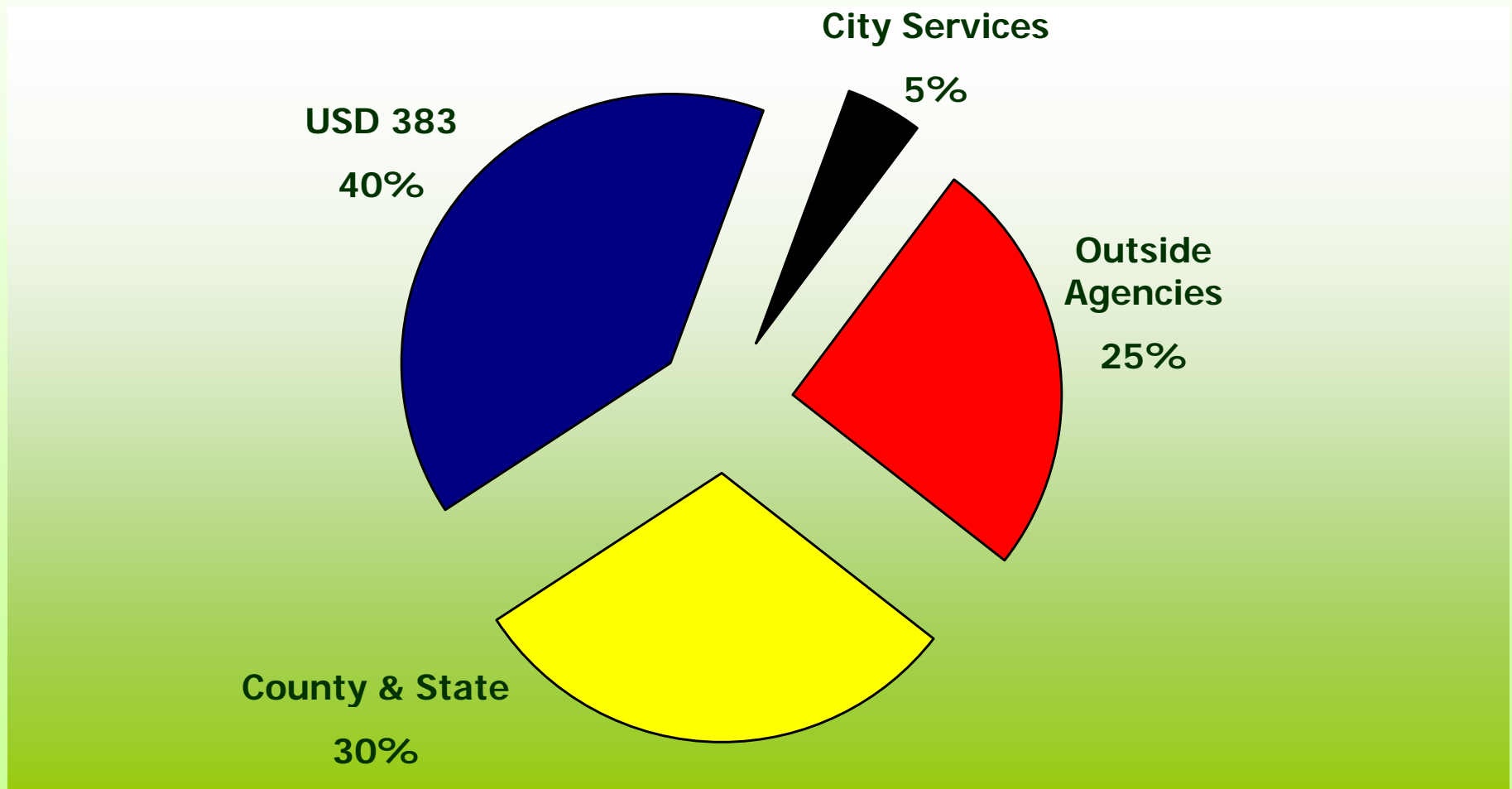




2008 City Budget

**Second Budget
Work Session**

2007 Property Taxes Levied





Annual Property Tax Bill

	2001	2006	Dollar Change
State	\$ 22.67	\$ 30.71	\$ 8.04
Riley County	\$ 523.27	\$ 658.36	\$ 135.09
Statewide USD	\$ 256.22	\$ 363.40	\$ 107.18
USD 383	\$ 423.81	\$ 487.62	\$ 63.81
City of Manhattan	\$ 641.36	\$ 677.31	\$ 35.95
Total Tax Bill	\$ 1,867.33	\$2,217.40	\$350.07
City Taxes as a Percent of Total	34.3%	30.5%	

