



*City of College Place*

2018

*PRELIMINARY*

BUDGET

WORKSHOP

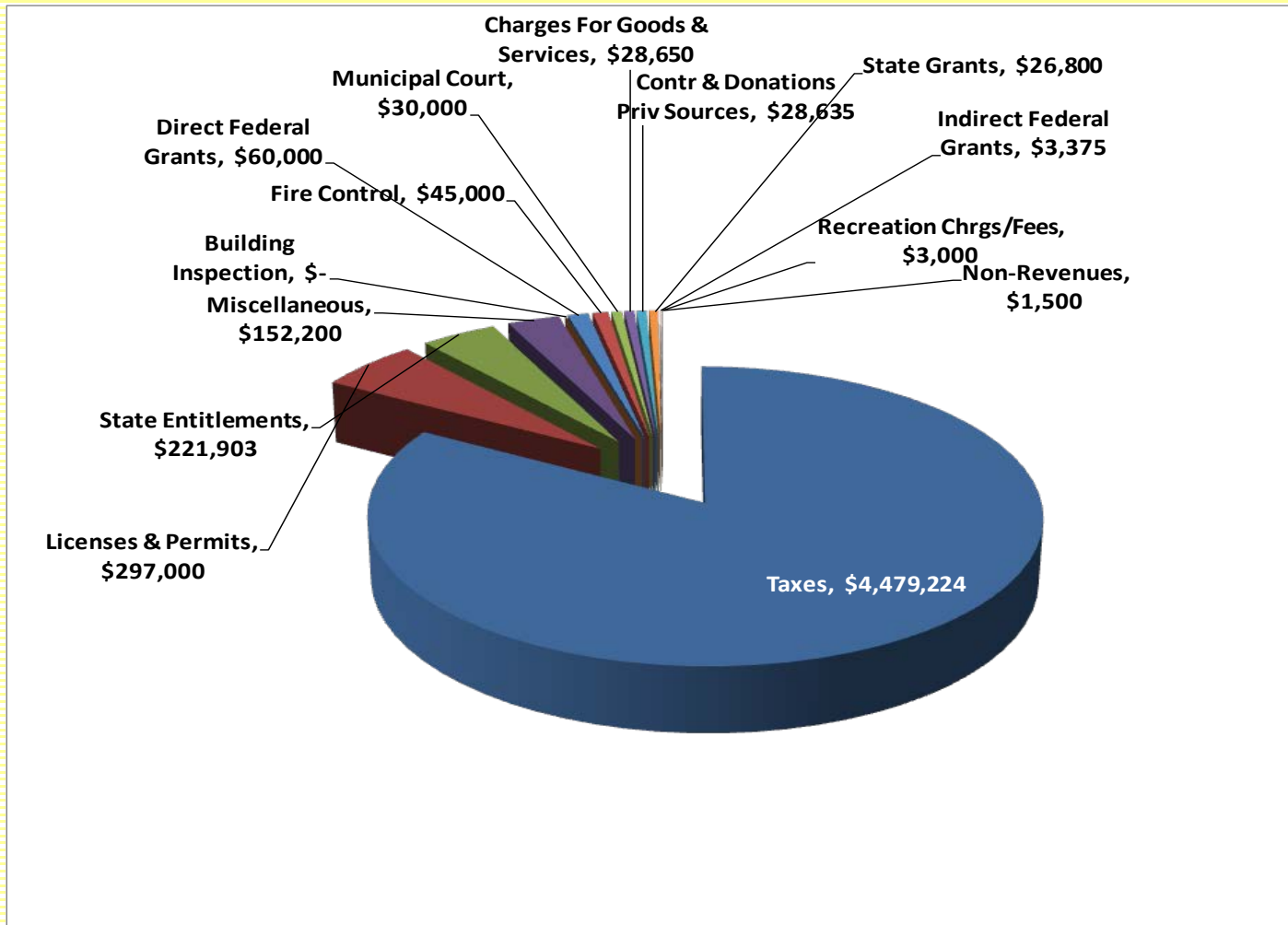
November 2, 2017

# Current Expense Fund #001

- Total Budget: \$7,557,362
- Recurring Revenues: \$5,259,777
- Recurring Expenditures: \$5,543,354
- **Deficit of (\$283,577)**
- Minimum Proposed Policy Ending Fund Balance is 20% of Recurring Revenues  
\$1,051,955
- Budgeted Ending Fund Balance:  
\$1,474,751

