



New Brighton's 2017 Budget

Purpose and Objectives

- Provide effective services to the City and its residents.
- Provide services in a cost conscious way.
 - Compare to other comparable cities
 - Compare to internal/historical benchmarks
 - Community Survey indicators
- Provide adequate funding for those services.

Summary of the 2017 Budget

- No use of reserves
- Continued reallocation of LGA
- New personnel requests
 - ▣ Parks Maintenance
 - ▣ IT
 - ▣ License Bureau
- Personnel reclassification requests
 - ▣ Administration
 - ▣ Recreation and NBCC
- New Council Budget Page
- 2017 street reconstruction
- Comprehensive Plan Update
- Community Survey

What efforts have been made to run more efficiently?

- Joint Power Arrangements for services or purchases.
 - NJPA Cooperative for Health Insurance
 - Building Inspections – New Brighton/Saint Anthony Village
 - Hazmat and Ramsey County Violent Crimes Enforcement Team
 - Ramsey County Emergency Communication Center
 - Joint Police Records Management System
 - Fuel purchasing and pump station with Saint Anthony Village
- Informal Sharing of Equipment with other agencies
- Partnerships
 - Minnesota Police Chiefs and UMCPI
 - Ramsey County Library
 - Northeast Youth and Family Services
 - Community Partners for Youth
- Creation of internal service funds
 - Fleet/Non-Fleet and Pavement Management Plans requiring no debt to fund future replacement purchases
 - Compensated Absences Fund to fund future severance payouts
 - CIP – No External Debt for Street Construction by 2025

Expense Reductions - History

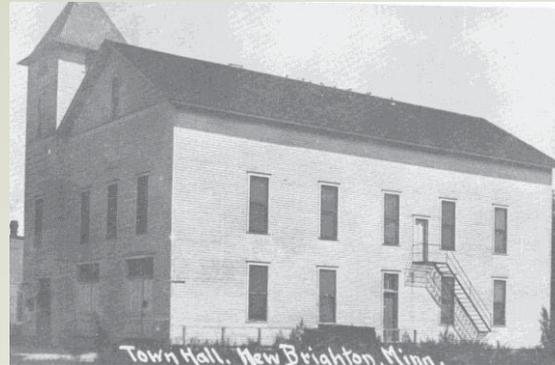


2001

Instituted
Public
Safety
Model

2009

Numerous
reorganizations,
staff vacancies
held open, labor
contracts
renegotiated,
wage freezes



