

2007 BUDGET EXECUTIVE SUMMARY

- Proposed General Fund operating expenditures in 2007 are fully covered by operating revenues, thus maintaining the City's non-deficit position.
- *Proposed General Fund operating budget in 2007 is \$28,437,000, which is 8 % percent higher than 2006; and proposed General Fund operating budget is 2008 is \$29,173,000, which is 3 percent higher than 2007.*
- Maintaining General Fund reserve (ending fund balance) at 20 percent.
- There are unfunded departmental budget requests in the 2007 General Fund of \$3,382,465, in addition to unfunded staffing requests of \$976,437 for 15+ new General Fund FTE's
- Overall General Fund staffing is reduced by seven (7) positions. This is offset by the assumption of 3 FTE police officer positions previously in the Seizure (Police Investigation Fund). *Includes 2 community service officers*
- Recommended staffing in Arterial Streets and Surface Water Management is increased by 2 FTE, resulting in project savings of \$55,000 from LID 102 project, and potential overall annual project savings of \$218,000.
- Implementation of Police Guild contract provisions, and extending appropriate benefits to non-represented employees.
 - Transfer to Preferred Provider (PPO) medical plan for all non-represented employees, including 6% employee share of medical premiums, resulting in savings in 2007 of \$28,000.
 - Shift of performance-based merit pay increase up to a range of 3 to 6 percent. *Currently 1-4%*
 - Cost of living adjustment for 2007 of 95% of CPI.
- Adjustment of business license fee to \$45. ~~license~~ *Taxation \$80. Ours currently \$35*
- Implementation of new water franchise fee, equivalent to a 6% utility tax. *Avg bill is 19.21 - avg cost 54-57 cents/month*
- Introduction of U.S. Passport services.
- Police facility funding of \$12 million, with about \$7,000,000 in transfers from reserves, to be supplemented by GOB borrowing of \$5,000,000 (which results in annual debt service payment of \$385,000 in 2008).
- Parks capital funding of \$800,000 in 2007-08. *Current rent - 195K a year*