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City of Whitewater

# Memo

**To:** Common Council Members  
**From:** Kevin Brunner  
**Date:** 10/17/2008  
**Re:** Transmission of Proposed 2009 City Budget

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I am transmitting to the Common Council the proposed 2009 Operating Budget for the City. I want to thank all on the city management team that have worked very hard to produce a budget that is highly responsible, especially given the difficult financial situation that currently confronts all of us, while at the same time maintaining the quality services and programs that our citizens have grown to demand and expect. My directive to all city departments was to keep proposed 2009 spending at or below 2008 levels while not materially affecting our municipal services and we collectively have accomplished that objective. **The total 2009 Budget, as proposed, calls for spending of \$9,243,290, which is slightly less than the 2008 Budget of \$9,243,640 and projected current year spending of \$9,370,069.**

I believe that it is important to point out that the cost of many of the goods and materials that the City relies upon to provide the services to its citizens have escalated tremendously over the past year. The cost per ton of salt to treat our ice and snow covered streets has almost doubled; electric and gas costs to operate our many facilities have increased almost 20%; fuel costs for our many vehicles and equipment, even despite our current decline, are up more than 25% from a year ago, and health insurance costs for our valuable employees are up almost 9%. The overall increase in the cost of living index is 5.4% from a year ago (U.S. Bureau of Labor Statistics Midwest Region CPI Index, August 2008).

Given these cost increases coupled with increases in demand for City services (almost across the board, with the only exception being in building and development services, indices of service demand in the City are up be it police and ambulance calls for service, library circulation or park and recreation usage), an increase in the local property tax levy is very justifiable. However, as all of you are well aware, we are limited by the State of Wisconsin to a local property tax levy increase equal to our new construction growth which was 2.1% in 2007.

The municipal tax rate for the Walworth County portion of the City is projected to be up approximately 14 cents to \$4.9861 per \$1000 assessed valuation and is estimated to be up 19 cents for the Jefferson County portion (\$4.98 versus \$4.79 in 2008). Even with this slight increase, Whitewater's municipal tax rate will still rank among the lowest of all cities and villages over 5,000 population in the State of Wisconsin. It is interesting to note here that the City continues to be ineligible for a State expenditure restraint payment (which as recently as 2007 was over \$38,000) as long as our tax rate is below \$5.00.

I want to briefly highlight some of the major items associated with this 2008 Budget proposal.

### **Local Tax Levy**

The proposed budget is predicated upon a local tax levy of \$2,315,066 up from the 2008 levy of \$2,257,688 (or the aforementioned 2.1%) and a debt service levy of \$439,549 which is about \$9,000 higher than the 2008 levy of \$430,134.

While the City could levy for additional debt service in 2009 to support some capital items, any borrowing in 2009 is not recommended. However, if current State-imposed property tax levy limits continue beyond 2009, I would recommend that the City consider establishing an annual borrowing program to fund its annual street and sidewalk improvement programs. This program could be structured such that new debt could replace old debt as it is retired in the future to minimize the overall affect on local property taxpayers. Many Wisconsin municipalities are employing this strategy in order to maintain adequate street and other public infrastructure improvement programs.

### **General Fund Balance**

We are projecting that the City will spend approximately \$127,000 more than budgeted and receive an estimated \$13,000 less than anticipated in revenues. Typically, the City sees a much larger budgetary savings each year but that will not occur this year due to significant cost increases incurred in 2008 year (particularly in snow and ice control) and some revenues not meeting budget.

The City Council, however, approved the appropriation of \$150,000 from the General Fund Balance towards the 2008 Budget.

Since the City completed 2007 with an undesignated general fund balance of \$2,390,206, the projected end of 2008 balance will be slightly over \$2.25 million. Based upon the proposed 2009 Budget of \$9,243, 290, the end of 2008 undesignated fund balance will represent 24.34% of this new budget. The City's financial policy has been to maintain at least 20% of the annual budget in the undesignated general fund balance for cash flow purposes so this policy will be maintained.

The proposed 2009 Budget contains a fund balance applied amount of \$ 68,541. Even after applying the \$68,541 of the general fund balance for these purposes, an undesignated fund balance of approximately \$2,181,665 is projected or 23.6% of the proposed 2009 budget will kept in reserves. With the continued lagging of the national and regional economies as well as uncertainties in future intergovernmental revenues for the City (just today the State projected a \$3 billion deficit which can't portend any increases in State revenues for municipalities), I do not believe that any additional application of the undesignated general fund balance is prudent or warranted to support this budget.

### **Proposed Changes in City Charges and Fees**

There are a few recommended changes in the fees and charges that the City employs that are included in the proposed 2009 Budget.

Ambulance base charges will be increased to reflect the new debt the City is incurring for the new emergency communications system. In addition, these charges should be adjusted based upon the advice of the new billing collection firm that the City will be contracting with.

This will align our billing rates with the larger market and allowable third party insurer payments.

Parking fines are recommended to be increased. The current no parking zone parking citation is \$10 and has not been increased since 1999 and is not felt to be a real incentive to comply with our various local parking ordinances. The average no parking zone citation around the State in surveyed communities is approximately \$18.50 (please see the attached table for more information) and the recommendation is to raise Whitewater's no parking citation amount to \$20.00 (which also would include parking at bus stops, too close to a hydrant, in a tow-away zone, in a private reserved stall and in a public stall). Further, it is recommended that disabled parking violations be increased to \$80.00 from the current \$50.00.

