
**Public Hearing
for the
2008 City Budget & CIP**

2008 Budget Highlights and Initiatives

- Continued progress with Downtown Redevelopment including construction of a new roundabout at 4th and Bluemont
- Progress on a Quality of Life bond issue
- Continued preparation as the Ft. Riley build-up continues and adds to the region's population growth
- Design for two new fire stations
- Continued emphasis on economic development

(continued)

2008 Budget Highlights and Initiatives

- Commencement of major upgrades to the Water Treatment Plant
- Expanded reinvestment in street & utility infrastructure
- Continued expansion eastward along the US-24 corridor
- Several significant intersection and street improvements to accommodate growth and safety

(continued)

2008 Budget Highlights and Initiatives

- Airport improvements and future planning
 - Continued leveraging of local tax dollars
 - Emphasis on communication and services to the citizens of Manhattan
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2008 Budget Detail

- An increase of about \$953,239 in property taxes
(Please recall that RCPD's property tax increase alone is over 70% of this increase)
 - Another significant reduction in the City's mill levy rate
 - An increase in sales tax projections of 6%
 - An increase of \$250,000 in electric/gas franchise fees
 - The addition of 6 new employees to accommodate community growth
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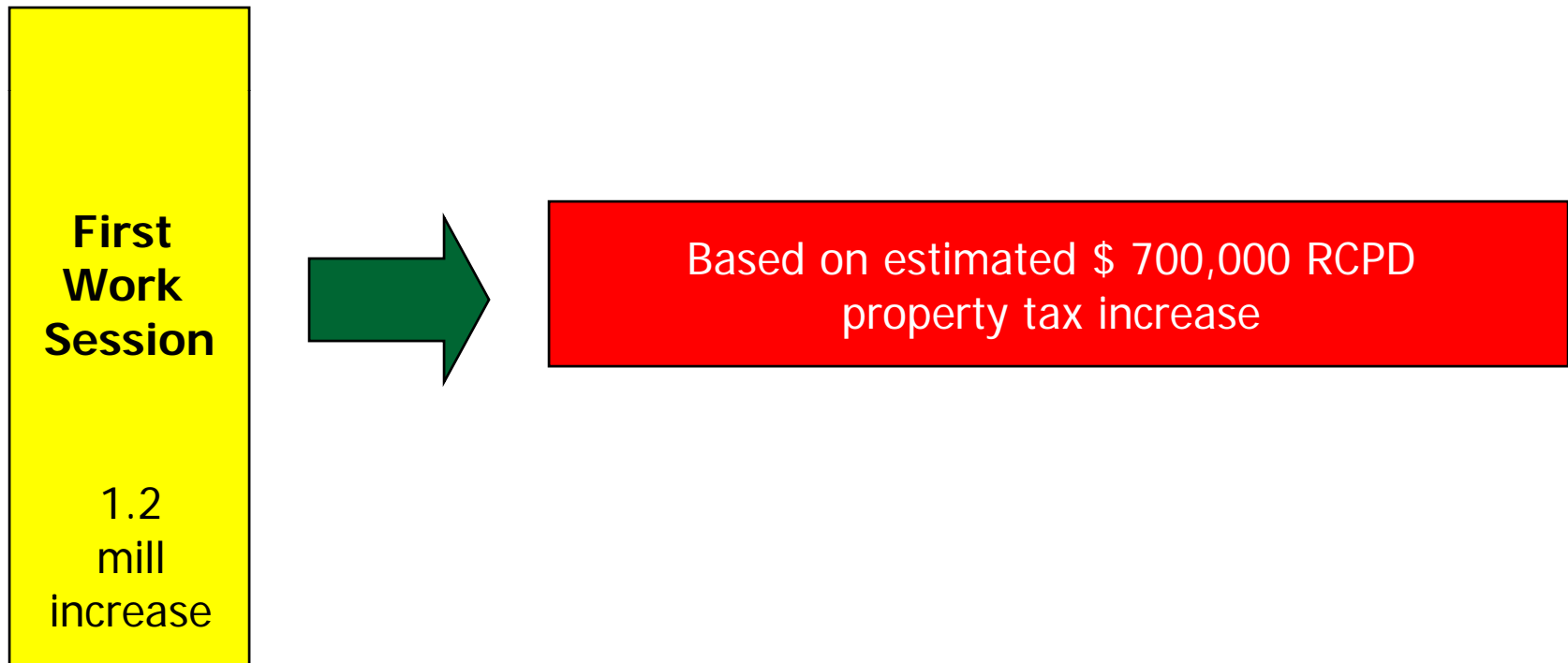
2008 Budget Reminders

