# FY 2013 OPERATING BUDGET OVERVIEW

City Council Work Session April 10, 2012

**Department of Budget and Evaluation** 

# Revisions to FY 2013 Recommended Budget

### 1. State Revenue

- Restoration of Library Funds, potential Judge
- Uncertain about CSA, Schools, Human Svcs

### 2. Line of Duty Expense

- Opt out of VRS plan by June 30, 2012
- Creates liability of \$2.7 million
- Start with \$450K in FY 2013, plus other funding?

## 3. Industrial Electric Cap Tax

- Proposed change from \$80 to NO Cap
- Initial Estimate was \$750,000
- Disproportional burden
- Recommend \$1,500 monthly cap
- Revised Estimate is \$200,000
- Revenue change of (\$550,000) loss

### 4. **BPOL Revenue**

- FY 2012 will be \$1.2 million higher
- Included \$1 million growth in FY 2013
- Means \$200,000 more for FY 2013
- Closes (\$550,000) gap from lower Industrial
   Electric Cap change to (\$350,000) gap

### 5. Real Estate Tax Deferral

- Change from Abatement to Deferral, Revenue savings of \$600,000 in Recommended Budget
- Current application rate is at only 51% of volume of current year
- Additional revenue savings of \$300,000
- Leaves a revenue gap of \$50,000 source to be determined

Revenue Recap

\$750,000 Industrial Electrical Revenue – No Cap

- 550,000 Change of Cap to \$1,500 per month
- + 200,000 Additional BPOL Revenue
- + 300,000 Additional Tax Deferral Revenue
- 50,000 Out of Balance TBD