## Comparison of Citation Rates for Various Wisconsin Cities October 2008

Wisconsin City	Violation						
	No Parking zone	Parking at bus stop	Parking too close to hydrant	Parking in tow-away zone (no stopping or standing)	Parking in reserved private stall	Parking in reserved public stall	Disabled parking violation
Appleton	\$20.00	\$20.00	\$20.00	\$40.00	\$20.00	\$40.00	\$80.00
Ashwaubenon	\$25.00	\$25.00	\$25.00	\$25.00	\$25.00	\$25.00	\$50.00
Bellevue	\$20.00	\$20.00	\$20.00	\$109.00	\$20.00	\$20.00	\$109.00
Beloit	\$15.00	\$20.00	\$20.00	\$20.00	\$20.00	\$20.00	\$50.00
Cottage Grove	\$10.00	\$10.00	\$10.00	\$10.00	\$10.00	\$10.00	\$50.00
De Pere	\$10.00	\$10.00	\$10.00	\$10.00	\$10.00	\$10.00	\$50.00
Eau Claire	\$30.00	\$30.00	\$30.00	\$30.00	\$30.00	\$30.00	\$50.00
Green Bay	\$20.00	\$30.00	\$30.00	\$30.00	\$30.00	\$20.00	\$100.00
Janesville	\$20.00	\$20.00	\$20.00	\$20.00	\$10.00	\$10.00	\$40.00
Kenosha	\$15.00	\$20.00	\$20.00	\$20.00	\$15.00	\$15.00	\$75.00
LaCrosse	\$8.00	\$8.00	\$20.00	\$8.00	\$20.00	\$20.00	\$100.00
Madison	\$30.00	\$40.00	\$30.00	\$40.00	\$30.00	\$30.00	\$100.00
Milwaukee	\$30.00	\$30.00	\$30.00	\$50.00	\$30.00	\$30.00	\$180.00
Racine	\$15.00	\$30.00	\$10.00	\$15.00	\$30.00	\$30.00	\$75.00
Waupaca	\$15.00	\$15.00	\$15.00	\$15.00	\$15.00	\$15.00	\$75.00
Waukesha	\$20.00	\$35.00	\$35.00	\$20.00	\$35.00	\$20.00	\$109.00
Wauwatosa	\$20.00	\$20.00	\$20.00	\$20.00	\$20.00	\$20.00	\$100.00
West Bend	\$15.00	\$15.00	\$20.00	\$15.00	\$20.00	\$15.00	\$100.00
Wrightstown	\$15.00	N/A	\$30.00	\$15.00	\$15.00	\$15.00	\$30.00
<b>Average</b>	<b>\$18.58</b>	<b>\$22.11</b>	<b>\$21.84</b>	<b>\$26.95</b>	<b>\$21.32</b>	<b>\$20.79</b>	<b>\$79.11</b>

<b>1999 Average</b>	\$13.33	\$16.47	\$16.11	\$15.83	\$18.61	\$14.44	\$51.47
<b>Change 2008 vs. 1999</b>	\$5.25	\$5.64	\$5.73	\$11.12	\$2.71	\$6.35	\$27.64

Frankly, without these recommended increases in parking violation fees, we would need to eliminate the Community Service Officer (CSO) program which since 1996 has been very effective in providing para-professional assistance to our police officers relieving them to perform higher-level public safety services.

Although refuse and recycling costs are still included in the General Fund, I am recommending that the City seriously consider in 2009 either the creation of a special enterprise fund or a separate annual charge on the tax bills for these services. Most of the surrounding communities in close proximity to Whitewater charge for refuse services as a separate fee on the annual tax bill while two, Elkhorn and Watertown, recently created a special utility to provide and bill for this service.

Traditionally, households across the country have paid for this service through their property taxes or through a set yearly fee. Now, more than 25% of Americans pay for trash collection based upon how much they use it, similar to how we pay for water, gas and electric services. Studies have shown that these "Pay As You Throw" (PAYT) systems encourage recycling and reduce the waste in landfills by up to 17%. Typically, PAYT systems charge by the size of container that one wheels to the curbside with any large items that don't fit costing extra.

Since only about 35% of the population in the City receives this service (all four unit residential housing and above, some commercial and industrial must contract for their own refuse/recycling services), we have a large number of property taxpayers who are subsidizing this service for others in the community.

Community	Billing Method	Amount	Frequency
Delavan	Private Contract	\$ 42.00	per home/per quarter
Elkhorn	Enterprise Fund	\$ 11.90	per home/per month
Fort Atkinson	General Fund	considering removing from GF	
Jefferson	General Fund	considering removing from GF	
Lake Geneva	Tax Bill	\$ 11.16	per home/per month
Watertown	Enterprise Fund	\$ 6.80	per home/per month(Refuse only)

Community	Billing Method	Amount	Frequency
Cold Spring	Tax Bill	\$ 159.60	per home/per year
Lima	Tax Bill	\$ 158.00	per home/per year
Whitewater	Tax Bill	\$ 160.00	per home/per year

I am also proposing that special events that occur in the City that need Police and Public Works support, pay for special charges required to put on these events. While we would need to develop some of the details of when and how these charges would be assessed, I have included \$12,000 in the proposed budget for these new charges.

### Reductions in Inter-Fund Transfers

Back in July, we reviewed with the Common Council the annual amounts that the City transfers from its annual budget to special funds established over the years to avoid large

swings in the budget (such as the 27<sup>th</sup> payroll and capital equipment funds). We have carefully looked at each of these inter-fund transfers and have made the following changes from 2008:

- Reduction of \$25,000 to the Sick Leave Severance Fund (more than adequate fund balance to meet 2009 obligations and beyond)
- Reduction of \$50,000 to Solid Waste/Recycling Fund (more than adequate fund balance to meet 2009 obligations and beyond)
- Reduction of \$32,000 for Squad Car Replacement Fund (one less vehicle to be replaced in 2009 and sufficient funds to meet 2009 planned replacements)

Without the latter reduction, we would not have been able to maintain the on-going police equipment replacements of such items as bullet-proof vests, radios, radar units, gun holsters, etc.

## **New Positions**

There are no new full-time positions proposed to be created in this Budget. While there were a couple of justifiable requests for additional full-time positions (most notably in the Library where a current half-time assistant librarian position was proposed to be converted to a full-time Adult Services Librarian position), I am not recommending any be funded in 2009. Given our levy limit restrictions and overall financial difficulties, this is not the time to create new full-time positions.

There are two new part-time positions proposed in this Budget: the addition of a second Neighborhood Services Officer (NSO) and a part-time salaried city attorney position.

The second NSO position along with a proposed new software code enforcement program are intended to continue to improve municipal code enforcement efforts as well as addressing growing city housing issues.

There has been a request from current city attorney Wally McDonell to consider hiring him as a part-time city employee rather than by contract primarily due to his personal need for reduced health insurance costs. I have thoroughly reviewed this proposal and believe it can lead to savings to the City of over \$6,000 next year and possibly more depending on how much the city attorney's general legal services are needed (under this proposal, special legal services for the TIF Districts, Library Board and CDA would be billed at the established hourly rate). The City of Fort Atkinson pays its city attorney in a similar manner and the arrangement has been beneficial to their community.

The current vacant city planner position has been retained in the proposed budget for several reasons. First, the City needs to complete its comprehensive planning process next year in order to comply with the State Smart Growth law. Second, as we plan for a new business park and five tax incremental finance districts there is a considerable amount of planning-related work to be done. Third, I would really like to more fully develop the City's GIS (Geographic Information System) capabilities much more fully. Filling the city planner position will allow us to address all of the above as well as handling all current planning and development projects in-house.

One other significant employee wage item that should be noted is that the proposed budget includes an increase in the election workers hourly wage from \$6.55 to \$8.00 per hour. This increase is justified in my opinion due to the fact that the average election worker is receiving

about \$8.00 in comparable communities in the State according to a survey recently conducted by City Clerk Michele Smith and because of the difficulty that the City has recently experienced in attracting good election workers.