2009-2014

Refinanced GO
Improvement
Debt to reduce
interest
payments

2014

Reorganization
of Leadership
Team



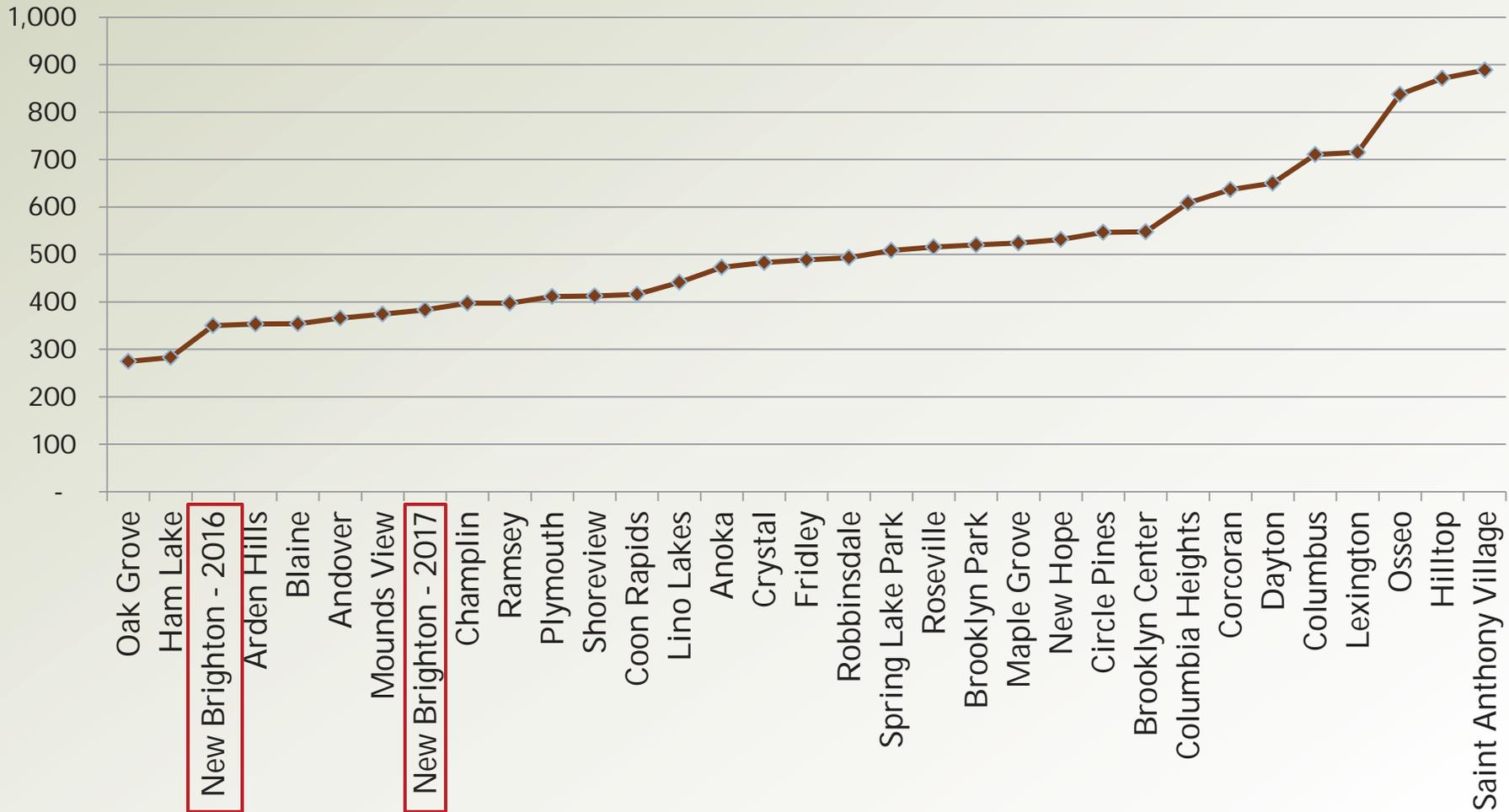
2015

Increased
insurance
deductibles
which
reduced
premium
costs

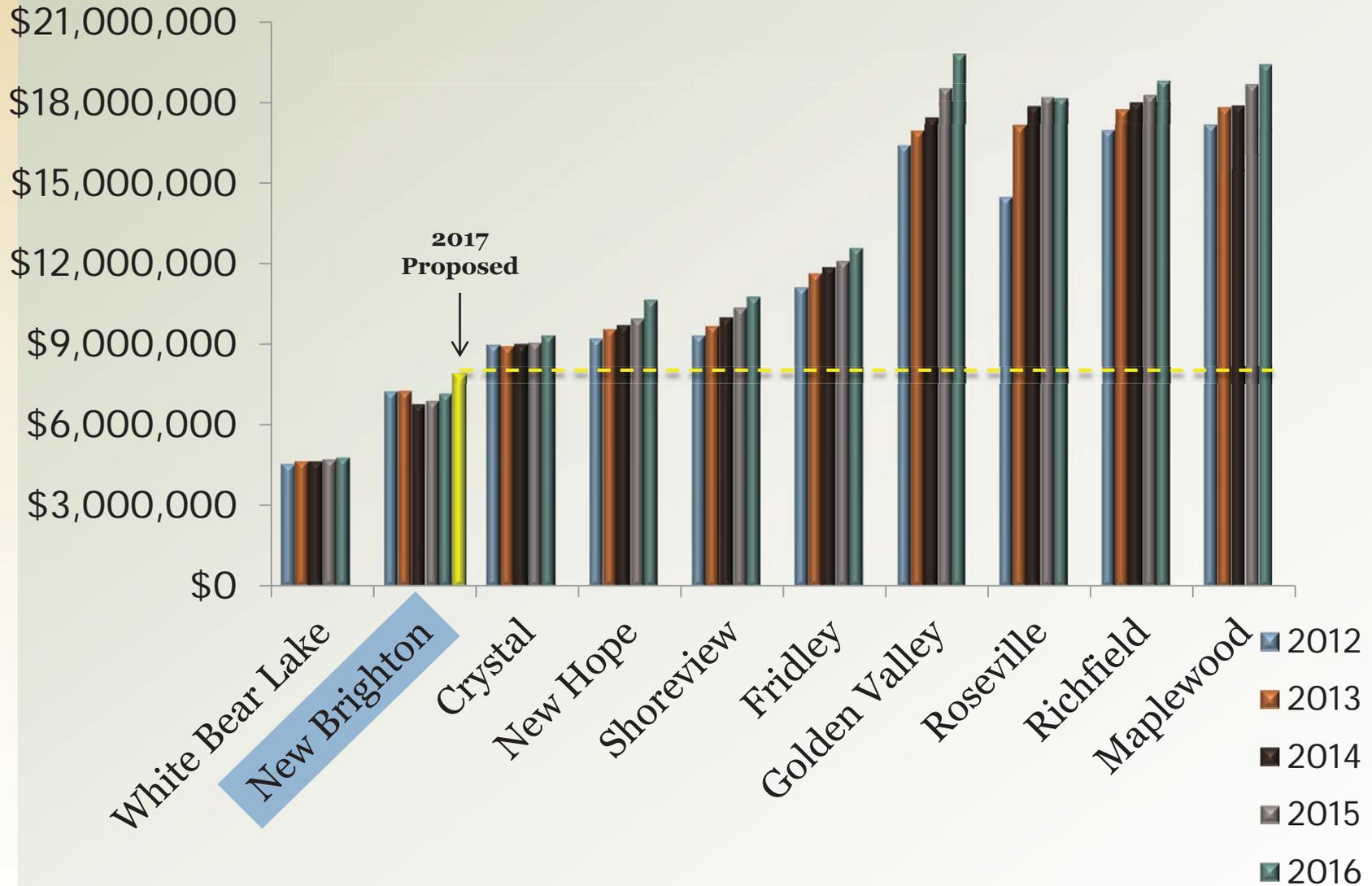
Resulted in a savings of \$1,839,000 to \$2,589,000 over 15 years

2016 North Metro Mayors Study

2016 LGA & Certified Levy Cost Per Capita



Comparable Data With 2016 Levy Amounts of 9 Comparable Cities



Department Budgets



Department Budgets

Department	Expenditures	Direct Revenue	Indirect Revenue	Property Tax Levy
Administration	1,215,600	-	363,400	\$ 852,200
Finance	900,300	401,200	160,200	338,900
Department of Community Assets and Development	2,352,000	1,555,800	249,200	547,000
Parks and Recreation	3,601,200	1,387,800	670,000	1,543,400
Public Safety	5,725,800	941,200	1,446,200	3,338,400
Transfers:				
Debt Service & Internal Loans	597,900	-	-	597,900
Golf Course Special Revenue	71,100	-	-	71,100
Capital Replacements	690,000	-	125,000	565,000
Fire Relief	46,200	-	-	46,200
				<u>\$ 7,900,100</u>