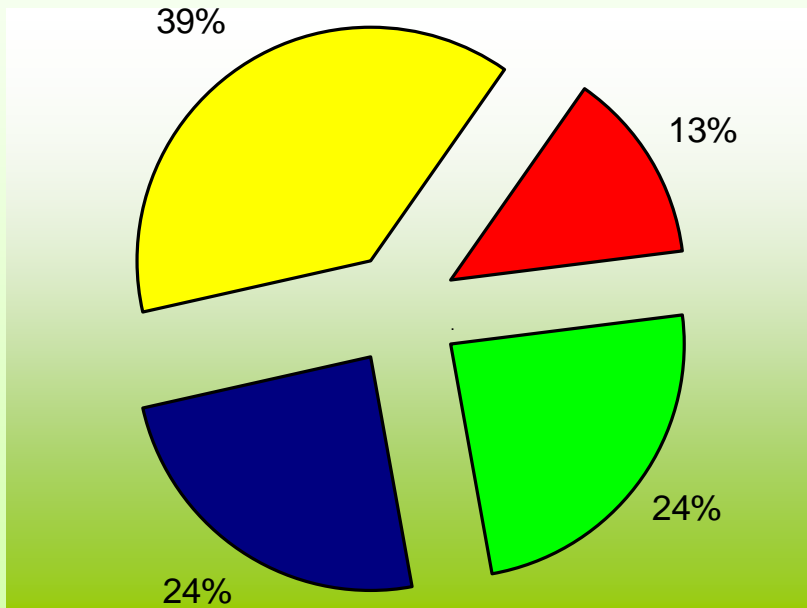


Annual Property Tax Bill

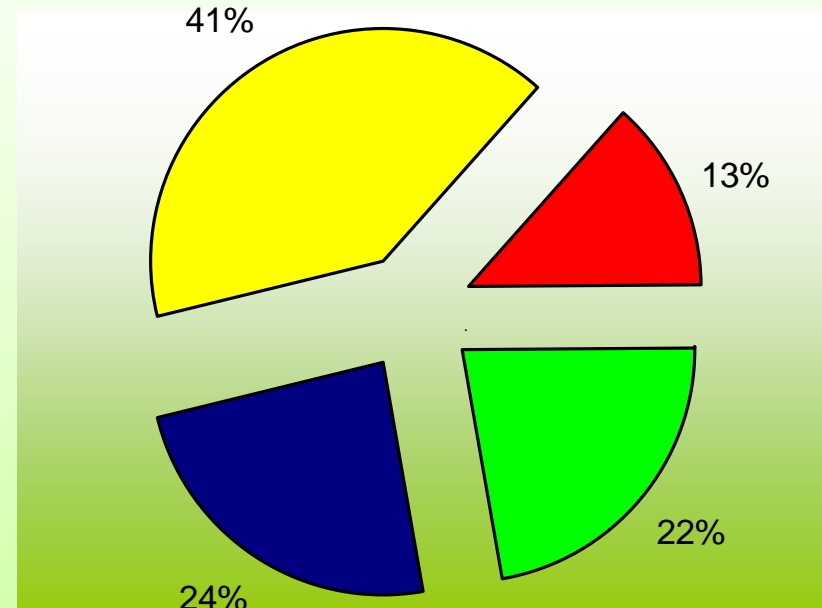
	2001	2006	Dollar Change
City of Manhattan	\$ 641.37	\$ 677.32	\$ 35.95
RCPD	\$ 328.38	\$ 448.38	\$ 120.00
Library	\$ 83.38	\$ 23.71	(\$ 59.67)
Health Department	\$ 9.62	\$ 10.84	\$ 1.22
Basic City Services <i>(including debt service)</i>	\$ 219.99	\$ 194.39	(\$ 25.60)

Proposed 2008 City Budget

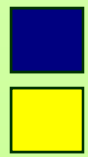
2007



2008



\$ 79,984,203 ——— 13.5% ———> \$ 90,130,401




General Fund

Special Revenue Funds



Enterprise Funds


Debt Service Fund



2008 Property Taxes Proposed

Property Taxes for Outside Agencies (tentative)

	2008 Taxes Levied	
RCPD	\$ 9,069,469	65.3%
Library	1,372,830	9.9%
Library EBF	299,308	2.2%
Industrial Promotion	50,000	.4%
Riley County Health Department	200,195	1.4%
	\$ 10,991,802	79.2%



2008 Property Taxes Proposed

Property Taxes for City Services (tentative)

	2008 Taxes Levied	
General Fund *	\$ 1,231,361	8.9%
Employee Benefit Fund	360,530	2.6%
Fire Equipment Reserve	150,000	1.1%
KP&F	89,094	0.6%
Industrial Promotion	50,000	.4%
Bond & Interest Fund	1,006,347	7.3%
	\$ 2,887,332	20.8%


* Will change based on City Manager cuts/reductions



2008 Property Tax Increase

\$ 1,721,500 *increase in 2008 property taxes*

RCPD	\$ 644,639
Library	\$ 96,205
Industrial Promotion	\$ 8,384
Health Department	\$ 8,882
General Fund *	\$ 228,400
City EBF Fund	\$ 82,257
KP&F Fund	\$ (6,101)
Fire Equipment Reserve	\$ 48,636
Bond & Interest	\$ 610,198



2008 Possible Tax Levy Rate


\$ 13,879,134 *in proposed property taxes*

\$ 12,157,634 *in 2007 property taxes*

\$ 1,721,500 *increase in 2008 property taxes*

Proposed mill levy rate at **32.959**

Compared to 2007 at **33.088**



2008 Possible Tax Levy Rate

Mill levy decreased since the 1st budget work session...