## **Employee Wages and Fringe Benefits**

All of the city labor contracts expire at the end of this year and collective bargaining with all unions will be on-going over the next several months. Scheduled step increases as well as some increase in wages for all positions have been included in the proposed 2009 Budget. However, final wage increases for next year will ultimately need to be determined through collective bargaining and then adjustments be made by the Common Council to the Budget.

Employee health insurance premiums have risen approximately 8.6% and these costs have been included in this budget. The exact allocation of these costs as well as other employee fringe benefits will be determined through collective bargaining. Again, some adjustments to these fringe benefit budgeted costs might need to be made by the Common Council after contracts have been settled.

## **Budget Highlights**

In addition to the budgetary items already noted, I want to highlight the following in the proposed 2008 Budget:

- The City's contributions to the annual 4<sup>th</sup> of July Celebration, Whitewater Area Chamber of Commerce, Whitewater Tourism Council and Downtown Whitewater Inc. have remained the same as 2008. I have requested from each outside group justification for the funding from the City and these justifications will be included in the full budget document when it is delivered to the Council next week. While Downtown Whitewater has requested an increase of \$5000 in the City's annual contribution to this group, I am recommending maintenance of the current \$25,000 contribution at least for the next year. During the upcoming budget deliberations, I would like to discuss a three-year agreement with Downtown Whitewater that would be predicated on a number of performance measures that would need to be met by Downtown Whitewater over the period of the agreement.
- \$10,000 has been included in the General Administration Budget for a classification/compensation study of clerical and management positions in the City. This was requested in last year's budget and was eliminated. The library/clerical employee union has been pressing for several years to have such a study conducted and the City's non-represented employees have not been reviewed since 2001. There have been many changes in the municipal job market during the last 7-8 years and I think that it is important to periodically evaluate if we are both classifying and paying our employees fairly and equitably both from an internal and external perspective.
- The Information Technology budget, while remaining approximately the same from 2008, has a number of initiatives aimed at improving the City's operating efficiency. Among these are the following: long planned software updates to the City's financial management system; software enhancements for time and attendance accounting; code enforcement software; tax intercept software for the Municipal Court; more on-line payment processing capabilities and scheduled computer and server replacements. This is certainly an area of City government that I think we could

justify additional expenditures for and we have a long list of possible software and hardware improvements but I have chosen to keep the budget at this year's level.

- The amount budgeted for salt next year is recommended at 375 tons (down from a five-year average budget of 500 tons)-it is recommended by city staff to only salt intersections and downtown streets not only to save money but also to reduce the environmental impact on our waterways and to meet municipal storm water permit requirements. In the event, we have a winter season like this past year; there will need to be an appropriation from the contingency account.
- While cutting employee professional development is tempting in our current financial situation, I do not advocate doing this because we truly need to invest in our employees and we need to encourage their learning of new technologies and skills that will benefit our municipal organization in the future. We will also have a much younger work force over the next 5-8 years as many long-time employees will be retiring-we need to make sure that our employees are well prepared to accept additional responsibilities as this transition takes place. While there have been some reductions in these accounts, most have remained at 2008 levels.
- The only significant budget increase is in emergency medical services (EMS) and this is totally a function of the growing numbers of calls for service. Rescue calls are projected to be over 1,000 this year and we have seen double digit increases in these calls in each of the last five years. Of course, revenues have also been increased to reflect this service trend and to balance the increase in EMS expenses.
- While adding two voting machines (cost of \$12,200) to the UW-Whitewater polling place was considered (to allow all students living on campus to vote on campus and consequently moving Ward 9 out of aldermanic district number 5), this was just not considered a priority particularly with 2009 slated for only two small elections. This should be considered in 2010 when the next gubernatorial election is slated and the City might be in a better position to budget for this capital equipment as well as the five additional poll workers that would be necessary for each election.
- Contingencies are budgeted at \$106,174 which includes 1% of the proposed budget plus an amount for employee wage/fringe benefit adjustments. Our financial policy has been to budget a contingency amount equal to 1% of the annual budget, so we are maintaining this policy.

I would like end this 2009 Budget presentation by stating it is my firm belief, with my 25 years of municipal management experience, that well-run municipal organizations can not only survive economic downturns but can create the momentum required to excel after these turbulent times have subsided. I think that what we are currently doing here in Whitewater-conducting fiscally sound long-range planning and community marketing coupled with a high level of public accountability and management oversight-is positioning us well for the future.

In reviewing this budget with our management team and subsequently in preparing its presentation to you the elected leaders of our community I tried to observe the following principles:

1. We should never, ever be satisfied with our current level of organizational performance.
2. We should not be afraid to question whether programs or activities are working and undergo the rigor to determine this.

3. We should make budgetary decisions with an eye on our larger environment- what is happening at the Federal and State levels that will ultimately trickle down and affect us in Whitewater and what our citizens are experiencing in their personal lives- as well how decisions made today will affect the City in future years.

I believe that the proposed 2009 Budget that I am presenting to you is fiscally responsible and will continue to allow our city government to provide efficient and high quality services which support living, learning, playing and working in an exceptional community! I look forward to reviewing the proposed budget over the next several weeks during the scheduled budget review sessions.