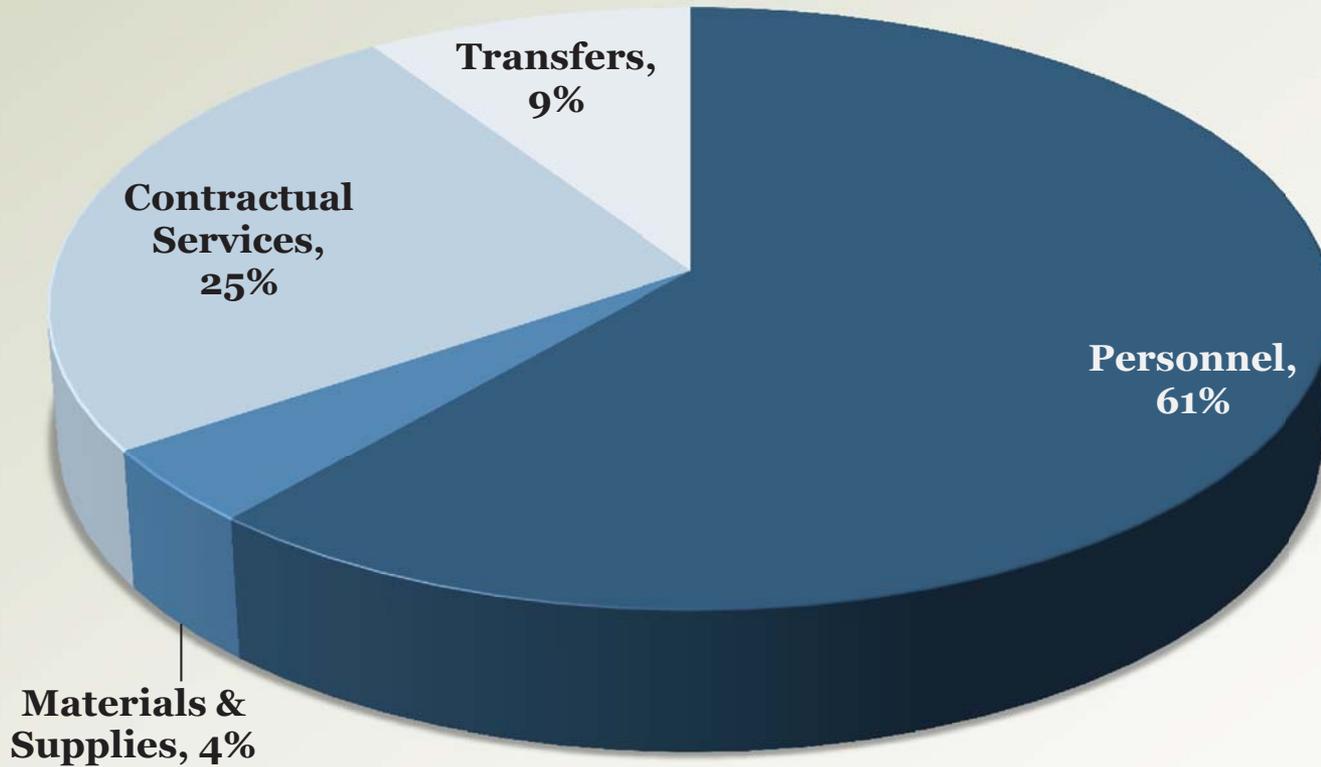
2017 General Fund Expenses

Department	2017 Budgeted Expenditures	Difference from 2016
Administration	\$1,215,600	\$74,700
Finance	\$900,300	\$103,500
Department of Community Assets and Development	\$2,352,000	\$61,300
Parks and Recreation	\$3,601,200	\$285,000
Public Safety	\$5,725,800	\$171,600
Transfers Out	\$1,405,200	\$183,100
Turnover Ratio	(\$93,500)	(\$5,500)
TOTAL	\$15,106,600	\$873,700

