Conclusion
Review of the Needed Actions

• Additional Revenues, Reduced Expenditures or a combination of both will be needed to close a $20 to $30 million gap

• We have included an Across the Board 4.3% or $15,000,000 cut that will be managed by our Department Directors.

• Other Expense cuts will need to be associated with service level reductions

• Additional cuts with substantial dollar amounts can only come from public safety service level reductions
Review of the Needed Actions

• Revenue Increase Opportunities
  – Ad Valorem Tax
    • Best Estimate up only $4.4 million, for the General Fund
    • 1 mil increase is equal to $18 million
    • 1 mil increase results in a $100 per year increase for a homestead with $100,000 taxable value or $8.50 per month
Review of the Needed Actions

• Revenue Increase Opportunities
  – Fire Assessment
    • If directed by the City Council we will provide a workshop on June 23 to describe the methodology, process and impact of adopting a fire assessment

• Assessment is two part
  – A modest flat assessment which is the base
  – An additional assessment based on property value
Review of the Needed Actions

• Revenue Increase Opportunities
  – Fire Assessment (Continued)
    • Not for profits, government can be exempted and rules can defer assessment collection actions until sale of property for hardship cases
    • A resolution to consider a fire assessment, direct staff to notify property owners and hold a public hearing on July 28th will be considered June 23rd
Review of the Needed Actions

• Revenue Increase Opportunities
  – Other Revenue Estimates

• We will receive information later in June for the following:
  – Preliminary Tax Roll
  – Revenue Estimates from the State for State Revenue Sharing, State Sales Tax and other taxes
  – OUC Transfer

• We will update our gap calculation on June 23rd
QUESTIONS & DISCUSSION