- Citizen CIP requests remain in the program and may be funded but other under spending across the CIP
 - Outside agencies remain at the same budget levels as requested
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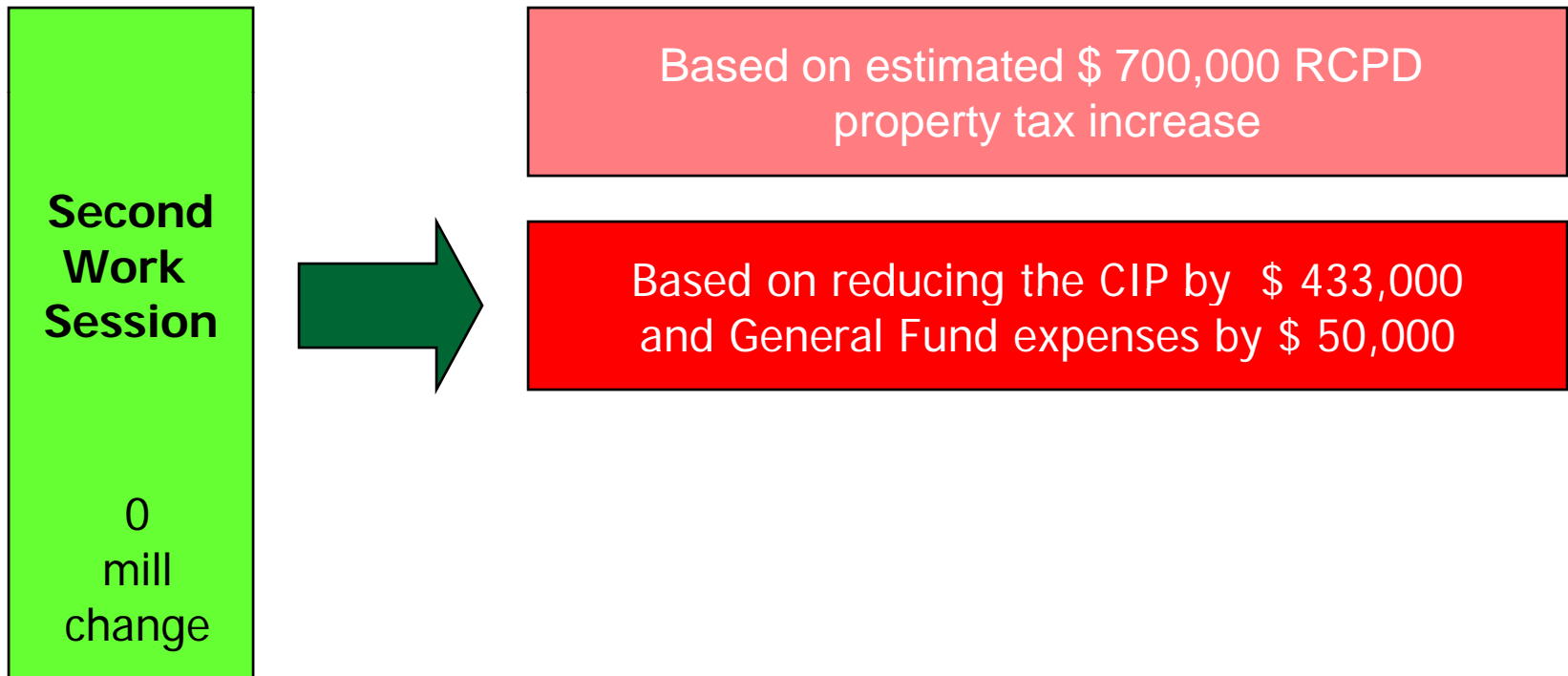
2008 Short-term Debt to be Retired