- (1) RCPD budget went up**
- (2) Bond & Interest budget went down**
- (3) General Fund budget went down due to lowering of budgeted cash reserves**



2008 Possible Tax Increase

\$ 1,721,500 *total increase in 2008 property taxes*

less **\$ 418,000** *taxes from new improvements*

\$ 1,303,500 *taxes from increased valuation*

\$ 644,600 *tax increase from RCPD*

\$ 610,200 *tax increase from Bond & Interest*



2008 Possible Tax Increase Offset

\$ 1,721,500 *total increase in 2008 property taxes*

less **\$ 418,000** *taxes from new improvements*

\$ 1,303,500 *amount to be "cut"*

\$ 824,050 *capital improvement spending* **and**

\$ 457,725 *in COLA/merit adjustments* **or**

\$ 334,506 *in commodity/contractual services increases*

\$ 203,132 *in new employee positions*



2008 Possible Tax Increase Offset

	\$ 1,721,500	<i>total increase in 2008 property taxes</i>
<i>less</i>	\$ 418,000	<i>taxes from new improvements</i>
	<hr/>	
	\$ 1,303,500	<i>amount to be "cut"</i>

However, this places the burden of property tax cuts squarely on the General Fund



2008 Possible Tax Increase Offset

If \$418,000 in new improvement taxes were spread across taxing agencies....

RCPD	\$ 122,331	\$ 644,639
Library	\$ 26,384	\$ 96,205
Health Dept.	\$ 2,732	\$ 8,882
General Fund *	\$ 133,561	\$ 228,400
Employee Benefit	\$ 82,257	\$ 82,257
Bond & Interest	\$ 50,744	\$ 610,198



2008 Budget Snapshot

Property Tax Funds	2007 Budget	2008 Proposed
General Fund *	\$ 19,407,122	\$ 21,452,000
Bond & Interest	\$ 10,642,557	\$ 12,118,202
RCPD	\$ 9,311,532	\$ 10,102,584
Library	\$ 1,900,604	\$ 2,178,938
Fire Equipment Reserve	\$ 450,000	\$ 634,550

(continued)

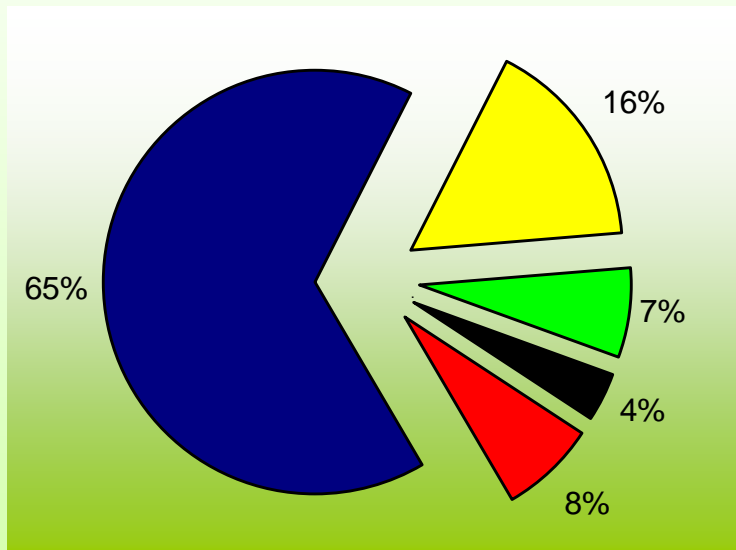


2008 Budget Snapshot

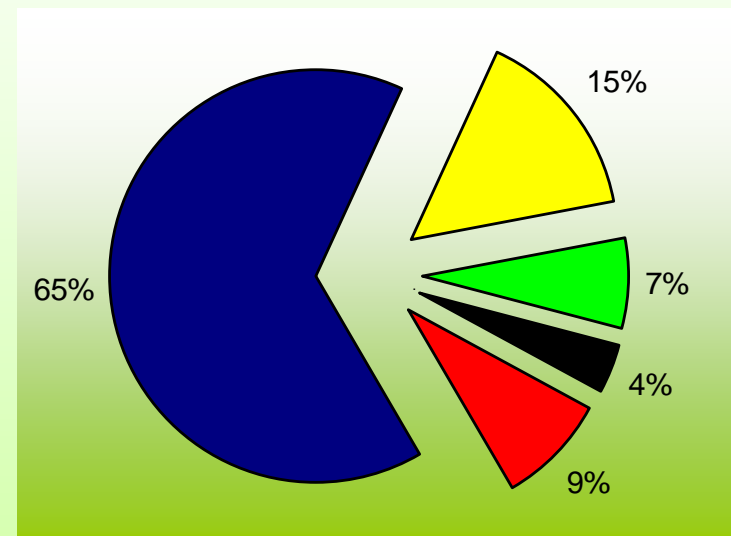
Property Tax Funds	2007 Budget	2008 Proposed
Industrial Promotion	\$ 477,750	\$ 500,000
Riley County Health	\$ 212,880	\$ 225,651
City Employee Benefit Fund	\$ 1,000,000	\$ 1,091,700
Fire Retirement Fund (KP&F)	\$ 450,000	\$ 523,260

