



City of Willmar

Proposed 2013 Budget

Presented August 13, 2012

Mayor Frank Yanish
Charlene Stevens, City Administrator

City of Willmar

Mission Statement

The City of Willmar is committed to providing responsible municipal service in an open, effective and efficient manner to all citizens of the local and area community. The ultimate goal is to preserve and enhance the quality of life for future generations.

Goals

1. **Leadership:** Build trust and teamwork
2. **Operations:** Efficient and effective services
3. **Infrastructure:** Efficient investments of transportation, facilities and technology
4. **Connections:** Strong public partnerships, engaged community and confidence in city government
5. **Development:** Thriving, dynamic, regional center

Strong Financial Picture

- Revenues are stable
- Aa Bond Rating
- Growth in new construction
- Maintaining basic services
- Building a Capital Improvements Program

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2013 Proposed Budget

Fund Type	Amount
General Operating	\$ 15,090,918*
Capital Improvements	\$ 5,051,245
Special Revenue/Internal	\$ 919,636
Debt Service	\$ 2,456,760
Enterprise (Wastewater)	\$ 8,258,736
Total All Funds	\$ 34,974,785

* Includes a \$1,817,611 transfer for Capital Improvements

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Levy Increase Proposed for 2013

Year 2013-Gen Oper.	\$ 3,992,734
Street Prog.	\$ 240,000
<u>Year 2012</u>	<u>\$ 3,992,734</u>
Proposed Increase	\$ 240,000

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Levy Increase is NOT for General Operations

- Dedicated for INFRASTRUCTURE
- In 2013, allocated to Streets Program
- Would allow for an additional 1 mile of overlay in 2013.
- In addition to levy increase, proposing \$60,000 for crack seal and repair within street bonding program for 2013.

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Effect of Levy Increase

- Increase of \$25.47 per year or \$2.12 per month.
- Based upon a home valued at \$115,000.

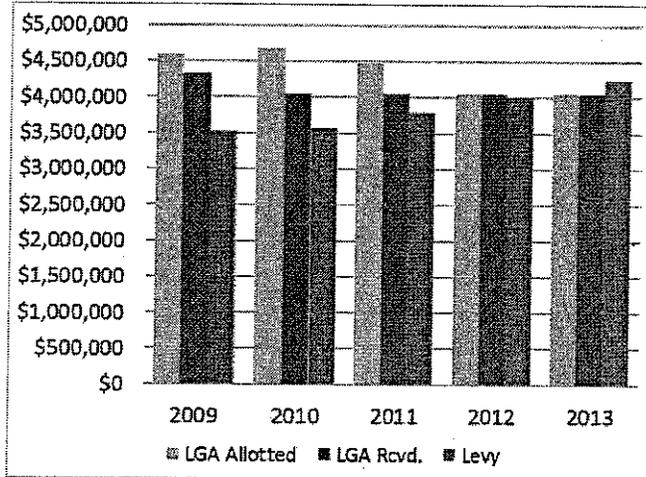
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Levy Limit Base

<u>Levy Limit Base</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
- (Levy + LGA Allotment)	7,758,251	\$8,121,411	\$8,242,280	\$8,279,009	\$8,045,524	\$ 8,285,524
Yearly Difference	\$ 337,188	\$ 363,160	\$ 120,869	\$ 36,729	(\$ 233,485)	\$ 240,000
- Property Tax Levy	\$3,383,673	\$3,525,325	\$3,568,705	\$3,796,734	\$3,992,734	\$4,232,734
Yearly Difference	\$ 576,678	\$ 141,652	\$ 43,380	\$ 228,029	\$ 196,000	\$ 240,000
LGA Allotment	\$4,374,578	\$4,596,086	\$4,673,575	\$4,482,275	\$4,052,790	\$4,052,790
Yearly Difference	(\$ 239,490)	\$ 221,508	\$ 77,489	(\$ 191,300)	(\$ 429,485)	\$ -0-
LGA Unallotment	(\$ 316,537)	(\$ 269,043)	(\$ 620,785)	(\$ 429,485)		
Market Value Credit Reductions				(\$ 286,624)		
LGA Allotment Adjusted	\$4,058,041	\$4,327,043	\$4,052,790	\$4,052,790		
Property Tax Adjusted				<u>\$3,510,110</u>		
Adjusted Base				\$7,562,900		
Difference from Actual				(\$ 716,109)		
Difference from Certified Base				(\$ 844,139)		