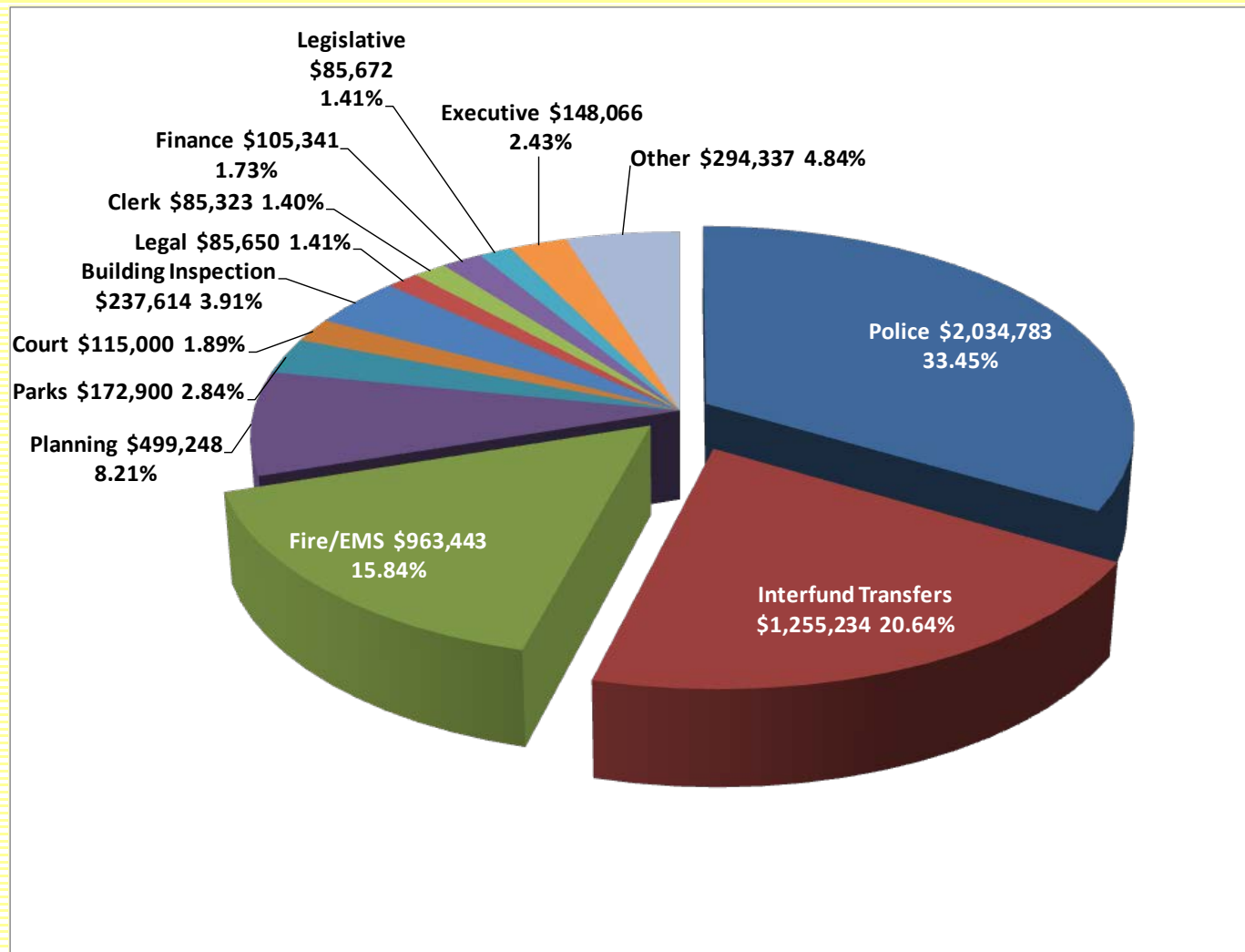


# Current Expense Fund Revenues



\*Miscellaneous consists primarily of tower rental revenue and interest income

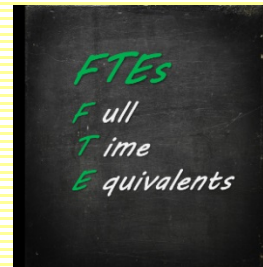
# Current Expense Fund Expenditures



Legal fees have been pulled out of departments and grouped together in this slide in order to illustrate what we have budgeted for legal for 2018. This impacts the departmental budgets in that they are slightly lower on this slide than they are in your budget report, due to being net of legal.