- K-Air Street (\$116,581) – (Retired in 2007)
 - Tuttle Creek Blvd. & Ehlers Road (\$15,225)
 - Seth Child Commons (\$55,825)
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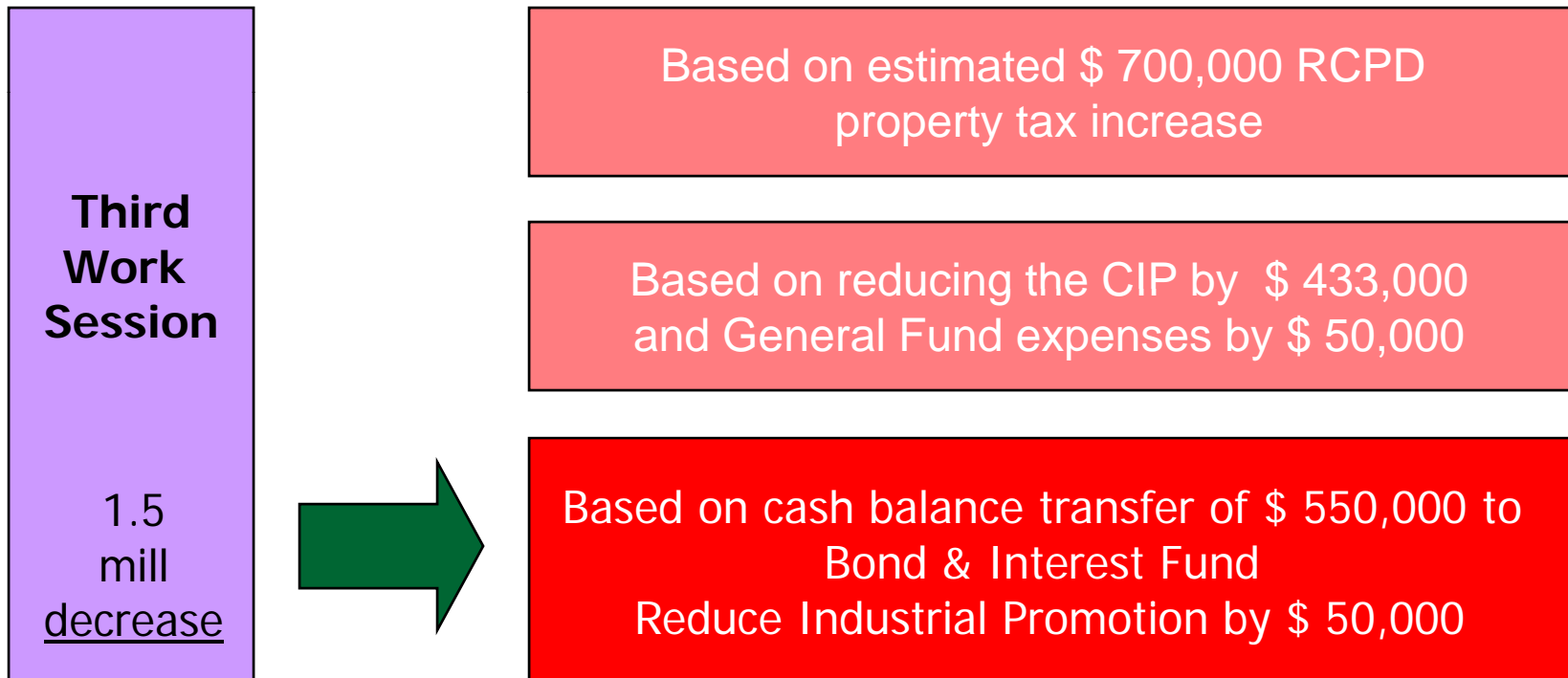
Work Session Review