Cc-City Management Team

**CITY OF WHITEWATER  
2009 EXPENDITURE BUDGET  
GENERAL FUND SUMMARY**

SEC #	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
51100	Total Legislative Support	114,029	129,111	128,053	55,370	126,403	127,481
51110	Total Contingencies	-	29,421	100,364	-	30,558	106,174
51200	Total Court	82,384	80,331	81,277	45,822	80,372	84,602
51300	Total Legal	87,591	62,159	56,500	37,652	67,000	73,000
51400	Total General Administration	378,781	297,145	354,788	222,746	370,065	351,764
51450	Total Information Technology	142,757	111,079	182,030	102,769	178,530	179,907
51500	Total Financial Administration	321,368	200,158	196,288	127,478	197,357	194,094
51540	Total Insurance/Risk Mgt.	102,831	110,414	109,904	79,555	108,951	115,358
51600	Total General Buildings & Plant	915,677	444,170	525,013	356,745	518,052	488,671
52100	Total Police Administration	546,076	586,448	594,808	331,378	589,420	605,155
52110	Total Police Patrol	1,388,296	1,421,489	1,576,535	863,560	1,582,710	1,607,399
52120	Total Police Investigation	329,259	305,561	385,474	208,372	375,307	392,826
52130	Total Crossing Guards	32,888	35,205	33,780	19,211	33,280	38,823
52140	Total Comm Service Program	43,021	52,457	41,619	20,261	45,119	53,934
52200	Total Fire Department	130,790	144,514	142,803	75,587	137,584	142,491
52210	Total Crash Crew	22,872	20,189	21,116	7,794	19,402	21,076
52300	Total Rescue Service (Amb.)	239,344	276,202	269,060	142,334	284,494	288,810
52400	Total Neighborhood Services	116,062	138,926	159,575	84,555	150,865	163,644
52500	Total Emergency Preparedness	12,283	12,715	20,000	7,280	15,946	16,000
52600	Total Communications/Dispatch	346,488	351,730	419,214	240,193	404,486	419,531
53100	Total Public Works Administration	77,311	65,094	67,701	36,410	62,801	58,193
53230	Total Shop/Fleet Operations	137,485	126,139	127,574	90,129	137,458	134,697
53270	Total Parks Maintenance	232,122	238,029	242,416	139,108	339,750	250,883
53300	Total Street Maintenance	607,455	415,710	418,390	216,141	424,860	418,700
53310	Total Street Cleaning	21,246	25,068	-	-	-	-
53320	Total Snow & Ice	96,610	179,662	122,873	145,208	219,356	134,581
53420	Total Street Lights	206,291	163,193	184,154	120,752	187,104	186,756
53430	Total Sidewalks	38,448	29,420	40,741	41,523	54,441	39,893
53440	Total Storm Water Management	51,215	125,514	-	-	-	-
55110	Total Library Services	454,743	465,280	474,263	267,306	474,863	474,964
55111	Total Young Library Building	118,777	162,298	105,227	56,237	102,248	104,444
55200	Total Parks Administration	57,169	41,622	35,241	19,336	35,241	33,031
55210	Total Recreation Administration	109,434	132,082	126,606	64,220	126,606	128,795
55300	Total Recreation Programs	35,255	40,504	63,617	36,411	63,617	83,202
55310	Total Senior Citizen's Program	57,219	58,391	58,780	33,074	59,030	59,593
55320	Total Celebrations	16,904	17,823	16,800	13,932	16,800	16,400
55330	Total Comm. Based-Coop Projects	75,000	75,000	75,000	75,000	75,000	75,000
56300	Total Planning	146,435	206,103	113,223	60,740	111,678	111,785
59220	Total Transfers to Other Funds	682,072	859,525	823,049	76,007	813,531	720,935
59230	Total Transfer to Debt Service Fund	420,445	444,353	430,134	430,134	430,134	439,549
59240	Total Transfers to Special Funds	336,847	363,550	232,450	-	232,450	216,349
59260	Total Transfer to Utility Funds	12,000	9,600	87,200	-	87,200	84,800
	<b>Grand Totals</b>	<b>9,343,280</b>	<b>9,053,384</b>	<b>9,243,640</b>	<b>4,950,330</b>	<b>9,370,069</b>	<b>9,243,290</b>

**CITY OF WHITEWATER  
GENERAL FUND-2009  
REVENUES**

**TAXES**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
41110	Local Tax Levy	2,070,954	2,157,783	2,257,668	1,431,066	2,257,688	2,315,066
41111	Debt Service Tax Levy	420,445	444,353	430,134	430,134	430,134	439,549
41112	Omitted Property Taxes	-	9,857.00	-	6,817	6,817	-
41113	Rescinded Taxes-Real Estate	1,363	1,094	1,100	-	1,100	1,000
41114	Use Value Penalty	11,725	5,137	-	-	-	-
41140	Mobile Home Fees	12,305	17,419	22,000	20,872	20,892	20,000
41210	Room Tax-Gross Amount	51,854	53,474	53,000	34,901	52,500	53,000
41220	State Sales Tax Retained	120	100	120	70	120	120
41320	In Lieu of Taxes/Other	13,501	7,199	6,750	-	6,750	7,200
41800	Interest On Taxes	1,461	171	1,000	3	250	100
<b>Total Taxes</b>		<b>2,583,728</b>	<b>2,696,587</b>	<b>2,771,772</b>	<b>1,923,863</b>	<b>2,776,251</b>	<b>2,836,035</b>

**SPECIAL ASSESSMENTS**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
42010	Interest On Sp. Assess.	76	-	1,200	112	400	100
42100	Water Mains	7,883	5,749	7,000	-	6,000	6,000
42200	Sewer Mains & Laterals	10,063	8,038	11,000	-	9,000	9,000
42300	Paving-Street Reconstruction	6,779	-4,067	2,400	-	2,400	2,400
42310	Curb & Gutter	2,879	56,710	2,000	5,807	7,500	7,500
42320	Sidewalks	2,584	36,337	20,000	1,897	15,000	10,000
42400	Snow Removal	9,065	8,195	10,000	7,700	9,500	8,200
42500	Weed Cutting	-	-	-	250	400	-
<b>Total Special Assessments</b>		<b>39,329</b>	<b>110,962</b>	<b>53,600</b>	<b>15,766</b>	<b>50,200</b>	<b>43,200</b>

**INTERGOVERNMENTAL REVENUES**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
43344	Expenditure Restraint Program	23,353	37,491	7,656	7,656	7,656	-
43410	Shared Revenues-Utility	698,318	668,467	641,728	-	641,728	613,824
43420	Shared Revenues-BASE	3,009,206	3,009,206	3,009,205	547,640	3,009,205	3,009,205
43510	Federal/ State/County Grants	3,845	21,809	-	7,500	10,000	5,000
43520	Law Enforcement Training	4,400	-	4,400	-	4,400	4,400
43521	State Aid Ambulance	13,287	6,333	6,792	-	6,792	6,792
43522	Stormwater Grant-St/Wi-DNR	-	-	-	-	34,350	25,000
43530	Transportation Aids	567,063	472,494	450,435	337,826	450,435	509,731
43540	University-Reimbursement	-	-	10,000	24,000	24,000	-
43610	University Services	390,536	334,331	345,938	345,938	345,938	306,706
43663	Fire Ins. Taxes	19,430	17,642	17,642	18,103	18,103	18,000
43670	Exempt Computer Aid-State	7,244	10,442	10,422	6,882	6,882	10,000
43740	WUSD-Crossing Guards	41,817	24,012	22,200	12,450	22,200	23,000
43745	WUSD-Juvenile Officer	-	34,163	34,000	22,123	34,000	35,000
43770	Reimburse from Rural Fire Dept	3,633	4,694	4,000	-	4,000	5,000
<b>Total Intergovernmental Revs</b>		<b>4,782,132</b>	<b>4,641,084</b>	<b>4,564,418</b>	<b>1,330,118</b>	<b>4,619,689</b>	<b>4,571,658</b>