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Total LGA Allotted, LGA Received and Levy



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2011 Comparative Property Tax Data

City	Pop.	Tax Cap	County	City	School	Special	Total
Albert Lea	18,016	10,604,626	57.51	49.16	25.85	1.37	133.89
Alexandria	11,070	13,684,472	45.40	37.63	13.36	2.22	98.61
Brainerd	13,590	8,415,097	29.04	47.72	21.66	1.78	100.20
Fairmont	10,666	7,033,439	36.80	41.65	31.66	0.45	110.56
Fergus Falls	13,138	9,764,740	36.29	41.93	25.93	1.53	105.68
Hutchinson	14,178	10,337,838	53.63	61.33	15.65	3.02	133.63
Marshall	13,680	9,669,247	41.57	49.62	28.84	0.32	120.34
New Ulm	13,522	8,585,403	45.15	64.02	16.77	1.27	127.20
Northfield	20,007	14,139,112	30.03	43.85	33.64	3.89	111.41
North Mankato	13,394	10,598,032	52.79	45.43	19.12	0.55	117.88
Owatonna	25,599	19,201,676	55.33	49.57	17.12	0.63	122.65
Sartell	15,876	13,854,393	53.43	33.59	33.16	2.05	122.23
Willmar	19,610	13,057,627	55.94	29.08	19.93	2.46	107.40
Worthington	12,764	5,405,942	41.49	50.92	17.53	4.06	114.00

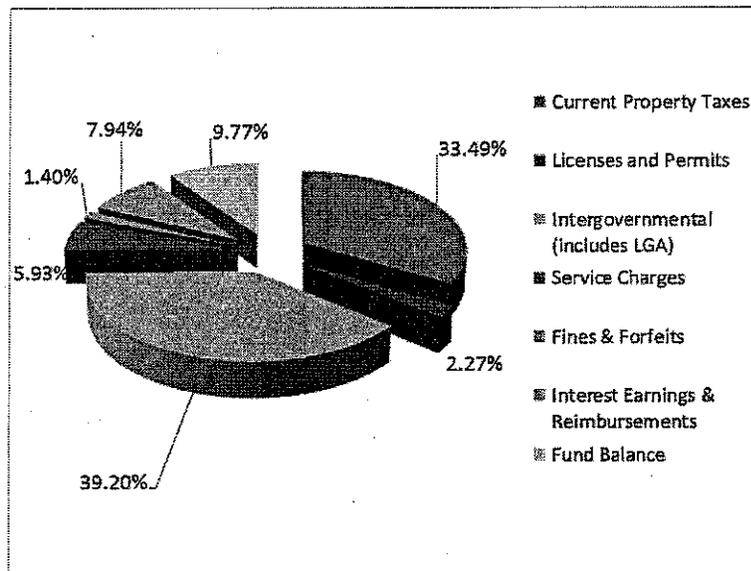
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General Fund Revenues

Major Category	Amount	Percentage
Current Property Taxes	\$ 4,092,734	27.12%
Licenses & Permits	\$ 277,730	1.84%
Intergovernmental Aid (includes LGA)	\$4,789,731	31.74%
Service Charges	\$724,450	4.80%
Fines & Forfeitures	\$ 170,500	1.13%
Interest Earnings and Reimbursements	\$970,500	6.43%
Other Financing Sources	\$2,870,787	19.02%
Fund Balance	\$1,194,486	7.92%
Total	\$15,090,918	100%

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General Fund Revenues by Source



