

RESOLUTION ___-2011

A RESOLUTION ESTABLISHING THE NORTH OGDEN CITY TENTATIVE BUDGET FOR THE FISCAL YEAR 2011-12.

WHEREAS, the City is required to adopt a tentative operating budget for each fiscal year; and

WHEREAS, the approved tentative budget will be available for review by the public in the City Recorders Office; and

WHEREAS, the City Council will hold a public hearing to take public comment regarding the final budget on May 24, 2011, whereas all persons will be heard, for or against the budget; and

WHEREAS, the City Council will consider adopting the Final Budget on June 14, 2011; and

WHEREAS, the City Council hereby finds this action to be in the best interest of the public's health, safety and general welfare.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY OF NORTH OGDEN, STATE OF UTAH AS FOLLOW:

Section 1. The City council hereby adopts the Tentative Budget for Fiscal Year 2011-12. The details of this budget are more specifically outlined in the document entitled "North Ogden City Adopted Tentative Budget, Fiscal Year 2011-2012" as incorporated herein, and established as the Fiscal Year 2010-11 Tentative budget.

Section 2. Severability. If any section, part, or provision of this Resolution is held invalid, or unenforceable, such invalidity or unenforceability shall not affect any other portion of this Resolution, and all sections, parts, and provisions of the Resolution shall be severable.

Section 3. Effective Date. This Resolution shall become effective immediately upon its passage.

PASSED AND ADOPTED BY THE CITY COUNCIL OF THE CITY OF NORTH OGDEN, STATE OF UTAH, ON THIS 10TH DAY OF MAY, 2011.

NORTH OGDEN CITY

Mayor

NORTH OGDEN CITY
MEMORANDUM

TO: MAYOR AND CITY COUNCIL
FROM: DEBBIE CARDENAS, FINANCE DIRECTOR
SUBJECT: F/Y 2011-2012 TENTATIVE BUDGET
DATE: 5/5/2011

The attached Tentative Budget reflects the following highlights:

➤ Initial Major Cuts include the following

Bicentennial Sign	\$ 10,000
One ton truck	\$ 40,000
Merit Performance Pay	\$ 25,000
Recording & Sound System	\$ 5,000
Map Storage	\$ 1,000
(1) New Officer	\$ 62,000
(2) New Police Vehicles & Equip	\$ 68,202
PT Employee (parks)	\$ 8,000
Architectural Software	\$ 5,000
Generator for Buildings	\$ 13,000
Pool Mushroom	\$ 7,000
Council Ipads	\$ 6,300
Peak Software	\$ 10,000
New Plotter	\$ 8,500
Additional Street projects	<u>\$100,000</u>
Total Initial Cuts	<u>\$369,002</u>

➤ Changes made at the Budget Retreat include the following:

Movies in the Park	\$ 5,600
Amphitheatre	\$ 500
Talent Programs	\$ 1,000
Sterling Codifiers	\$18,000
Council Travel & Training	\$ 3,000
Council 10% Wage Cut	\$ 2,563
Council Raises	\$ 9,175
(1) Officer from current year	\$26,894
Start New Attorney	(\$21,994)
Economic Development	(\$ 2,500)
Increase in Computer Support	(\$ 3,300)
Add back Cherry Days	<u>(\$10,000)</u>
Total Retreat Changes	<u>\$ 28,938</u>

➤ The Queen Pageant, Little Miss, Movies in the Park have been cut. There is \$10,000 for Cherry Days to fund the parade and festivities. There is no funding for fire-works or entertainment as agreed to by the Council.

➤ Post Retreat Cut include the following:

Travel and Training	(28,851)
<u>4/10 Schedule Estimated Savings</u>	
Fuel	(6,540)
Utilities	(5,274)
Cut one part-timer hrs from 29 to 20 hrs per week	(5,850)
Queen Pageant	(9,000)
Little Miss	(4,000)
Eliminate movies in the park completely	(4,100)
Cut MUDCO Upgrade	(4,800)
Rental Equipment for the Parks	(1,000)
Christmas Lights	(1,000)
Court phone expense	(400)
Court Warrants	(1,500)
Non-Dept Unemployment	(6,900)
Inspections	(600)
Elections	(1,000)
Cuts	(80,215)

➤ An estimated 8% decrease in General Fund revenues as compared to estimated year-end figures and a 4% increase as compared to last year's budget. Part of the decrease comes from Charges for Services which is where the building fees are located. Much of the decrease comes from the \$561,053 decrease in the use of Fund Balance Appropriations. Last year we budgeted to use \$873,075, this year we are budgeting \$312,022. This leaves an estimated General Fund balance at \$401,648 or 7.33%.

➤ This budget reflects an estimated 7% decrease in General Fund expenditures as compared to estimated year-end figures and an 8% decrease as compared to last year's budget.

➤ There is a 3.5% increase in health insurance, a 10% increase in dental insurance, a 1.11% increase in the URS contribution rates and a 15% increase in STD/LTD Insurance.

➤ There is one new police officer, plus equipment.

➤ Equipment purchases in the general fund include 5 new PC's, a server upgrade, server software and licenses. It also includes new tables and umbrellas for the Aquatic Center.

➤ The Water Fund will be using \$530,893 from the fund balance, the Sewer Fund will be using \$282,668 from fund balance, the Storm Sewer Fund will be using \$172,587 from fund balance and Solid Waste Fund will use none.

- There is an 18% or \$121,876 increase in the cost to Central Weber Sewer District.
- There is NO cost of living adjustment, COLA
- There is NO projected increase in property taxes.
- There has been a request to consider cutting the City's insurance contribution to 80%. This is equivalent to \$51,729. Although this saves the City 10% the impact to the employees is significant. They are already absorbing their 10% portion of the 3.5% increase in health and the 10% increase in dental. If the City changed to 80/20, 3% of the employees would see a 6% pay cut, 21% would see a 5% pay cut, 31% would see a 4% pay cut, 10% would see a 3% pay cut, 17% would see a 2% pay cut, 9% would see a 1% pay cut, and 9% would see ½ % pay cut.
- We are still gathering information on the 4/10 schedule which will be presented at the Council meeting.