**CITY OF WHITEWATER  
GENERAL FUND-2009  
REVENUES**

**LICENSES & PERMITS**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
44110	Liquor & Beer	14,111	17,485	17,500	15,725	17,000	17,000
44120	Cigarette	1,634	2,342	2,300	2,290	2,380	2,300
44122	Beverage Operators	1,935	2,525	2,500	1,410	2,300	2,300
44200	Misc. Licenses	3,035	1,427	2,500	1,619	1,950	1,800
44300	Bldg./Zoning Permits	85,837	51,013	70,000	41,024	56,500	40,000
44310	Electrical Permits	10,543	11,309	11,000	6,740	9,600	7,000
44320	Plumbing Permits	28,586	22,665	23,000	15,718	21,000	17,000
44330	Htg. - Air Cond. Permits	10,067	6,876	7,800	5,361	7,300	5,800
44340	Street Opening Permits	-	-3,950	600	250	400	200
44350	Sign Permits	2,184	3,128	2,300	2,494	3,500	2,000
44900	Misc. Permits	1,220	3,213	2,000	510	1,000	900
<b>Total Licenses &amp; Permits</b>		<b>159,152</b>	<b>118,033</b>	<b>141,500</b>	<b>93,141</b>	<b>122,930</b>	<b>96,300</b>

**FINES, FORFEITURES - PENALTIES**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
45110	Ordinance Violations	303,289	338,998	350,000	166,725	350,000	350,000
45111	Crime Prevention Program	9,839	7,400	4,000	3,798	5,000	5,000
45114	Violations Paid-Other Agencies	96	45	-	693	1,000	1,000
45130	Parking Violations	101,377	135,114	130,000	71,404	135,000	190,000
45135	Refuse/Recycling Toter Fines	6,300	10,240	12,000	3,150	8,375	8,400
<b>Total Fines, Forfeit. - Penalties</b>		<b>420,901</b>	<b>491,797</b>	<b>496,000</b>	<b>245,770</b>	<b>499,375</b>	<b>554,400</b>

**PUBLIC CHARGES FOR SERVICES**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
46110	Clerk	1,047	1,304	1,400	866	1,000	1,000
46120	Treasurer	1,831	1,827	1,800	1,057	1,200	1,200
46210	Police Dept.	3,768	6,860	5,500	-	-	-
46220	False Alarms Revenue	-	-	-	3,900	6,200	5,000
46230	Ambulance	348,922	380,124	430,000	284,362	430,000	486,500
46310	Street Maintenance	165	125	300	100	150	150
46311	Sale Of Materials	587	1,823	2,000	135	1,000	600
46312	Misc. Dept. Earnings	1,677	3,494	2,500	5,025	7,000	4,000
46350	City Planner-Services	-	2,713	-	8,114	14,000	10,000
46450	Special Events-Police/DPW	-	-	-	-	-	12,000
46550	Animal Control	1,071	1,113	800	494	900	800
46730	Recr/Fees	14,139	19,900	32,000	24,644	32,000	36,779
46731	Recr/Concessions	746	-	600	1,329	1,750	1,750
46732	Recr/Offset	680	-4,437	-	-	-	-
46733	Sr. Citz. Offset	250	46	-	2,681	-	-
***	Rec Fundraiser	-	-	-	-	-	3,750
46736	Attraction Tickets	619	782	850	10,020	850	850
46738	Contractual-Gymnastics Fees	2,410	1,989	3,000	561	2,500	11,383
46739	Contractual-Dance Fees	1,690	704	1,800	349	1,500	6,238
46740	Contractual-Fitness Fees	2,186	1,335	2,100	(24)	2,100	12,662
46741	Miscellaneous Contract Fees	-	562	-	(92)	250	1,934
***	Contractual-Rock Climbing Exp	-	-	-	-	-	2,190
46743	Facility Rental Fees	34,313	26,673	28,000	19,713	28,000	30,000
***	Contractual-Facility Rental Fees	-	-	-	-	-	-
<b>Total Public Charges-Services</b>		<b>416,101</b>	<b>446,937</b>	<b>512,650</b>	<b>363,234</b>	<b>530,400</b>	<b>628,806</b>

**CITY OF WHITEWATER  
GENERAL FUND-2009  
REVENUES**

**MISC. REVENUES**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
48100	Interest Income	196,013	188,945	211,000	69,792	140,000	130,000
48200	Long Term Rentals	4,941	5,700	5,000	3,700	5,000	5,000
48210	Rental Income-Library Property	9,038	8,800	9,600	4,284	6,400	9,600
48220	Deposits-Forfeited	-	-	-	750	750	-
48400	Ins./FEMA/Claims-Recovery	-	6,142	-	54,877	114,877	-
48410	Workers Comp Dividend	9,481	-	-	17,170	17,170	-
48420	Insurance Dividend	-	9,768	-	10,899	10,899	-
48500	Donation-Public Safety	9,194	-	-	715	750	-
48515	Donations-Rec-Sports Related	-	-	-	6,338	6,338	-
48520	Donations-Park/Recreation	-	5,177	-	-	-	-
48525	Rec.-Business Sponsorship	-	720	17,500	10,150	17,500	8,450
48530	Rec.-Hanging Baskets	-	2,500	2,500	-	2,500	2,500
48540	Rec-Fundraising	-	-	-	2,298	2,298	-
48575	Grant-WI City/County Manage	-	-	-	1,500	1,500	-
48600	Misc. Revenue	-	(4,565.00)	-	40	100	100
48700	Water Utility Taxes	174,886	192,067	175,000	-	175,000	184,000
	<b>Total Misc. Revenues</b>	<b>403,553</b>	<b>415,254</b>	<b>420,600</b>	<b>182,513</b>	<b>501,082</b>	<b>339,650</b>

**OTHER FINANCING SOURCES**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
49260	Water Utility-Transfer-Planning	11,000	11,000	3,000	-	3,000	3,000
49261	Sewer Utility-Transfer-Planning	16,000	16,000	6,000	-	6,000	6,000
49262	TID #4-Transfer Administration	31,316	39,553	60,000	12,678	55,000	70,000
49263	Honeywell Capital Lease	433,191	-	-	-	-	-
49264	Cable TV-Admin. - Transfer	-	8,900	9,200	-	11,200	11,200
49265	SW Utility-Transfer-Planning	-	-	6,000	-	6,000	6,000
49266	GIS Transfer-Utilities	-	-	6,000	-	6,000	6,000
****	Parking Permit-208-Adm.-Trans	-	-	-	-	-	2,500
49290	Transfer In-Other Funds	63,173	52,000	42,900	42,900	42,900	-
49300	Fund Balance Applied	-	-	150,000	-	-	68,541
	<b>Total Other Financing Sources</b>	<b>554,680</b>	<b>127,453</b>	<b>283,100</b>	<b>55,578</b>	<b>130,100</b>	<b>173,241</b>

**GENERAL FUND REVENUE TOTALS**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
	<b>Total General Fund Revenues</b>	<b>9,359,576</b>	<b>9,048,107</b>	<b>9,243,640</b>	<b>4,209,983</b>	<b>9,230,027</b>	<b>9,243,290</b>



Doug Saubert  
 Finance Director  
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 Whitewater, WI 53190

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TO: Council Members & City Manager  
 FROM: Doug Saubert  
 RE: 2009 General Fund Budget Projections Major Sources of Revenue  
 DATE: October 16, 2008

Outlined below is a brief explanation of the major sources of General Fund revenues.