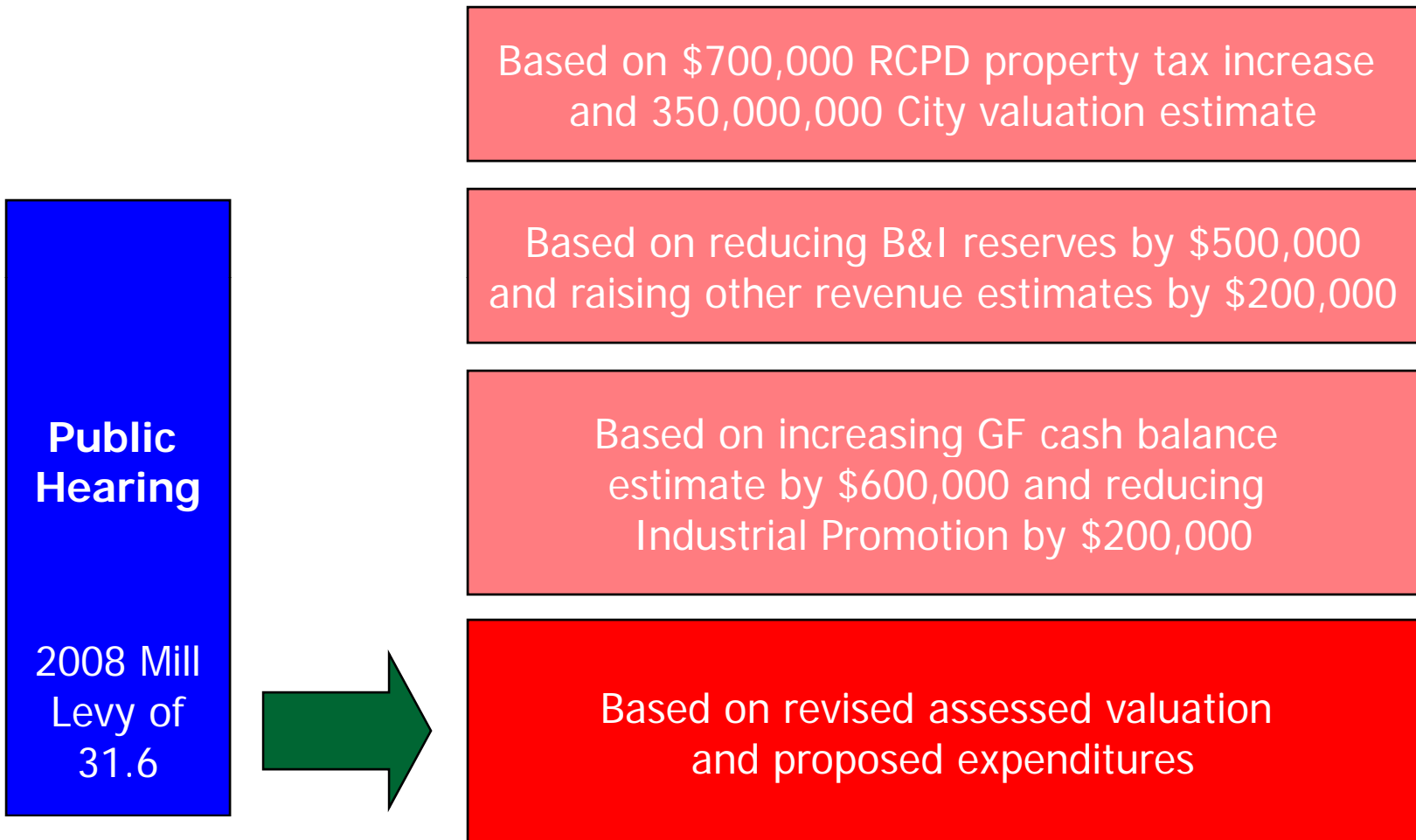
Work Session Review



Work Session Review



Work Session Review



2008 Proposed Tax Levy Rate

*Proposed mill levy rate of **31.627***

- ✓ Represents the lowest mill levy since 1985
 - ✓ Represents the 4th lowest mill levy since 1975
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2008 Proposed Tax Levy Rate

\$ 13,110,873 *in proposed 2008 property taxes*

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

\$ 953,239 *increase over 2007 property taxes*

15,264,209 *in new improvements valuation for 2007*

\$ 505,075 *in new improvement property taxes for 2008*

53% *of the increased property taxes for 2008 have never appeared on the tax roll*

2008 Proposed Tax Levy Rate

	2005	2006	2007	2008
Home values =	156,400	170,320	194,676	219,594
City Taxpayer	\$ 734	\$ 710	\$ 741	\$ 799
City Taxes Levied	\$ 12,052,804	\$ 11,648,970	\$ 12,157,635	\$ 13,110,873
Direct City Services	\$ 3,507,600	\$ 3,149,751	\$ 1,919,750	\$ 2,082,710

