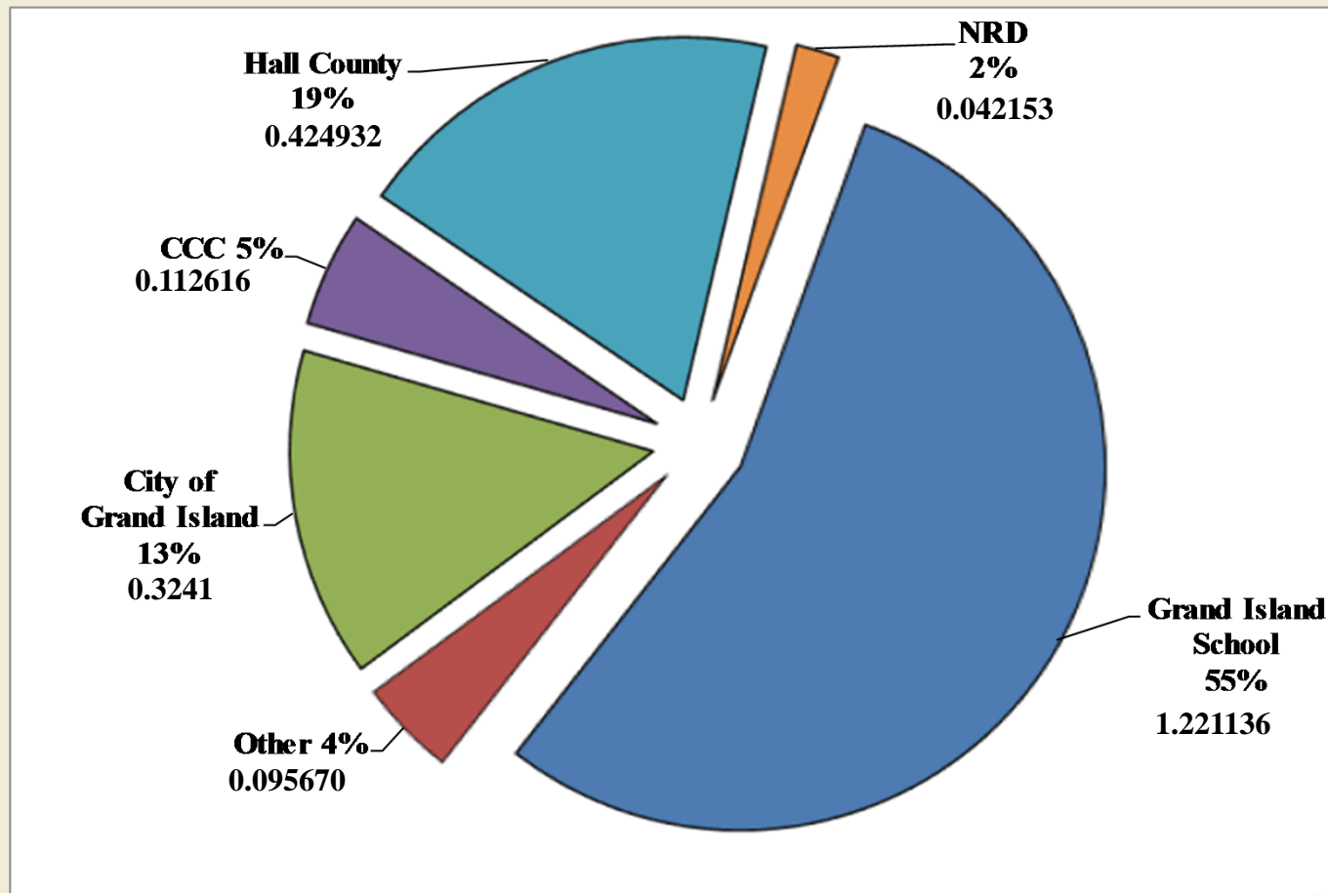
# General Fund-Debt Service Fund Property Tax Proposed 2014-2015 Budget

Mill Levy	
General Fund	0.296575
Debt Service	0.027525
City Total	0.3241

- Actual valuation of \$2,658,635,505
- 2014-2015 valuation increase of 3.3%
- Resulting in General Fund property tax revenue of \$7,884,849



## 2014 Property Tax Distribution





# Questions