

## Summary

To: Mayor and Commissioners  
From: Micah Badana  
Subject: Fiscal Year 2014-15 Budget  
Date: 08/19/14

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**Summary:** Town Staff has provided an unbalanced second draft General Fund budget and first draft balanced enterprise funds for review and discussion of the Commission. The Total Taxable Value for the town in FY14 is \$608,845,499, which reflects a 4.37% increase over the prior year. At the meeting staff will discuss several of the budgetary hurdles the town must overcome in the coming year. Staff will also present a millage reduction scenario. Please see the attached schedules of budgetary changes for the General Fund, Water Fund, and Solid Waste Fund. The schedules are presented as revenues first, followed by expenditures.

**Previous Commission Action:** n/a

**Background/Problem Discussion:** Budgetary worksheets and other supplementary information are attached. A brief list of budgetary hurdles this year is as follows:

### Expenditure Challenges

- 6% Increases to health
- 20% general liability insurance
- 1.5% Cola
- Increase to electricity costs
- Increase to police pension fund

Staff has contemplated a millage reduction scenario, where ad valorem is reduced by a tenth of a mill. Ad valorem in both the General Fund and Infrastructure Fund are proportionally reduced. This calculation amounts to a 4.9427 millage to General Fund and a 0.984 millage to the Infrastructure Fund. Total revenue would be reduced by approximately \$48,000.

**Financial Implications:** General Fund revenue and expenditure worksheets are provided for review and discussion at the meeting.

**Recommendation:** n/a

**Proposed Motion(s):** n/a