**TAXES:**

Local Tax Levy

The net new construction (residential, commercial, industrial) added \$57,398 in additional revenues. The final biannual budget approved by the Governor limits the amount that the tax asking can be increased by the higher of 2% or net new construction. This figure represents a 2.11% increase. The city is increasing the local tax levy by the maximum amount allowed for 2009. The proposed local tax levy for budget year 2009 (tax year 2008) equals \$2,754,615.

Debt Service Levy

The total estimated Debt Service Levy equals: \$439,549.

BREAKDOWN:

2000 GO-SWIM	157,175.00
2001 GO-Refunding	239,909.00
2008 Note-Communication Upgrade-Local Bank	<u>42,465.00</u>
Total	<u>439,549.00</u>

The balance (397,084) is offset by using the LSP Utility Gross Receipts Tax. Only 42,465 is paid through the General Fund Debt Service Levy.

**Room Tax-Gross Amount**

Estimated gross receipts taxes collected on rental of rooms (Super 8, Amerihost, Heritage House and Victoria on Main) for 2009 equals \$53,000. This is the same as the 2008 estimate. The owner's are required to submit quarterly reports with payments for the taxes collected. The City retains 30% of the gross taxes to offset its tourism-related expenditures. 70% of the total, or \$37,100, is turned over to the Chamber of Commerce Tourism Committee to support their tourism function. The expense is shown in Legislative Support-100.51100.715.

**Special Assessments**

The 2009 budget is based on what is projected to be paid on current special assessments. This will be the minimum that will be collected. It is expected that special assessments collected will decrease by \$10,400 (43,200 vs. 53,600).

**Intergovernmental Revenues**

**State Shared Revenues**

Per the estimate developed by the Department of Revenue for 2009. The total state shared revenues are estimated to decrease \$35,560 (\$3,623,029 vs. \$3,658,589 (actual)). The City did not qualify for the Expenditure Restraint program for 2009. This is the fifth year that the city will experience a decrease in the Gross Receipts Taxes-Shared Revenue-Utility (LSP) of \$27,904. The State of Wisconsin has estimated that \$613,824 will be returned for 2009 vs. the actual 2008 amount received of \$641,728. The breakdown of the changes in Shared Revenues are as follows:

Shared Revenue-Expenditure Restraint		0
Shared Revenue-Base		0
Shared Revenue-Utility	↓	<u>27,904</u>
NET CHANGE	↓	<u>27,904</u>

2008 was the last year that the city will qualify for the Expenditure Restraint Program because, in order to qualify, the mill rate for the city must be above 5 mills. In 2007 the mill rate dropped to \$4.80. The estimated rate for 2008 equals \$4.96.

**Transportation Aids:** The Transportation Aids increased \$59,296 for 2009.

**University Services:** This represents 81.06% of the adjusted gross police/fire entitlement for 2009. The amount decreased by \$47,214 for 2009.

Breakdown:

Police	315,265 x 81.062%=	255,561
Fire/Rescue	53,247 x 81.062%=	<u>43,163</u>
	Total PMS	<u>298,724</u>

The decrease is due primarily to a slightly lower operating costs in the Police and Fire/Rescue services when compared to 2008. The estimated proration factor for 2009 is 81.062%.

**Licenses and Permits:**

Includes a \$44,500 decrease in the Building/Zoning, Electrical, Plumbing, Heating/Air Conditioning permit revenues because of anticipated activity for 2009. The Liquor/Beer, Cigarette and Beverage Operators fees are estimated @ \$21,600, a \$700 decrease. All permit fees will be reviewed in December for adjustment that would be effective on January 1st.

**Fines, Forfeitures-Penalties:**

Ordinance violations are anticipated to remain unchanged for 2009.

Parking Violations have been increased by \$60,000 to \$190,000 due to proposed increase in the parking ticket fine from \$10 to \$20.

**Public Charges for Services**

**Ambulance:** Increased by \$56,500 from the 2008 budget. The demand for service calls has increased dramatically based on 2005, 2006 & 2007 year to date actuals. Increased due to expected service levels (1,000 calls) plus an adjustment to cover the cost of the debt service for the communication upgrade. Base rates and transport fees are adjusted annually. The billings are net of the 7% fee charged by the ambulance billing/collection service.

**Recreation Program Fees:** Includes gymnastics, dance, fitness, spring/summer/fall programs, have been adjusted to more accurately account for the actual cost of the programs. The increase for 2009 equals \$32,306 (71,206 vs. 38,900).

**Facility Rentals:** \$30,000. Increased by \$2,000 for 2009 based on the rental activity for 2008.

**Miscellaneous Revenues**

**Interest Income:** Decreased by \$81,000 (130,000 vs. 211,000)

Based on 2008 re-estimated interest income. Interest rates for daily cash are expected to remain near 2.0%.

**Water Utility Taxes: Increased \$9,000.**

This is due to the increase in the mill rates.

**Other Financing Sources**

**Water Department – Transfer - Planning**

\$3,000. Internal planning service provided to the utility.

**Wastewater Utility – Transfer - Planning**

\$6,000. Internal planning services provided to the utility.

**Stormwater Utility - Transfer-Planning**

\$6,000. Internal planning service provided to the utility.

**TID #4-Transfer Administration**

\$70,000 - Based on the anticipated time devoted by the City Manager, Public Works Director, Finance Director on TID #4 projects. Also includes the Engineering Aide payroll for project supervision of TID #4 construction projects.

**Cable TV Administration**

\$11,200-Based on estimated cost of the White Building plus city hall related administrative costs (payroll, accounts payable, etc.)

**GIS Transfer-Utilities**

\$6,000-transfer of \$2,000 from each utility to support the GIS function.

**Transfer In – Other Funds**

None.