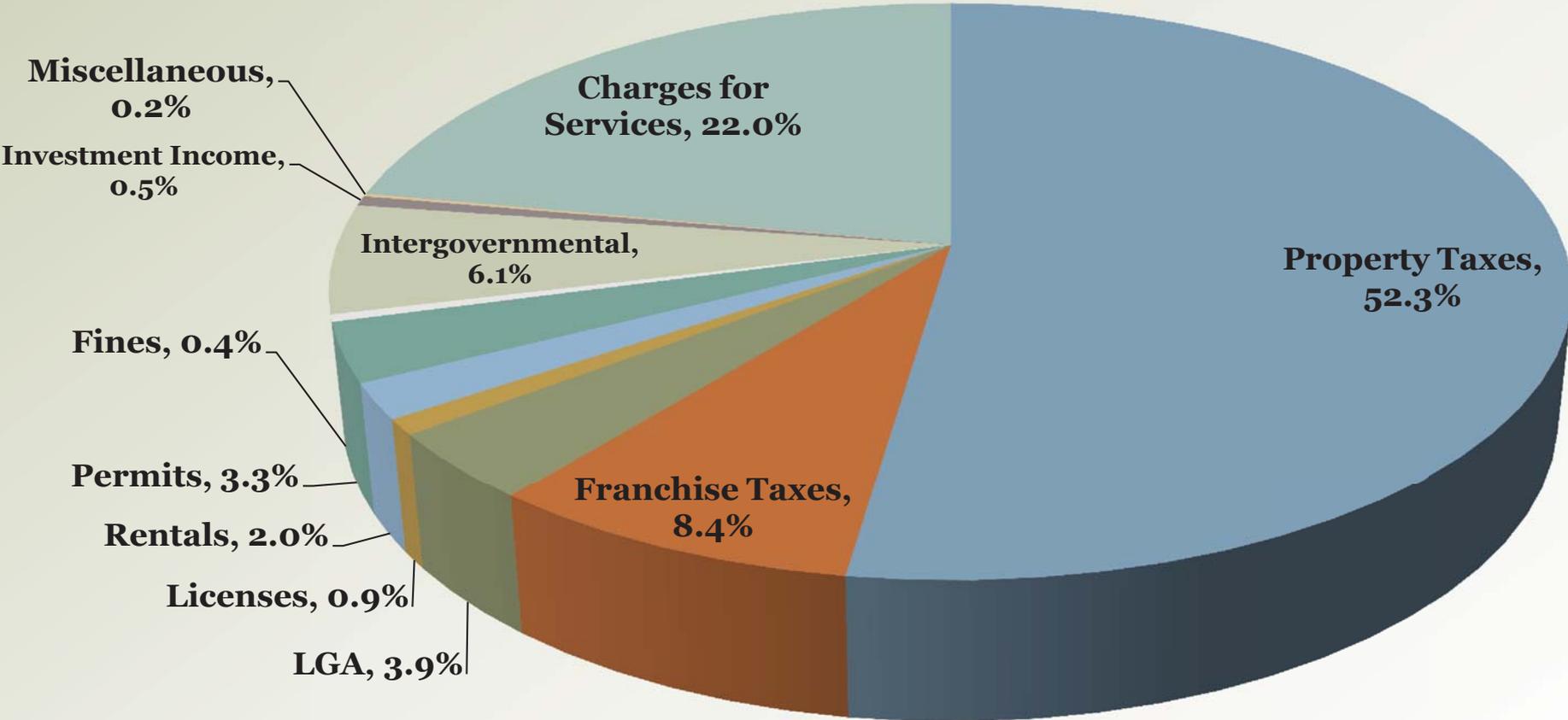
2017 General Fund Revenues

Department	2017 Budget Revenues	Difference from 2016
Property Taxes	\$7,900,100	\$708,100
Franchise Taxes	\$1,275,800	\$3,600
Licenses	\$132,600	\$8,500
Permits	\$500,000	\$0
Fines	\$60,000	\$(5,000)
Intergovernmental	\$1,507,300	\$44,600
Charges for Services	\$3,323,400	\$117,100
Investment Income	\$83,000	\$2,000
Miscellaneous	\$324,400	\$28,300
Transfers In	\$0	\$(33,500)
TOTAL	\$14,232,900	\$873,700