Average Homeowner = **\$58**

2008 Budget Snapshots

\$ 13,110,873 *in proposed 2008 property taxes*

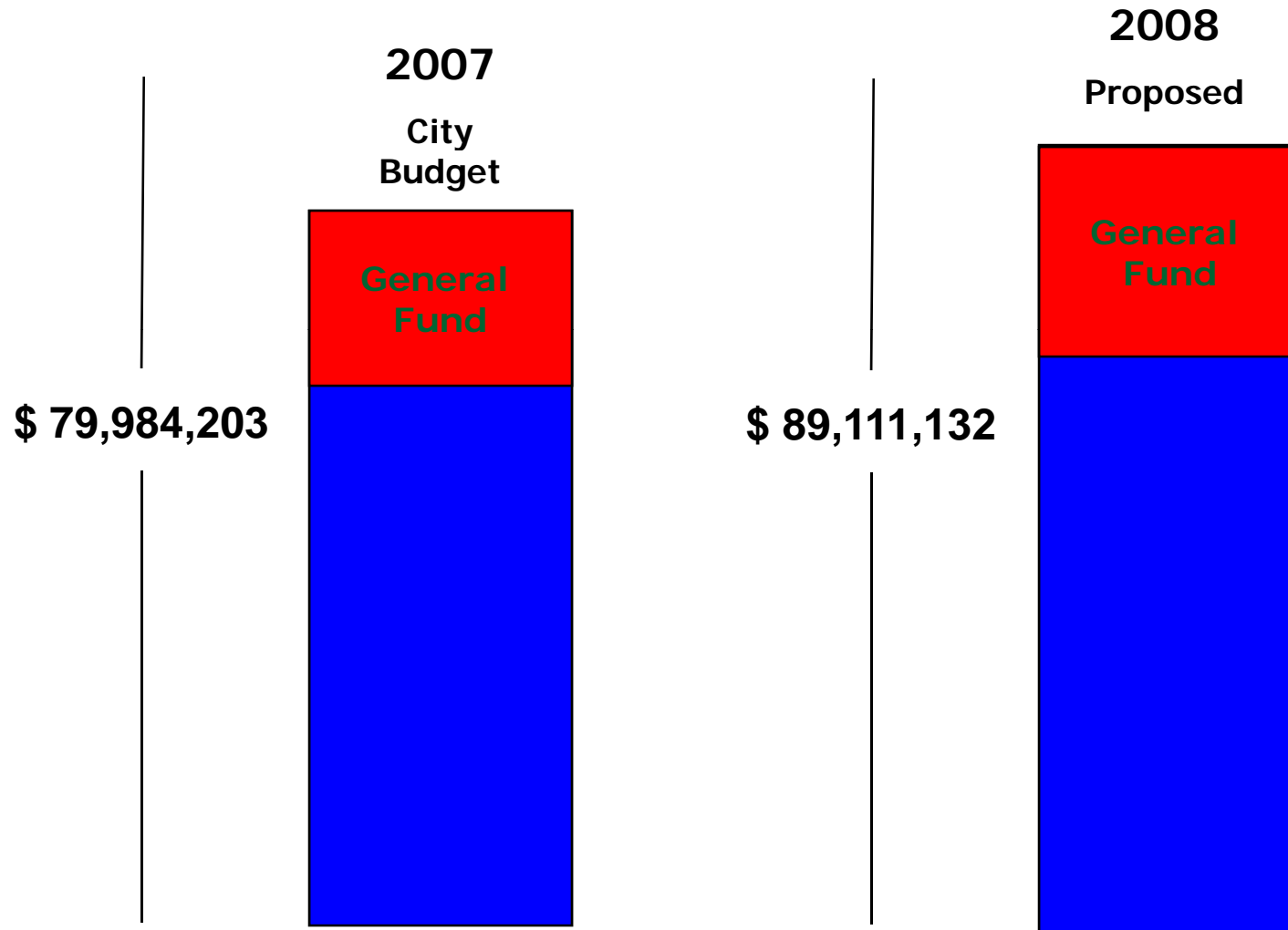
Property Tax Funds	2007 Budget	2008 Proposed
General Fund (9.4%)	\$ 19,407,122	\$ 20,801,075
Bond & Interest (3.3%)	\$ 10,642,557	\$ 12,106,658
RCPD (69.4%)	\$ 9,311,532	\$ 10,102,584
Library (13.0%)	\$ 1,900,604	\$ 2,178,938
City Emp. Ben. (2.0%)	\$ 1,000,000	\$ 1,091,700

