

Mo Hansen

From: Mo Hansen <cityhall@waterloowi.us>
Sent: Tuesday, October 09, 2018 8:50 AM
To: Waterloo Clerk/Treas Office
Cc: dpw@waterloowi.us; mkawula@waterloowi.us
Subject: Correction on options -- FW: Clerk/Treasurer options to conclude budget deliberations

Please note the **correction below**. BOTH options A & B can fund the purchase of the DPW Truck. Options A & B do not contribute an additional \$50,000 in tax levy as requested to the DPW Equipment Reserve for future DPW equipment purchases.

Mo Hansen | Clerk/Treasurer | [City of Waterloo](#) | 920.478.3025

From: Mo Hansen [mailto:cityhall@waterloowi.us]
Sent: Monday, October 08, 2018 5:05 PM
Subject: Clerk/Treasurer options to conclude budget deliberations

Mayor, City Council and Department Heads:

With the 10/8 version serving as the base, below are different options for the Finance Committee to weigh as it seeks to close out its phase of the budget deliberations.

- A. Use current year revenue deferring capital expenditures where possible to bringing revenues in line with expenditures.
- a. Assumptions:
- i. Tax levy increase equal to Net New Construction.
 - ii. Wheel Tax @ \$30
 - iii. "10/01" serves a base budget.
 - iv. Parks Dept. addresses carryover deficit.
 - v. Fire Dept. addresses 12k in expenditures greater than revenue.
 - vi. Capital expenditures reduced to contractual obligations or where other dollars are leveraged.
 1. Phase 1 of Edison / Franklin @ \$402,490, not whole project at \$687,665.
 2. DPW patrol truck **funded without \$50,000 in tax levy for future purchases. deferred to 2020 as it needs \$46,956 in property tax this year to fully fund \$130,000 purchased.**
 3. LED Lighting optimization \$26,033.
 4. Bobcat Year #2 lease, \$15,000.
 5. PD Squad using only Squad reserves, \$30,000.
 6. No borrowing.
 7. Street improvement schedule pushed back one year with Edison / Franklin Phase 2 inserted in 2020.
 - vii. Library addresses 15k in expenses greater than revenue.
- B. Borrow for and estimated 24 months paying for debt with 2019 and 2020 revenue to fund Edison / Franklin in single year; defer 2020 road project to 2021 and pushing out non-funded capital items one year.
- a. Assumptions:
- i. Tax Levy Increase equal to Net New Construction Figure
 - ii. Wheel Tax @ \$30
 - iii. "10/01" serves a base budget
 - iv. Parks Dept. addresses carryover deficit.

- v. Fire Dept. addresses 12k in expenditures greater than revenue.
- vi. Debt Service of ~~\$737,665~~ \$687,665. Borrowing proceeds of \$687,665 for street project. ~~and \$50,000 to fully fund \$130,000 DPW truck~~ funded with no reserve dollars set aside.
- vii. Capital expenditures reduced to contractual obligations or where other dollars are leveraged.
 - 1. Full Edison / Franklin project @ \$687,655.
 - 2. DPW patrol at \$130,000 is included here -- applying \$50,000 of debt proceeds to it in combination with existing DPW Equipment Reserve.
 - 3. LED Lighting optimization \$26,033.
 - 4. Bobcat Year #2 lease, \$15,000.
 - 5. PD Squad using only Squad reserves, \$30,000.
 - 6. No 2020 street improvement project with 2020 Wheel Tax and 2020 General Transportation Aids used to pay 2019 debt issuance instead.

- Budget version: "10/08/2018" Summaries
 - [All Governmental and Proprietary Funds Combined](#)
 - [Tax Levy By Fund](#)
 - [General Fund By Department](#)

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