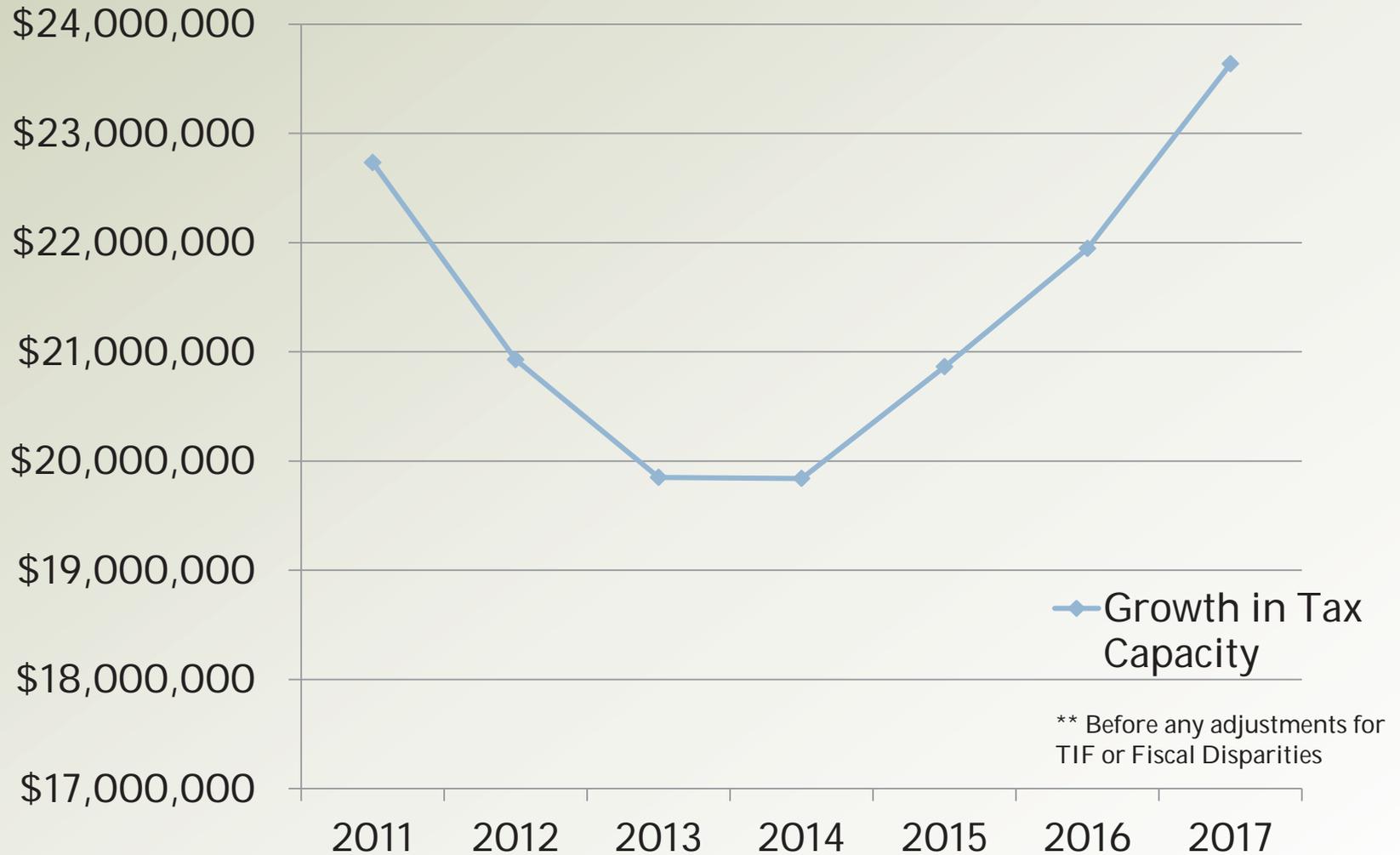
2017 Proposed General Fund Budget \$15,106,600