# Current Expense Notable Items

- \$5,000 budgeted for economic development services.
- Donations to other organizations:
  - WWII Memorial \$5,000 (2<sup>nd</sup> of 2)
  - City of WW Swimming Pool \$12,500 (2<sup>nd</sup> of 4)
- Budgeted FTEs are 35.5. Requested FTEs were 46.0.
- FTEs includes new positions:
  - Additional patrol officer
  - Administrative position for Community Development and Public Works



# Current Expense Notable Items, Cont.

- Equipment Replacement Program Transfers:
  - Fire/EMS: \$221,000 (includes \$80,000 for wildland vehicle)
  - Police: \$62,000
  - Building Inspection and Travel Vehicles: \$23,000
  - Parks: \$10,000
  - Total Current Expense Replacement Contributions: \$316,000



# Possible Solutions?

- Don't add two necessary staff or replace failing equipment
- Implement Tax on Water and Wastewater Utilities
- Transportation Benefit District Tab Tax

# Don't Add Staff and Replace Equipment

- Police staffing levels are dangerously low.
  - Need additional coverage
  - Current staff are concerned for their safety
- Community Development services are inadequate to support current and projected usage
  - Not adding administrative support may discourage developers from wanting to work with our city



# Don't Add Staff and Replace Equipment, Cont.

- Failing Fire Mobilization Equipment is unreliable and dangerous
  - Mobilization is budgeted to provide \$45,000 to CE in 2018
  - Equipment is inadequate

# Implement Tax on Water and Wastewater Utilities

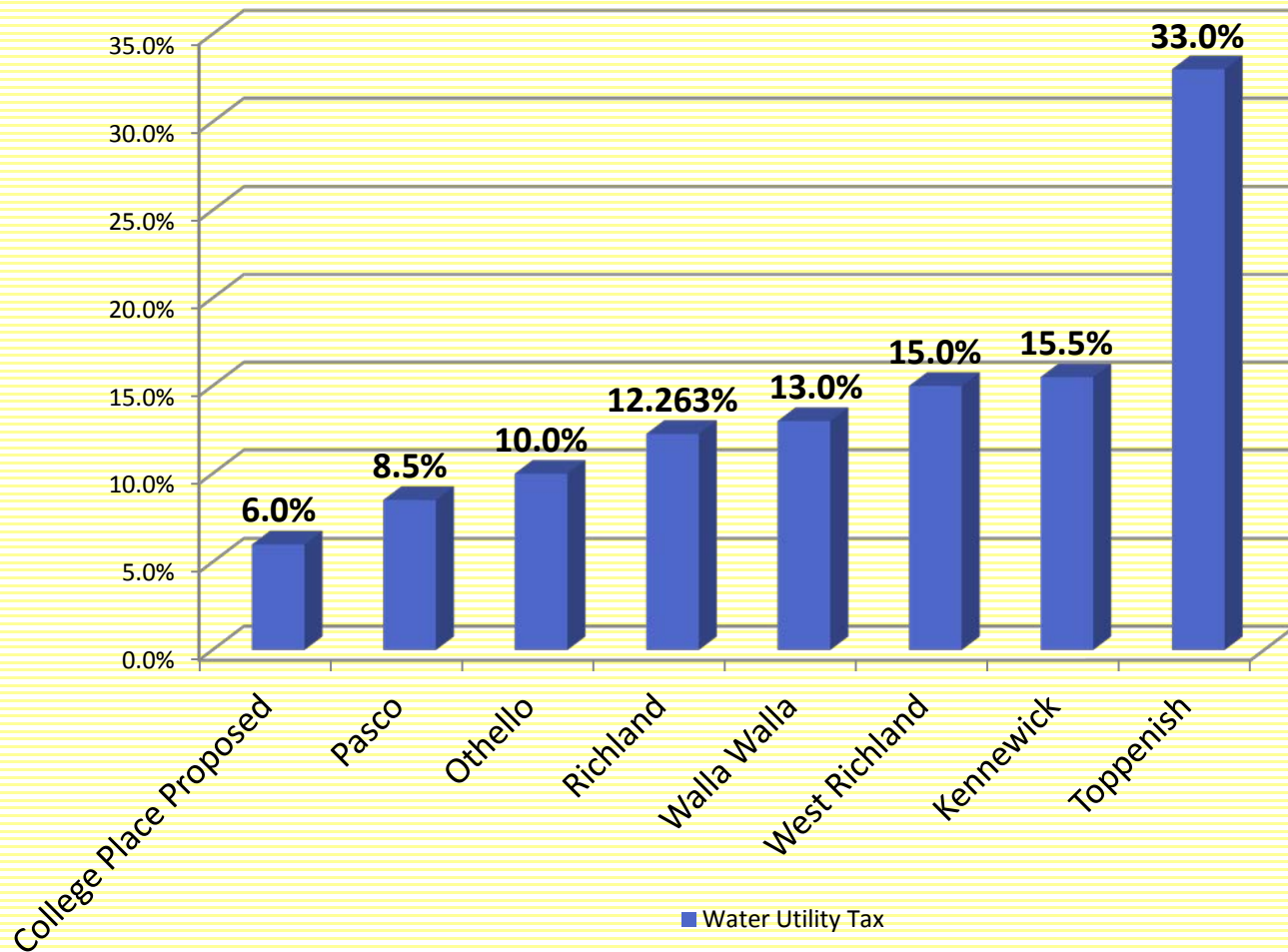
- Tax would be applied to both CP utilities and irrigation districts
- Can't estimate Consolidated Irrigation District 14 as we don't know how many of their customers are within our City Limits.
- Estimates of CP and Green Tank tax revenues would fill our budget gap.

