

FY 2015 Budget Assumptions

General Fund

General Fund Budget will balance.

\$200,000 will be transferred to the Property Development Fund to save for Capital Projects within the General Fund.

An additional \$50,000 will be returned to the harbor. For Fiscal year 2014 any fish tax revenue received greater than \$350,000 goes to the harbor. For FY 2015 anything over \$300,000 will go to the harbor.

The General Fund will use \$50,000 less in offset funds from the Secure Rural Schools revenue fund for school operations.

The General Fund will reduce the subsidy to Assisted Living from \$100,000 to \$50,000.

-200,000

-50,000

-50,000

+50,000

\$250,000 Needed in additional revenue or cuts in expenses.

Departments will itemize out travel and training on a separate form given to department head by finance director and submitted with their proposed budget.

Enterprise Funds

Budget Goal: Profit = 10% of current depreciation

Operating Revenues + transfers in for debt service payments – Operating Expenses - Annual debt service payments = Profit

Depreciation and fixed asset outlays should not be included in Operating expenses.

Examples of FY 2014 budget amounts

Electric Fund: \$5,502,344 operating revenues - \$5,349,806 operating expenses - \$239,419 debt service = (\$86,881). 10% of Depreciation is \$67,000.

Water Fund: \$895,000 operating revenue + \$165,000 revenue from economic fund for debt service payments – \$713,752 operating expenses minus depreciation – \$341,200 debt service = \$5,048; 10% depreciation is \$80,600.

Wastewater: \$667,000 operating revenue - \$563,606 operating expenses minus depreciation - \$68,216 debt service = \$35,178 Profit; 10% depreciation is \$33,700.

Sanitation: \$1,108,000 operating revenues - \$1,086,007 operating expenses minus depreciation = \$21,993 Profit; 10% of depreciation is \$6,000.

Harbor: \$1,096,145 operating revenues + \$150,000 transfer in for debt service - \$967,162 operating expenses minus depreciation - \$122,646 debt service = \$156,337; 10% of depreciation is \$85,500.

Elderly Housing: \$378,756 operating revenues – 341,310 operating revenues minus depreciation – 62,625 debt service = (\$25,179). 10% of depreciation is \$6,884.

Assisted Living: \$1,028,600 operating revenues - \$882,149 operating expenses - \$187,875 Debt Service = (\$41,424); 10% of depreciation is \$10,700. Recommending a \$50,000 GF subsidy for FY 2015.