**Fund Balance Applied**

Drawdown of Fund Balance-		<u>68,541</u>
	Total	<u>68,541</u>

**TRANSFERS TO OTHER FUNDS**

**SECTION NUMBER: 100.59220**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
901	Trans/Sick Leave Severence-Fd 260	50,000	50,000	50,000	-	50,000	25,000
914	Trans./Fire Equip Revolving Fd-210	80,000	80,000	80,000	-	80,000	80,000
916	Transfer - 27th Payroll Fund-205	15,750	16,500	17,250	-	17,250	17,250
918	Trans./Solid Waste-Recycling Fd-230	318,844	318,844	298,040	-	298,040	248,040
919	Transfer/CDA Grant	69,347	64,078	65,241	7	65,241	78,580
925	DPW Equip Revolving Fd-215	95,000	95,000	76,000	76,000	76,000	76,000
926	Police Vehicle Revolving-Fd 216	32,000	32,000	32,000	-	32,000	-
928	Transfer-Street Repair-FD 280	-	185,000	185,000	-	185,000	185,000
994	Transfer/Taxi Cab Fund-235	21,131	18,103	19,518	-	10,000	11,065
59220	Total Transfers to Other Funds	682,072	859,525	823,049	76,007	813,531	720,935

**TRANSFER TO DEBT SERVICE**

**SECTION NUMBER: 100.59230**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
990	Transfer to Debt Service Fund	420,445	444,353	430,134	430,134	430,134	439,549
59230	Total Transfer to Debt Service Fund	420,445	444,353	430,134	430,134	430,134	439,549

DEPARTMENT – TRANSFERS - 59220-59260

BUDGET NARRATIVE

CODIITEM	AMOUNT
901 <u>Sick Leave Severance Fund-260</u> Per the recently passed Fiscal/Budget Policy, the City should maintain 5% of the projected General Fund payroll or \$50,000. Projected balance is \$326,526 @ 12/31/08. The transfer was reduced by \$25,000 for 2009.	25,000
914 <u>Fire Equipment Revolving Fund-210</u> (No Change)	80,000
916 <u>27th Payroll Fund-205</u> (No Change) This will be the fourth year of a new 11 year cycle.	17,250
918 <u>Solid Waste/Recycling Fund-230</u> Estimated General Fund commitment to the Solid Waste/Recycling Service for 2008. Transfer was reduced by \$50,000 for 2009.	248,040
919 <u>CDA Grant</u> Approximately ½ of the total cost of the Community Development Function. The remaining balance comes from the CDA.	78,580
925 <u>DPW Equipment Revolving Fund-215</u> (No Change) Balance of \$19,000 will be a transfer from the Storm Water Utility Total transfers from all sources equals \$95,000-the same as in previous years.	76,000
926 <u>Police Vehicle Revolving Fund-216</u> Decreased by \$32,000 No annual transfer for the purchase of police vehicles (squad cars) will be made in 2009. This is due to budgetary constraints.	-
928 <u>Street Repair Fund-280</u> Annual transfer for the repair of streets using the PACER grading system. This the third year for this transfer.	185,000
994 <u>Taxi Cab Fund-235</u> Transfer to fund anticipated revenue shortfall for 2009. Contract was bid out in 2009. Brown Cab service was the only bidder.	11,065
990 <u>Debt Service Fund-300</u> General Fund Debt Service Tax Levy to support the principle/interest payments for:	439,549
2000 Swimming Pool Bonds (1.600)	157,175
2001 GO Refunding (1.825)	239,909
(NEW)-Local Bank-Comm/911/Dispatch/Sirens-Estimated	42,465
Total	439,549

**TRANSFERS TO SPECIAL FUNDS**

**SECTION NUMBER: 100.59240**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
901	Transfer-WW Homecoming-2007	-	20,000	-	-	-	-
959	Transfer/Walworth Ave Recon-468	-	260,587	-	-	-	-
960	Transfer/CIP-LSP Gross-450	336,847	82,963	232,450	-	232,450	216,349
59240	Total Transfers to Special Funds	336,847	363,550	232,450	0	232,450	216,349

**TRANSFER TO UTILITY FUNDS**

**SECTION NUMBER: 100.59260**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
934	Transfer/Wastewater Utility	12,000	9,600	87,200	-	87,200	84,800
59260	Total Transfer to Utility Funds	12,000	9,600	87,200	0	87,200	84,800

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
	Total General Fund Expenditure	9,343,280	9,053,384	9,243,640	4,950,330	9,370,069	9,243,290

BUDGET NARRATIVE

CODE	ITEM	AMOUNT
960	<u>CIP-LSP Gross-450</u>	216,349
	1 Transfer from the Utility Gross Receipts Tax the total for 2009 which will support Capital Projects in the future and in 2009.	139,039
	2 Transfer to sewer utility to pay down advance-2009 payment	
	3.08% interest on \$75,000	75,000 Principal
		<u>2,310</u> Interest
		77,310
	Grand Total	<u><u>216,349</u></u>
934	<u>Wastewater Utility-Principal/Interest-620</u>	84,800
	<p>This is the fourth payment on this advance payment @ 3% on \$480,000 to the General Fund in late 2004 in order to pay off the Unfunded Pension Liability with the State of Wisconsin. The advance is anticipated to be paid off in 6 years. The principal payment will be level at \$80,000 per year.</p>	
	Principal Payment	80,000
	Interest Payment	<u>4,800</u>
		84,800

**CITY OF WHITEWATER  
DEBT SERVICE--- FUND 300  
REVENUES--2009**

**REVENUES**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
41110	Local Property Taxes	420,445	444,353	430,134	430,134	430,134	439,549
48100	Interest Income	166	134	-	11,678	-	-
49240	TIF Transfer	1,541,542	1,694,933	1,779,539	990,350	1,800,514	2,011,844
	<b>Total Debt Service Fund:</b>	<b>1,962,153</b>	<b>2,139,420</b>	<b>2,209,673</b>	<b>1,432,162</b>	<b>2,230,648</b>	<b>2,451,393</b>