General Fund Increase

2007



2008



\$ 19,407,122

10.5%

\$ 21,452,000



Personnel Services
Contractual Services
Commodities

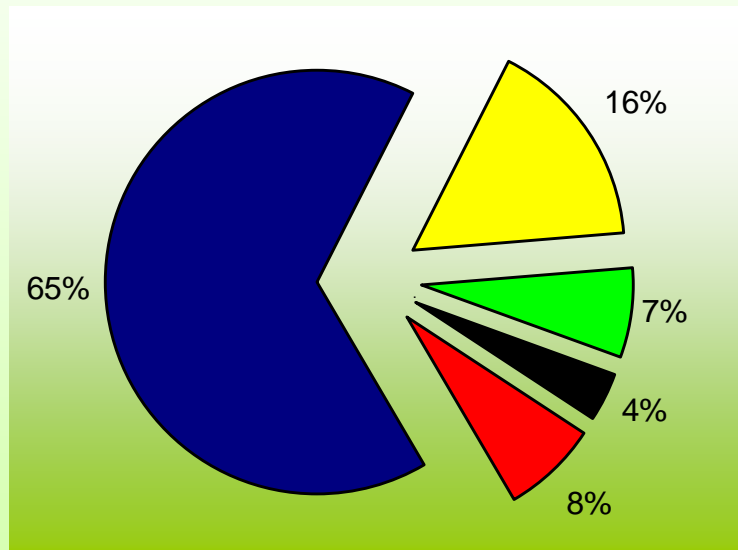


Capital Outlay
Other Charges & Reserves

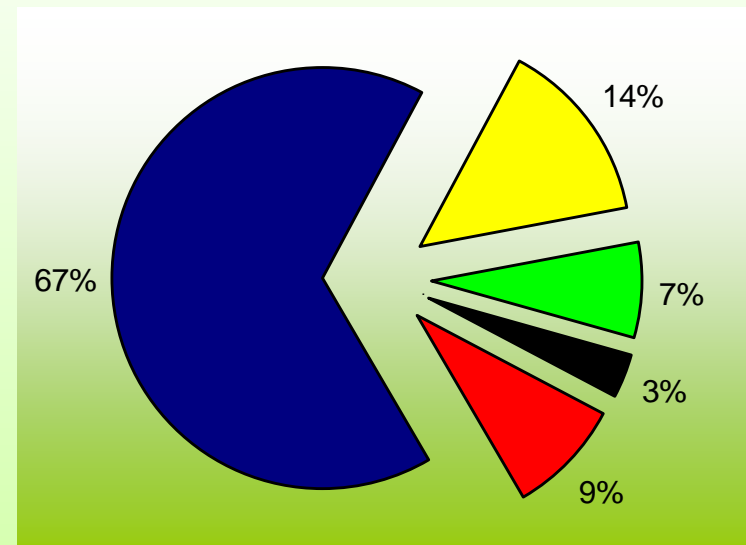
General Fund Increase

After City Manager Cuts and Reductions = \$432,825

2007



2008



\$ 19,407,122

8.3%

\$ 21,019,175



