Tentative Budget

Fiscal Year 2018-2019
Tentative Budget

Cottonwood Heights Elected Officials:
Michael J. Peterson, Mayor
J. Scott Bracken, Council Member
Tali Bruce, Council Member
Christine W. Mitchell, Council Member
Michael Sheridan, Council Member
Noted Reductions in Revenue

- Holladay Fire Service Cost Share -$160,000-$170,000. Recalculated by UFA
- Court Fines- $80,000 annual revenue through inter-local agreement
- E911 Telephone Fees- Sent directly to VECC -$265,000 (Pass through)
- Fund Balance appropriation in 2018=$450,000
- Business License and Permits -$37,000 Legislative changes to business license laws
- SB235- Sales Tax diverted toward Homeless Shelters $57,897
- Inflation
Gross collections have gone up about $450k ($6.40 million to $6.84 million) but **purchasing power of those dollars has diminished almost 9% (.889%/year on average)**. Council Member Scott Bracken
Gross collections have gone up about $290k ($5.56 million to $5.85 million) with a major dip due to the recession, and purchasing power of those dollars has diminished 10.4% (1.04%/year on average). So, even though gross dollars have finally gone above our former historical high point, the **value/purchasing power of those dollars is still over 10% lower**. Council Member Scott Bracken
Budget Savings

- Changes in Exec. Staff- $301,317  (Assistant City Man., Finance Dir. & Comm. & Econ. Dir.)
- City Hall operations- $65,000
- Attorney Fees- $24,022
- Adjustment of expenses in many areas of the budget- $40,427  (Insurance, CHLTP Annual Seed Funding, Police, Emergency Management, etc.)
- Elections- $86,000  (Every other year savings)
- Police Service- $350,000
- Reduced Operating Budget by -2.51% over 2018 budget
INCREASES TO OUR COST OF DOING BUSINESS

- Fire Service- $41,375-$54,407 (4-man at Station 110, 3-man at Station 116)
  - Fire Service- $328,000 additional with 4-man crew at both stations
- IT Dept.- $98,000 Software Licensing, Hardware Updates
- 2.1% COLA, 3.0% Merit Increases
- Tier II Retirement Adjustments- $63,000
- Snow Plowing Enhancement- $10,000
- Capital Projects- $1,029,175 increase over 2018 budget
  - Road Repairs- $850,000 of $875,000 Pavement Condition Index (PCI) Improvement, ($596,375 more than 2018)
  - Ferguson Outfall Line- $200,000
  - Mountview Park TRCC Project- $110,000
  - Capital Projects Increase of
## Budget Summary

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
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<tbody>
<tr>
<td>FY2019 Budgeted Expenses</td>
<td>$19,782,366</td>
</tr>
<tr>
<td>FY2019 Anticipate Revenue</td>
<td>$18,862,480</td>
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<tr>
<td>Shortfall</td>
<td>$919,886</td>
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</tbody>
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How to Balance The Budget

- Truth in Taxation (TNT) $919,886
- Telecom Tax $375,000
- Fund Balance $1,700,000 (Unrestricted Funds)
- Road/Storm Drain Fees $________
- Budget Cuts $________

Current Property Tax for $400,000 Home (Assessed Value) $405.02 (Year)
TNT for $919,886 13.4% Increase $ 54.28 Y/$4.52 M
TNT for $1,250,000 18.2% Increase $ 73.76 Y/$6.14 M
TNT for $1,500,000 21.9% Increase $ 88.51 Y/$7.38 M
This Page Reserved for TNT projections
QUESTIONS?