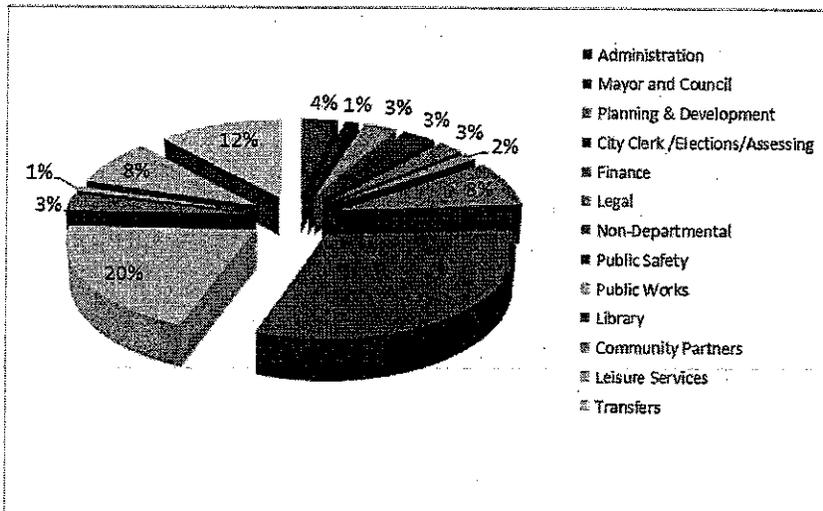
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General Fund Expenditures

Major Category	Amount	Percentage
Administration	\$ 543,386	3.60%
Mayor and Council	\$ 210,915	1.40%
Planning and Development	\$482,412	3.20%
City Clerk/Elections/Assessing	\$505,641	3.35%
Finance	\$387,032	2.56%
Non-Departmental	\$1,255,100	8.32%
Public Safety	\$4,771,898	31.62%
Public Works	\$3,028,583	20.07%
Library	\$474,673	3.15%
Community Partners	\$125,500	0.83%
Leisure Services	\$1,272,167	8.43%
Transfers	\$1,817,611	12.04%
Totals	\$15,090,918	100%

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General Fund Expenditures by Major Category



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Changes in 2013

- Personnel Costs
- Increases in Mayor and Council Salaries
- Government Relations Contract Proposed
- Increased funding for KAT
- Increased funding for Library

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Changes in 2013

- Reductions in OT for PW and Police
- Reductions in Seasonal Employees
- Reductions in Tree Planting
- Reductions in Community Partner Funds
- Transfer of \$1,817,611 for CIP
- Building a 5 year CIP (2013-2017)

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Capital Planning 2013-2017

- New process for 2013
- New Criteria for consideration
 - Legal Mandates
 - Maintenance of Existing Assets
 - Sustainability
 - Reduce or Offset Costs
 - Critical Public Safety Needs or Concern
 - Meeting City Council Priorities
- Goal of establishing a five (5) year planning process

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Capital Improvement Funding

- Bonding (Debt)
- Cash
 - Unspent Reserves
 - Unspent Previous Capital Allocations
- Special Revenues
 - WWTF
 - LOST

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Capital Projects

	2009	2010	2011	2012 (Budget)	2013 (est.)
Equipment	698,057	528,485	416,662	1,240,441	1,481,760
Projects	544,643	288,214	1,442,076	3,504,835	5,051,245
Streets	1,750,233	2,444,332	3,012,600	2,089,200	2,612,000
Totals	\$2,992,933	\$3,261,021	\$3,778,414	\$6,834,476	\$9,145,005

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Budget Calendar

August 13th	Presentation of Mayor's Proposed Budget and CIP
August 27th	Finance Committee recommends action on Proposed Tax Levy
Sept. 4th	Adopt and Certify Proposed Levy to County Auditor/Truth in Taxation
Sept- Oct.	Council Workshops, Public Review
November	Review of MUC, Rice Hospital and Willmar HRA Budgets
December 3rd	Budget Adoption
December 31st	Certification of the Tax Levy to the County

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Questions?

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