Personnel Services
Contractual Services
Commodities



Capital Outlay
Other Charges & Reserves



City Manager Cuts/Reductions

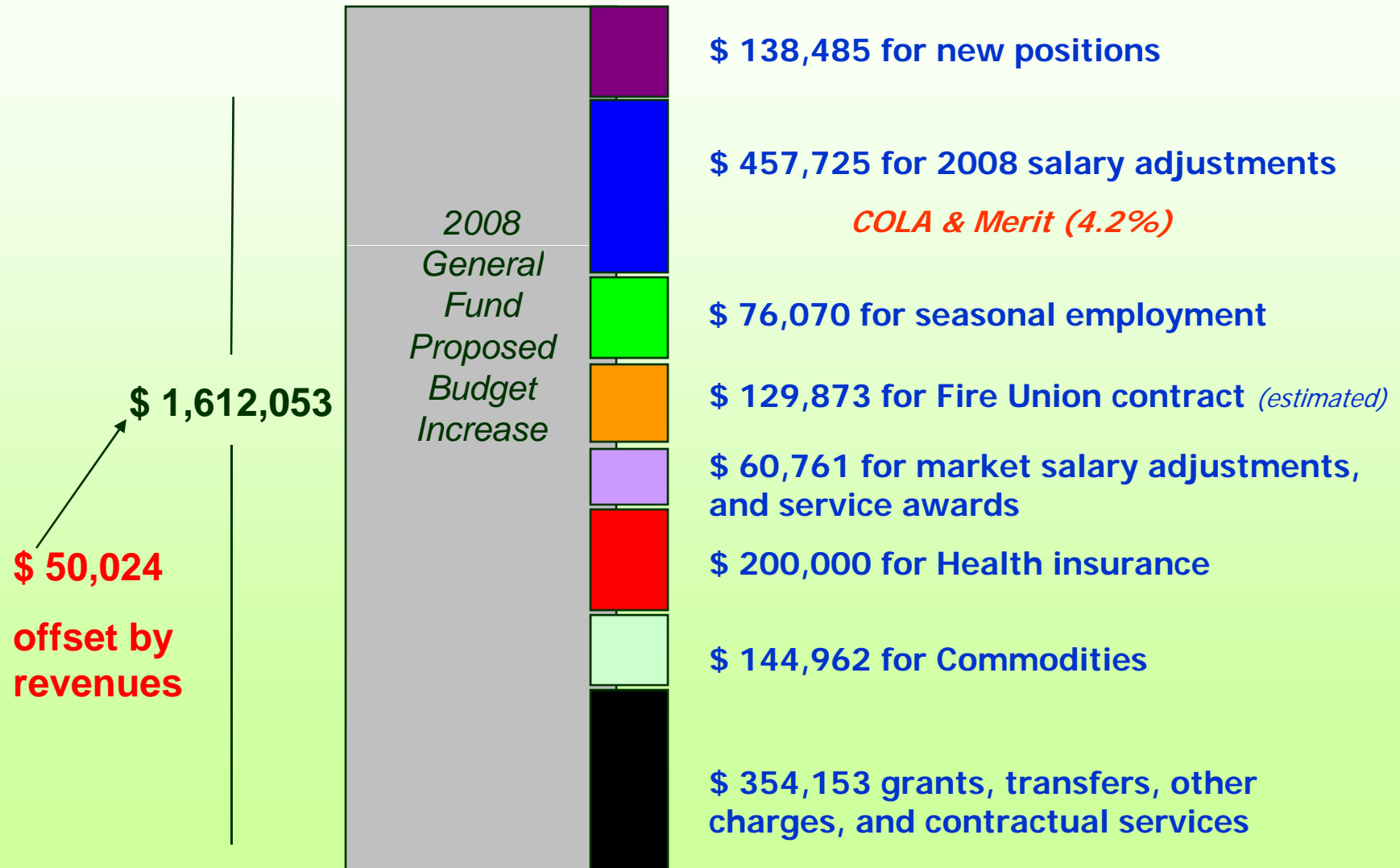
- Affecting salaries (\$35,973)
- Affecting Contractual Services (\$303,852)
- Affecting CIP (\$93,000)

Total = \$432,825

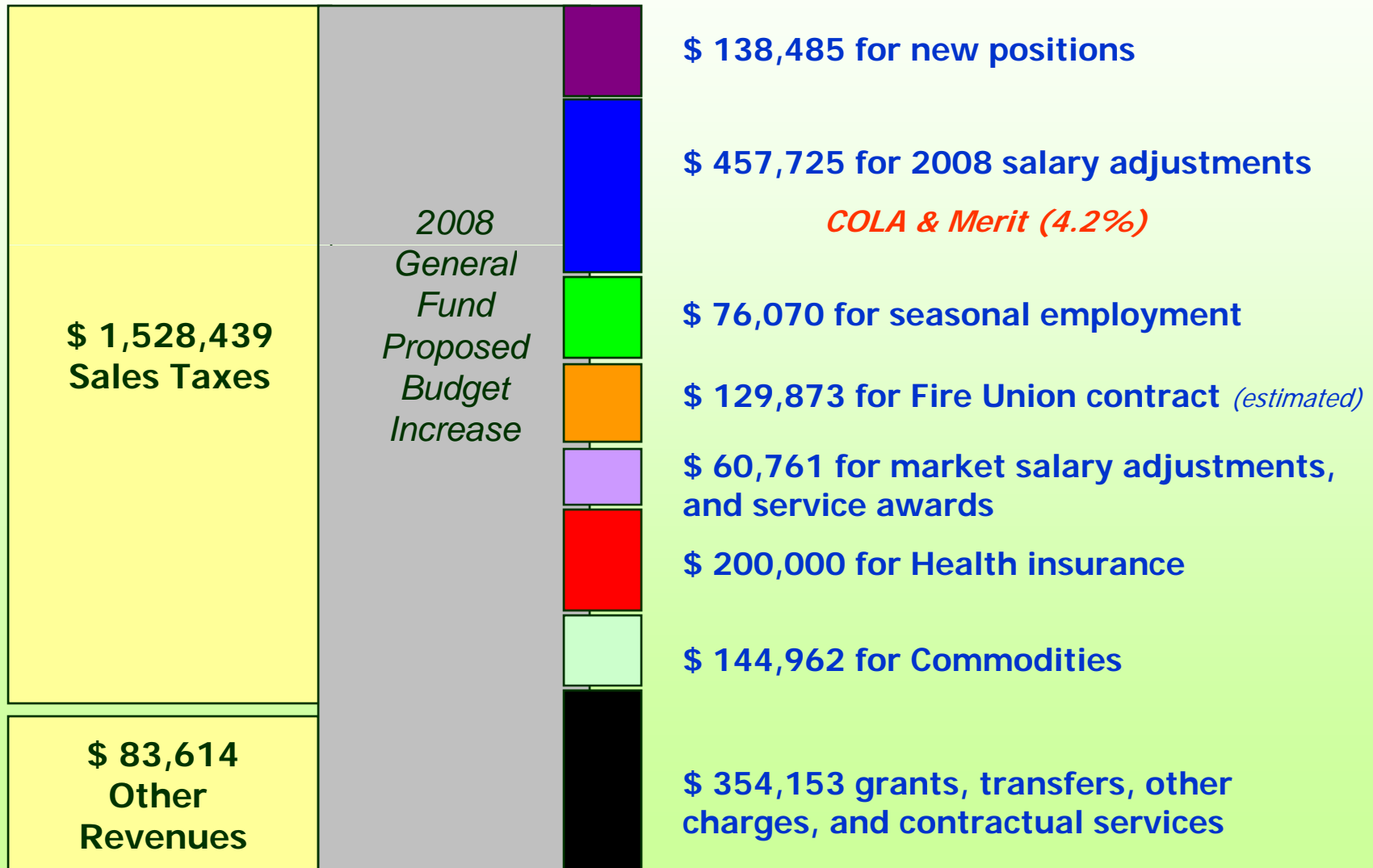
- Affecting the Tax Levy (\$50,024)