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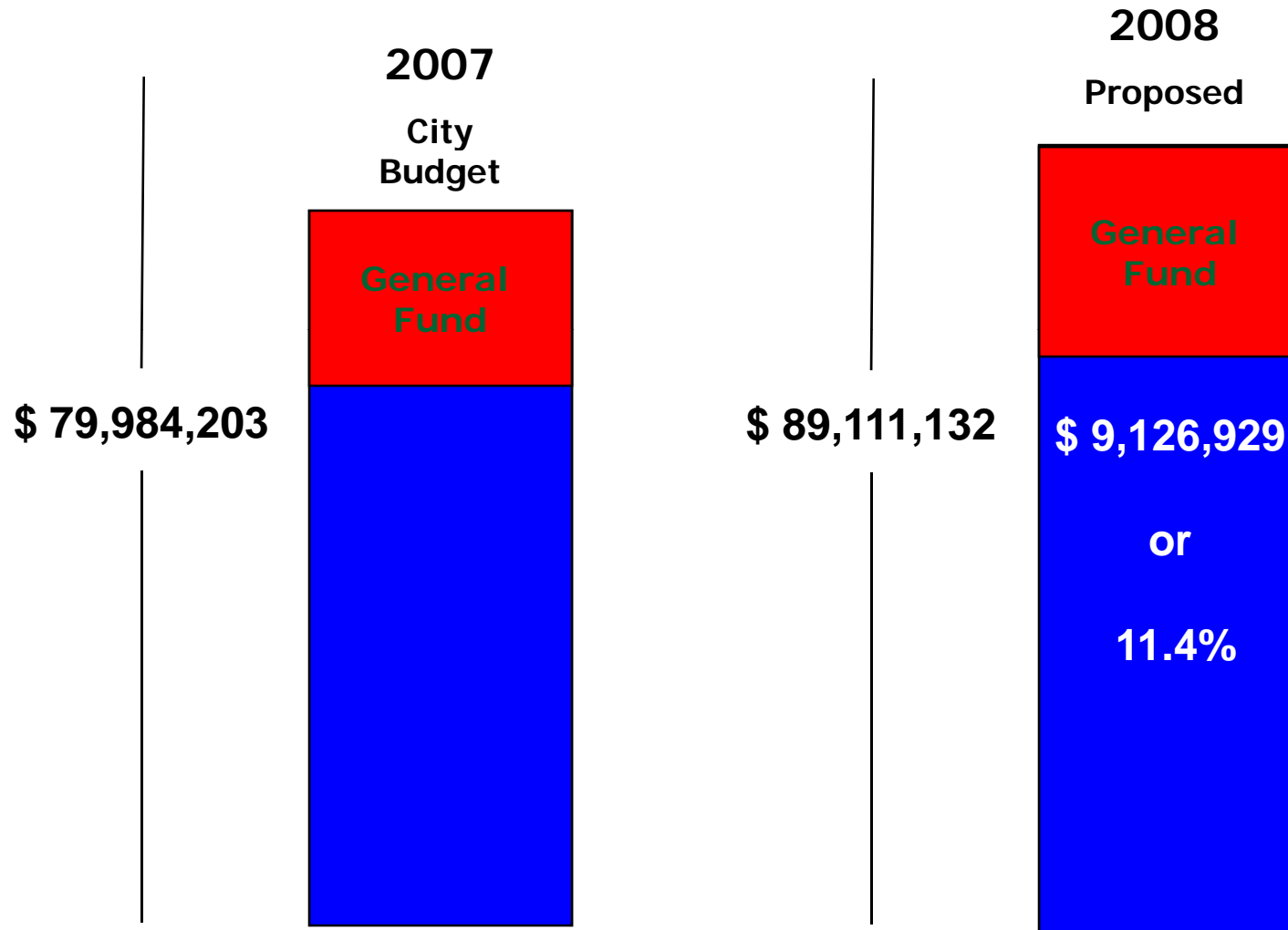
2008 Budget Snapshots

Property Tax Funds		2007 Budget	2008 Proposed
Industrial Promo.	(.2%)	\$ 477,750	\$ 500,000
KP&F (Fire)	(.7%)	\$ 450,000	\$ 523,260
Fire Equip. Reserve	(.4%)	\$ 450,000	\$ 718,550