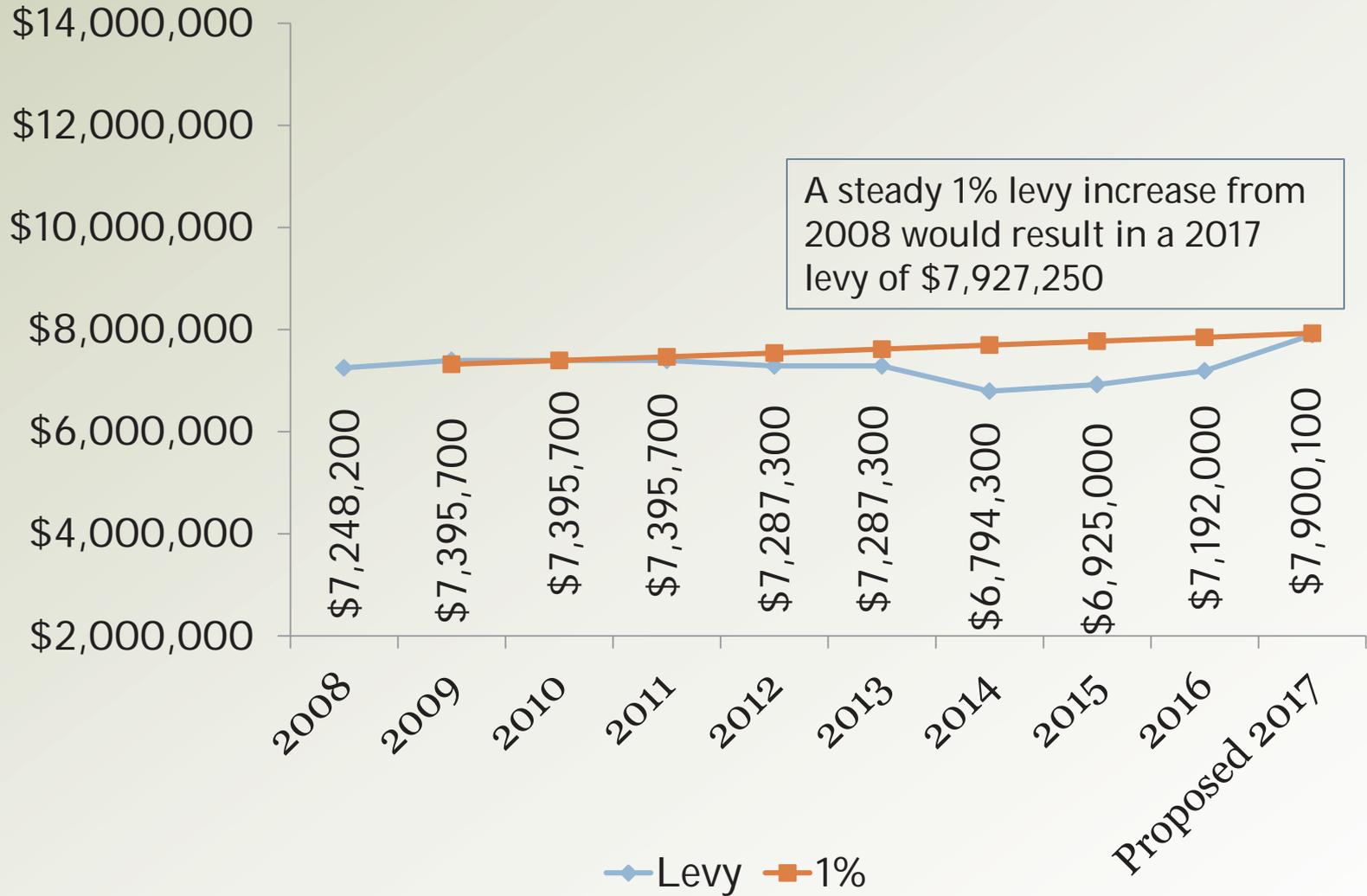
2017 Proposed General Fund Revenues \$15,106,600



Tax Base Growth



New Brighton Historical General Fund Levy With Proposed 2017



Median Valued Home City Taxes



What will the 2017 Proposed Budget Cost the Median Valued Home?