Total Levy Reduction= 1.15 mills

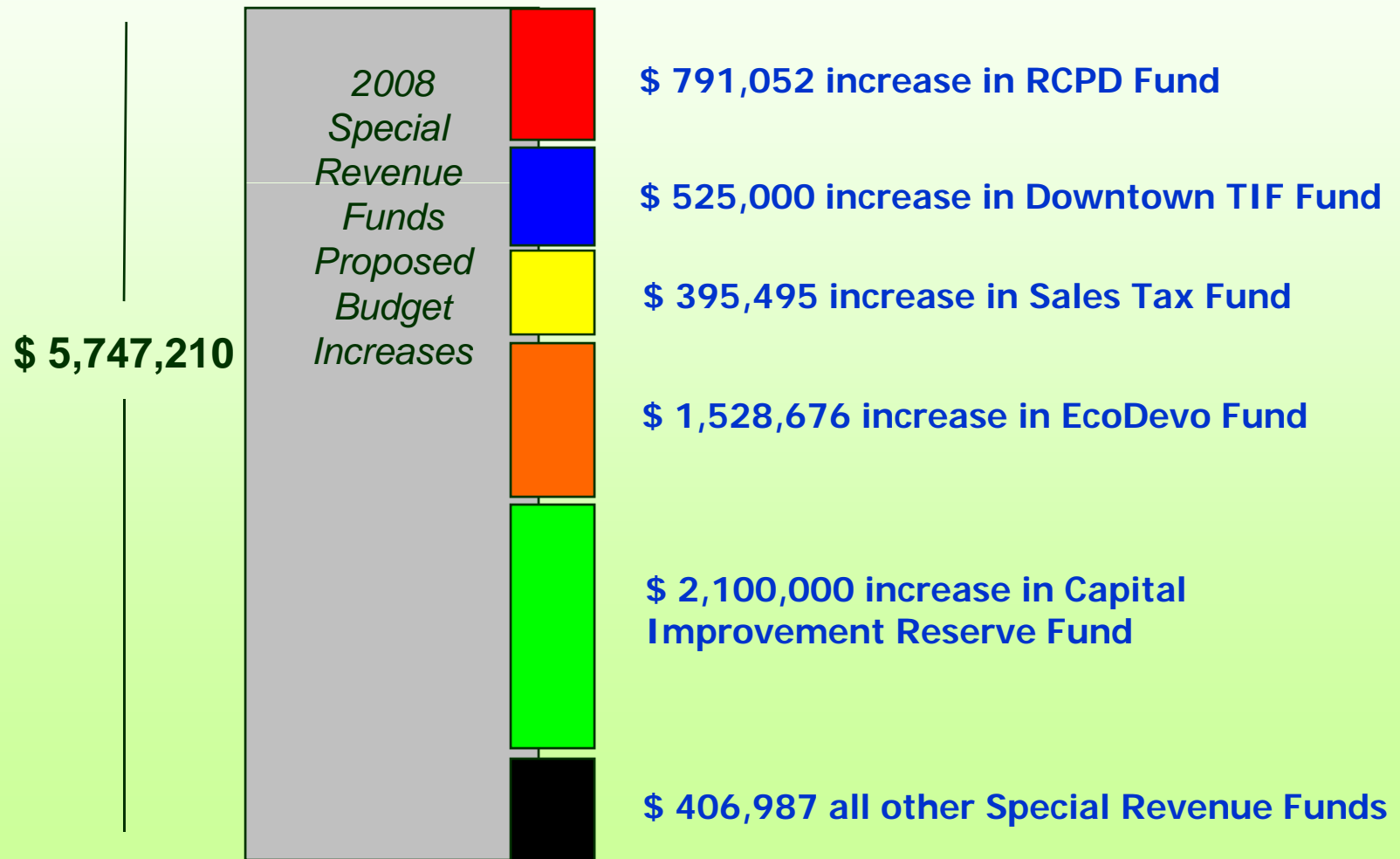
General Fund Increase



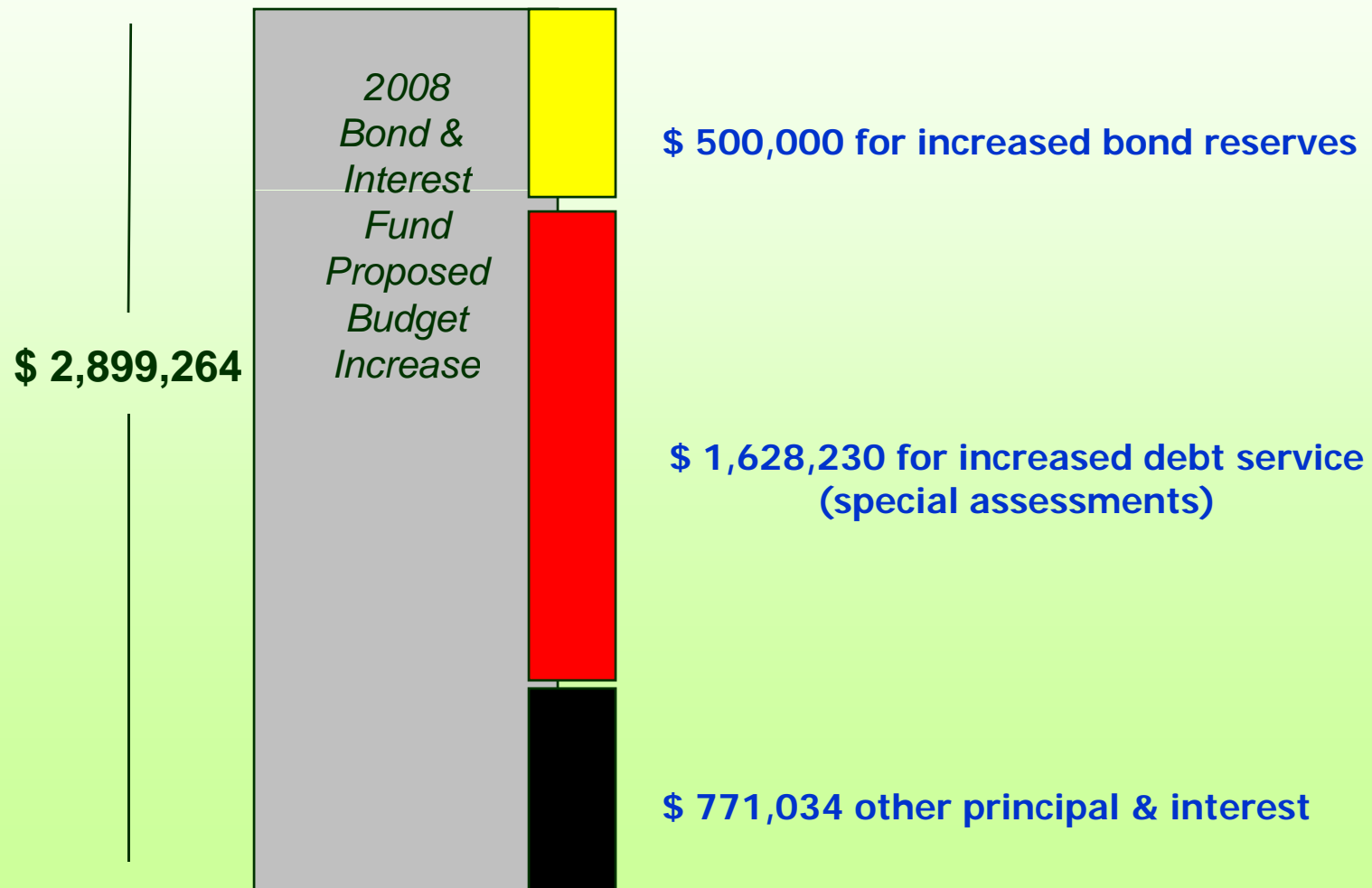
General Fund Increase



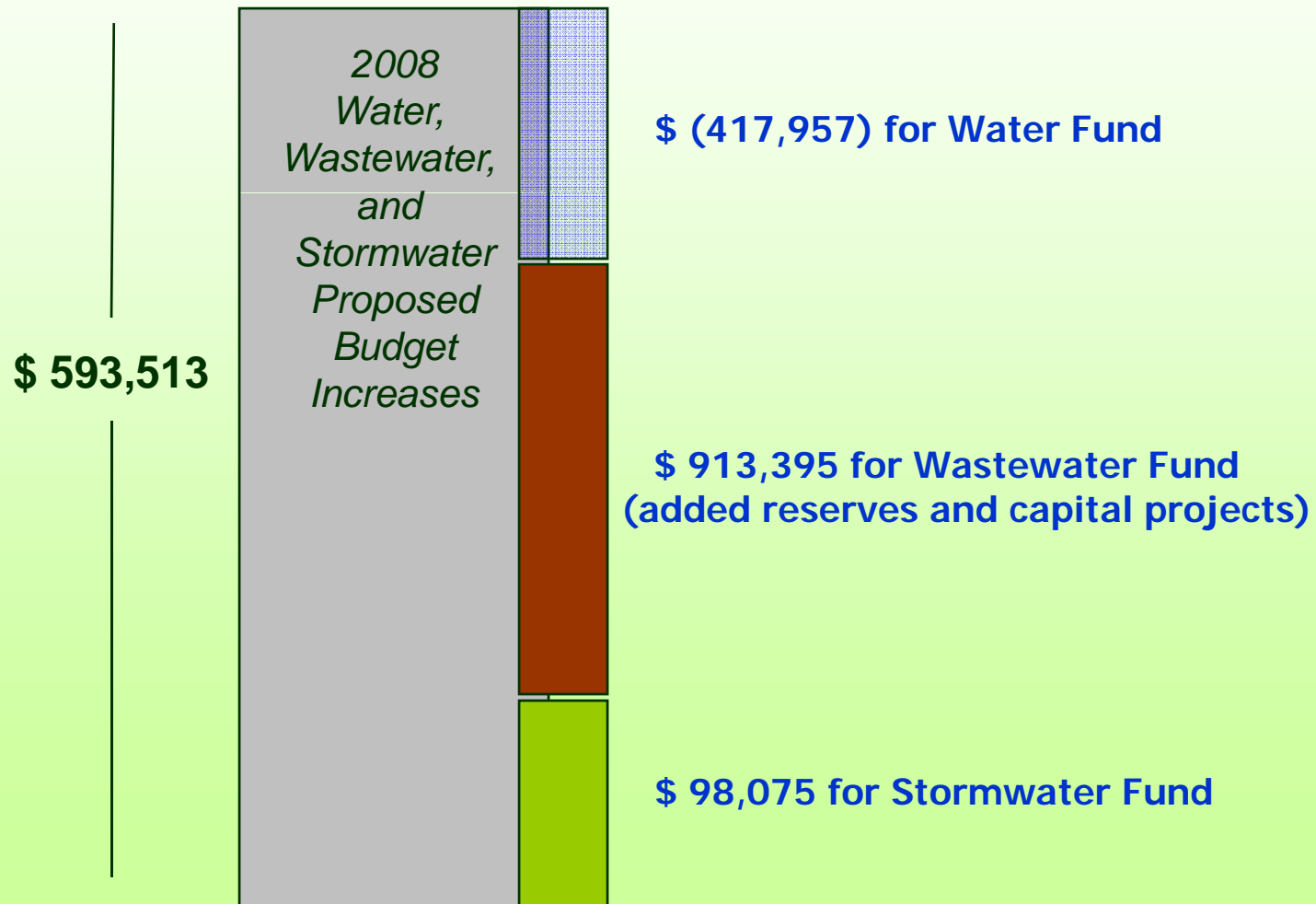
Special Revenue Funds Increase



Bond & Interest Fund Increase



Enterprise Funds Increase





Work Session Summary

- General Fund & Total City Budget decrease by \$432,825
- Proposed Tax levy rate decreases by 1.15 mills
- New proposed tax levy rate is now **31.81** (current levy is 33.09)



Work Session Summary

Homeowner impact

\$ 175,000 Home

times 14.5%

\$ 200,375 Home

times 11.5%

times 11.5%

\$ 20,125 taxable value

\$ 23,043 taxable value

times 33.088 mill levy

times 31.810 mill levy

\$ 666 in City taxes

\$ 733 in City taxes



Issues Upcoming

- Water Fund rate increase
- Amend the 2007 General Fund budget to allow for a transfer to the Capital Improvement Fund
- Possibly adjust the Bond & Interest/General Fund mill levies
- Prepare for 2008 Budget Publication



Preview of Next Work Session

2008 Outside Services Increase (Including Library and Health Department)

Outside Services \$ 336,206

All agency requests have been left in the proposed 2008 budget as presented. In addition, only two citizen requests were added to the 2008 budget—both based on matching funds.



Remaining Budget Calendar

3rd Budget work session on **June 26th**

4th Budget work session on **July 10th**

Public hearing on the 2008 City Budget and CIP on
August 7th *(or, alternatively, August 14th)*



Questions?