# Implement Tax on Water and Wastewater Utilities, cont.

	<b>2018</b>
Proposed CP Water Charges	\$ 2,015,600
Proposed CP Wastewater Charges	\$ 2,640,500
<b>Total</b>	<b>\$ 4,656,100</b>
<b>Estimated Tax on CP Sales</b>	<b>\$ 279,366</b>
Greent Tank Estimated Water Sales	\$ 125,000
<b>Estimated Tax on Green Tank Sales</b>	<b>\$ 7,500</b>
<b>Total Estimated Tax CP &amp; GT</b>	<b>\$ 286,866</b>

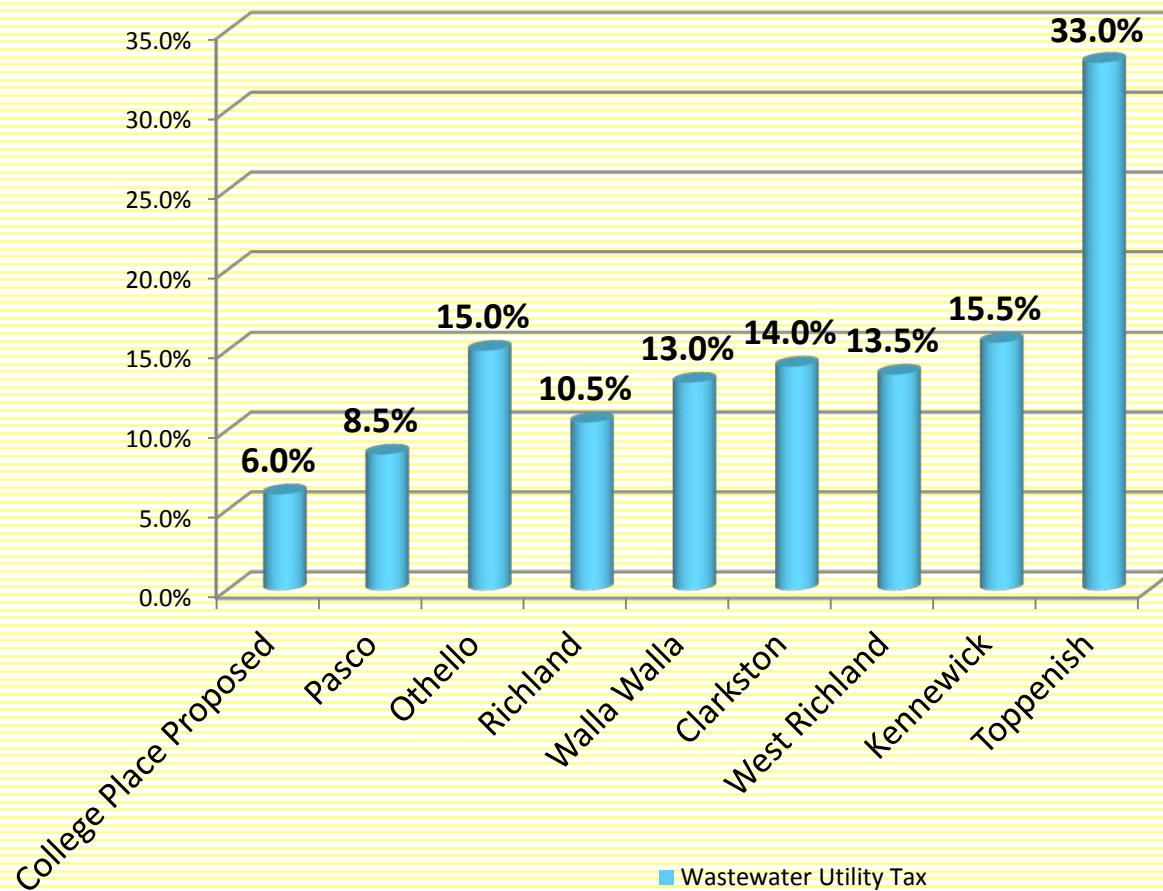
# Comparison of proposed utility tax to comparable and nearby cities

Water Utility Tax



# Comparison of proposed utility tax to comparable and nearby cities

## Wastewater Utility Tax



# Transportation Benefit District Tab Tax

- Would generate approximately \$125,000 annually for the City
- First year (2018) would only generate  $\frac{3}{4}$  of that, or \$90,000
- Unfortunately this would not adequately fill our budget gap.

# Summary

- Staff recommends adopting the utility tax.
- Utility Tax would adequately fund necessary service levels.
- TBD Tax would be inadequate.
- If we want growth and to continue to provide the services we currently have, we cannot continue as status-quo.