- \$772 dollars for the year
- \$45 for the year more than 2016
- \$3.75 more a month

Checkbook Register					
Number	Date	Transaction	Withdrawal	\$	
		Beginning Balance			606 70
1234	7/20	Verizon	170 00		436 70
		June Cell Phone Bill for 4 lines			
1235		Xcel	145 00		291 70
		June - Electric & Gas			
1236	7/25	Comcast	89 00		202 70
		June Cable Bill			
1237	7/25	City of New Brighton Property Tax	64 33		138 37
		June Bill for City Services			
1238	7/31	Comcast - Internet	45 33		93 04
		June Internet Bill			
1239	7/31	City of New Brighton	42 24		50 80
		June Utility Bill			
1240	7/31	CenturyLink	30 00		20 80
		June-Landline			
1241	7/31	Ace Waste	20 80		0 00
		June Trash removal			

Next Steps

- August 23 – Council Work Session
 - ▣ Further budget discussion

- September 6 – Council Work Session
 - ▣ Further budget discussion

- September 13 Council Meeting
 - ▣ 2017 Preliminary levy to be adopted

- December 6 – Truth in Taxation Meeting

- December 13 – Council Meeting
 - ▣ 2017 budget to be adopted

Recommendations

Adopt budget as presented. This budget will:

- Keeps New Brighton spending and taxation very competitive when compared to other cities.
- Funding the CIP per the agreed upon plan. This will put manageable pressure on the tax levy, but the trade off is no external debt after 2025.
- Continued reduction in operational reliance on LGA.
- Add needed personnel for administration, parks maintenance, IT, license bureau, recreation, and NBCC to right size staff to meet service demands.

What This Budget Doesn't Provide

□ Public Safety

- Increase (2) .75 FTE Public Safety Officers (PSO) to fulltime status and add (1) additional FTE Public Safety Officer (PSO) to have one dedicated PSO for all four patrol teams. (\$126,000)
- Add (1) FTE civilian to focus on public education on crime, fire, and life safety. (\$60,000)
- Add (1) FTE civilian investigative aid/criminal analyst to assist detectives with casework and serve as evidence/property custodian for the agency. (\$60,000)

What This Budget Doesn't Provide

- Parks & Recreation
 - Add (2) FTE maintenance employees (\$158,000)
 - Add (2) PPT Guest Services employees (\$45,000)
 - Pro-rated benefits for PPT employees (\$65,000 City Wide for current staff)
 - Add (1) 180-day forestry position (\$20,000)
 - Add (2) 180-day parks maintenance staff (\$40,000)

What This Budget Doesn't Provide

- Department of Community Assets & Development
 - Open to Business Fees currently funded from the Municipal Development (\$12,500)
 - Housing program for low interest loans for home improvements (No cost allocated at this time)
 - Monument signage (\$10,000 - \$50,000 each)
 - Redevelopment program to help facilitate development deals (\$50,000 annually)
 - Place making initiatives such as floral baskets, flags for light poles, fountains, artwork, landscaping, etc. (No total cost allocated at this time)
 - Median maintenance for City and County roads (\$87,300 for first year and \$70,000 after initial year)

What This Budget Doesn't Provide

- Finance & License Bureau
 - ▣ Investment tracking software (\$8,000)
 - ▣ Transfer of remaining LGA in the General Fund to the Closed Bond Fund (\$457,300)

Total Unrequested Needs **\$1,339,100**

Resources for Property Tax Relief

- State of Minnesota Property Tax Refund
 - Qualified homeowners and renters when taxes are high relative to their incomes.
 - Download a M1PR form at www.revenue.state.mn.us/Forms_and_Instructions/m1pr_15_fillin.pdf
 - Call the Minnesota Department of Revenue at **651-296-3781**

- State of Minnesota Senior Citizen Property Tax Deferral Program
 - Helps senior citizens who are having difficulty paying their property taxes.
 - Download fact sheet at www.revenue.state.mn.us/propertytax/factsheets/factsheet_07.pdf
 - Call Tax Operations Division at MN Department of Revenue **651-556-4803**

Comments/Questions