**CITY OF WHITEWATER  
DEBT SERVICE---FUND 300  
EXPENDITURES-2009**

**EXPENDITURES**

**SECTION NUMBER: 300.58000**

	DESCRIPTION	2006 ACTUAL	2007 ACTUAL	2008 BUDGET	2008 YTD-JULY	2008 ACT-EST	2009 BUDGET
612	2000 Taxable Notes-P&I-TID # 4	224,000	108,000	-	-	-	-
620	1998 Refunding BNS-P&I-TID 3	109,328	385,037	369,375	363,625	369,375	255,750
649	1999 GO Refunding BD-TID # 4	415,000	414,375	413,325	71,663	413,325	411,715
653	2000 GO SWIM-1.6mm-P & I	130,175	167,175	162,175	31,087	162,175	157,175
654	2001 GO REF-1.825mm - P & I	231,784	230,002	247,103	31,501	247,103	239,909
655	2001 GO REF-2.650-TID 4- P & I	349,062	238,438	281,875	40,938	281,875	273,125
656	2002 GO REF-2.545-TID 4- P & I	340,925	283,125	276,000	13,000	276,000	268,000
658	2003 Mortgage-Library House	9,000	9,000	20,856	20,102	20,102	-
659	2005 Note-G.O.-Woods/Court-P & I	49,486	37,608	-	-	-	-
660	2005 STF-TID #4-\$318K-P & I	-	48,355	48,355	48,355	48,355	48,355
661	2005 Note- GO-3.3mm-TID #4--P & I	103,227	217,600	314,500	57,250	314,500	398,000
662	2006 STF-TID #4-\$500K-P & I	-	-	76,109	76,109	76,109	76,109
663	2008 GO-5.0mm-TID #4--P & I	-	-	-	-	121,875	187,500
664	2008 STF-TID #4-\$600K-P & I	-	-	-	-	-	93,290
665	2008 Note-Local-P & I	-	-	-	-	-	42,465
<b>Total Debt Service</b>		<b>1,961,987</b>	<b>2,138,715</b>	<b>2,209,673</b>	<b>753,630</b>	<b>2,330,794</b>	<b>2,451,393</b>

**2009 Debt Service - Sources/Uses**

<p>1 1998 Refunding Bonds-TID #3. Issued 3/1/98 for \$1,015,000 at 4.51%.Paid thru property taxes generated within TID #3. It is self-supporting. The final P &amp; I payment will be made 3/1/2009. This is one year earlier than projected.</p>	<p>TID #3 Principal &amp; Interest</p>	<p>255,750</p>	<p>2</p>
<p>Principal Payment = \$250,000 Interest Payment = \$5,750</p>			
<p>2 1999 G.O. Refunding Bonds. TID #4. Paid thru property taxes generated within TID #4. It is self-supporting. Final retirement will occur on 9/17/17. Total issue equaled \$4,230,000.</p>	<p>TIF #4 Principal &amp; Interest</p>	<p>411,715</p>	<p>3</p>
<p>Principal Payment = \$280,000 Interest Payment = \$131,715</p>			
<p>3 2000 G.O. SWIM 1.6m-Principal &amp; Interest paid thru Debt Service Tax Levy. The LSP Gross Receipts Taxes will be making the Principal &amp; Interest payment until the final maturity on 12/1/2016.</p>	<p>General Fund Principal &amp; Interest</p>	<p>157,175</p>	<p>1</p>
<p>Principal Payment = \$100,000 Interest Payment = \$57,175</p>			
<p>4 2001 G.O. Refunding-1.7 BAN/125k STF. Principal &amp; Interest. Paid thru the Debt Service Levy. Revenues come from the LSP Gross Receipts Taxes. Final maturity is 9/1/2015.</p>	<p>General Fund Principal &amp; Interest</p>	<p>239,909</p>	<p>1</p>
<p>Principal Payment = \$185,000 Interest Payment = \$54,909</p>			
<p>5 2001 G.O. Refunding-2.650 BAN-TID #4. Paid thru property taxes generated within TID #4. It is self-supporting.</p>	<p>TID #4 Principal &amp; Interest</p>	<p>273,125</p>	<p>3</p>
<p>Principal Payment = \$200,000 Interest Payment = \$73,125</p>			

**2009 Debt Service - Sources/Uses**

<p>6 2002 GO Refinancing-Tid #4. Paid thru property taxes generated within TID #4. It is self-supporting. Total issue equaled \$2,545,000. Funds used primarily to finance industrial park development, redevelopment of Hawthorn-Mellody site, and Cravath Lake Front Park. Principal Payment = \$250,000 Interest Payment = \$18,000</p>	<p>TID #4 Principal &amp; Interest</p>	<p>268,000</p>	<p>3</p>
<p>7 2005 State Trust Fund Loan---TID # 4 \$318,622 Paid through property taxes generated within TID #4. Total Loan = \$318,622.31, 9 year loan @ 4.25%. Funds used to refund D/T building purchase and relocation expenses made by the CDA for the Main St. Redevelopment Project. Final payment due 3/15/14.  Principal=\$37,669 Interest=\$10,686</p>	<p>TID #4 Principal &amp; Interest</p>	<p>48,355</p>	<p>3</p>
<p>8 2005 G.O. Notes - 3.300 - TID #4  Paid through property taxes generated within TID #4. This is self-supporting. Funds to be used to make downtown improvements, building acquisitions, utility work, business park street extension, Fairhaven Project, EastTowne Market, to name the major expenditures. The issue is for \$3 300 000 10 years @ 3.548% Principal = \$290,000 Interest = \$108,000</p>	<p>TID #4 Principal &amp; Interest</p>	<p>398,000</p>	<p>3</p>

**2009 Debt Service - Sources/Uses**

<p>9 2006 State Trust Fund Loan---TID # 4            \$500,000            Paid through property taxes generated within TID #4. Total Loan            =\$500,000.00, 9 year loan @ 4.25%.            Funds used to fund infrastructure projects in TID #4. Final payment due 3/15/15.</p>	<p>TID #4 Principal &amp;            Interest</p>	<p>76,109</p>	<p>3</p>
<p>Principal=\$56,874            Interest=\$19,235</p>			
<p>10 2008 G.O. Notes - \$5,000,000 - TID #4            Paid through property taxes generated within TID #4. This is self-supporting. Funds to be used for the completion of downtown improvements, building acquisitions, utility work, business park street extension, Fairhaven Project, EastTowne Market, to name the major expenditures. This is the last borrowing for TID # 4. The issue is for \$5,000,000, 10 years @ 3.596%.</p>		<p>187,500</p>	<p>3</p>
<p>Principal = -0-            Interest = \$187,500</p>			
<p>11 2008 State Trust Fund Loan---TID # 4            \$600,000            Paid through property taxes generated within TID #4. Total Loan            =\$600,000.00, 9 year loan @ 5.00%.            Funds used to fund administrative and grants expenditures in TID #4. Final payment due 3/15/16</p>		<p>93,290</p>	<p>3</p>
<p>Principal=\$60,249            Interest=\$33,041</p>			
<p>12 NOTE-Local P &amp; I            New Borrowing for Communication Upgrade            Nine Years</p>		<p>42,465</p>	

2009 Debt Service - Sources/Uses

RECAP

Total General Fund Debt Service	439,549	1
TID #3 Debt Service	255,750	2
TID #4 Debt Service	<u>1,756,094</u>	3
<b>Total</b>	<b>2,451,393</b>	

**TOTAL GENERAL FUND DEBT SERVICE** **439,549**

**AMOUNT PAID THRU LSP GROSS RECEIPT** **397,084**

**NET DEBT SERVICE PAID THRU PROPERTY TAXES** **42,465**

Partially offset via a charge on the ambulance billings.