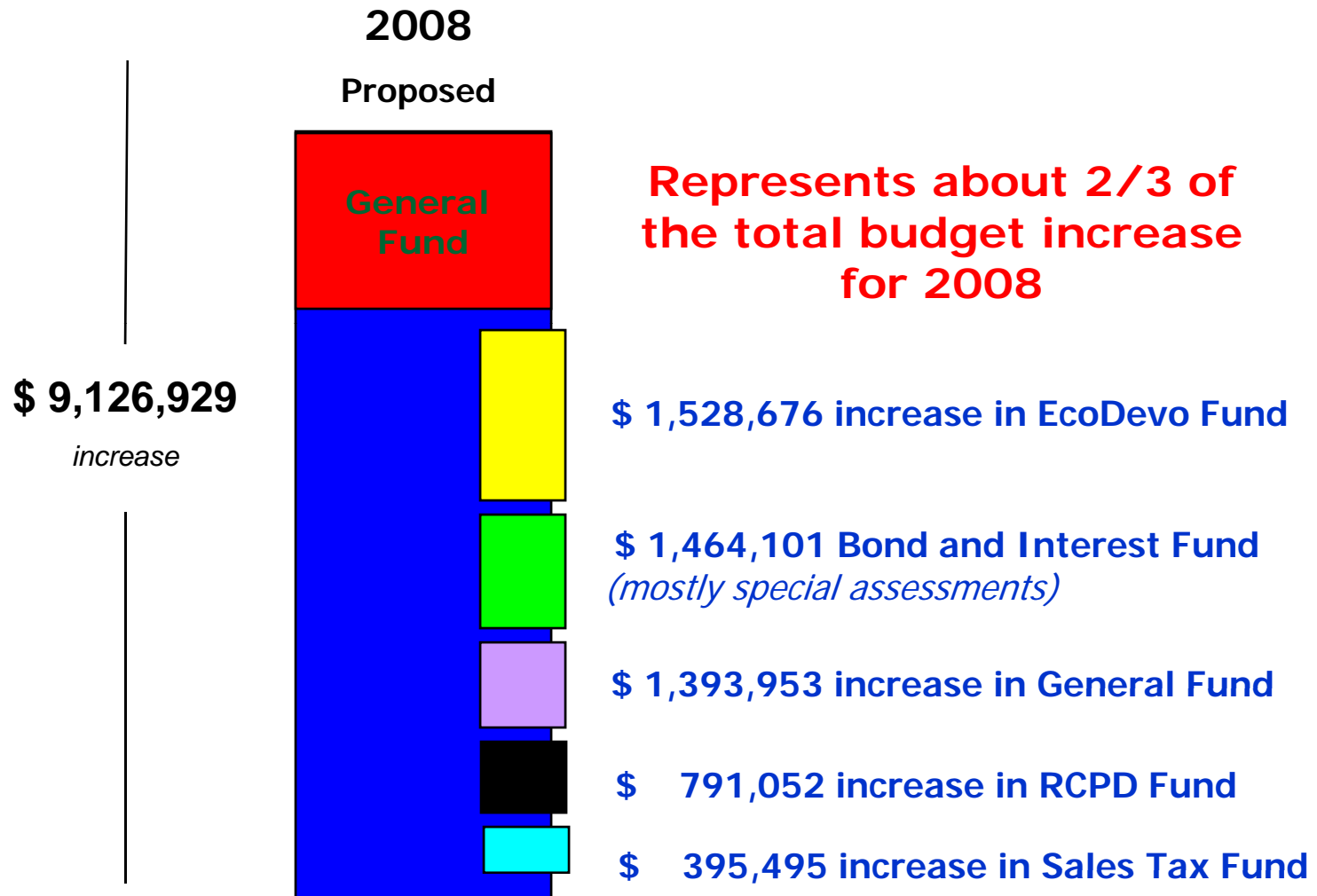
2008 Budget Overview



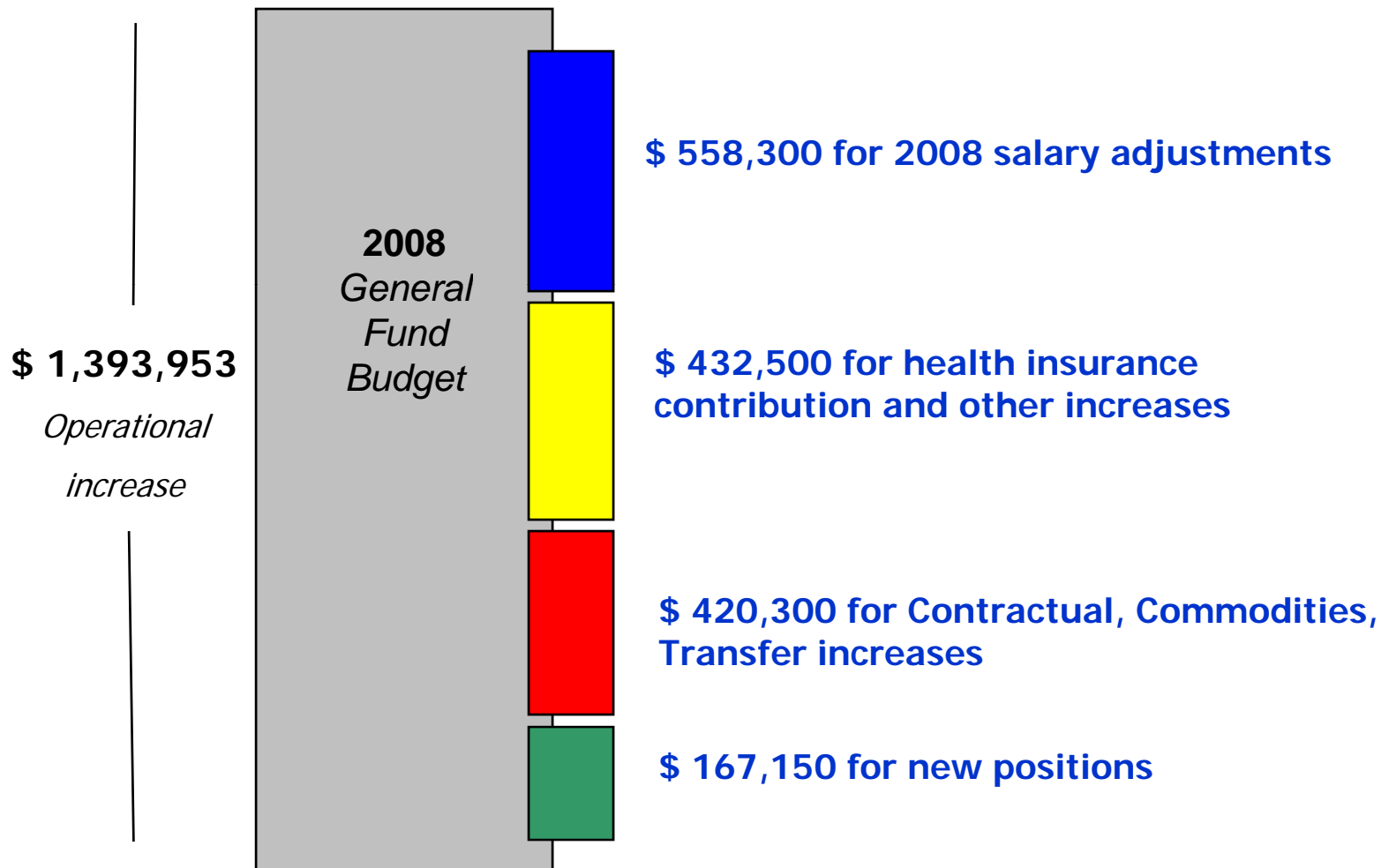
2008 Budget Overview



2008 Budget Overview



General Fund Increase



Remaining Budget Issues

- Approve amending the 2007 General Fund budget
 - Water rate increase
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Issue One

Amend the 2007 General Fund budget

- \$ 550,000 transfer to the Bond & Interest Fund
 - \$1,550,000 transfer to the Capital Improvement Reserve Fund
 - Total transfer of \$2.1 million
 - Kansas budgeting law requires amendment and public hearing in order to make this expenditure (*which, otherwise, would result in the published 2007 budget to be exceeded*)
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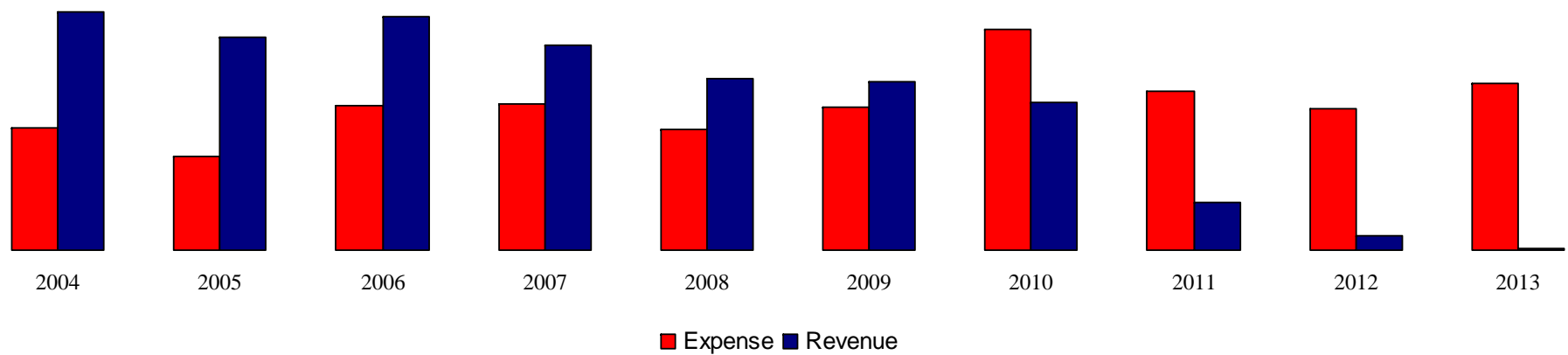
Issue Two

Water Rate Increase

- 15% increase is necessary in January of 2008 in order for the Water Fund to meet anticipated expenses
 - Last water rate increase was in 1990
 - Manhattan's rate structure is currently second lowest among utilities surveyed
 - 2008 Water Fund has been adjusted anticipating this increase
 - Additional rate increases will be discussed in the latter half of 2008 to determine necessity and/or amount
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Current Projections

Based on current rate structure



(assuming approval of first reading)

**2008 Annual City Budget
2nd reading of Budget Ordinance
and annual CIP Resolution**

August 21st

**Certify 2008 Budget to
County Clerk by August 25th**

Other Issues?

Questions?
