



2019/2020

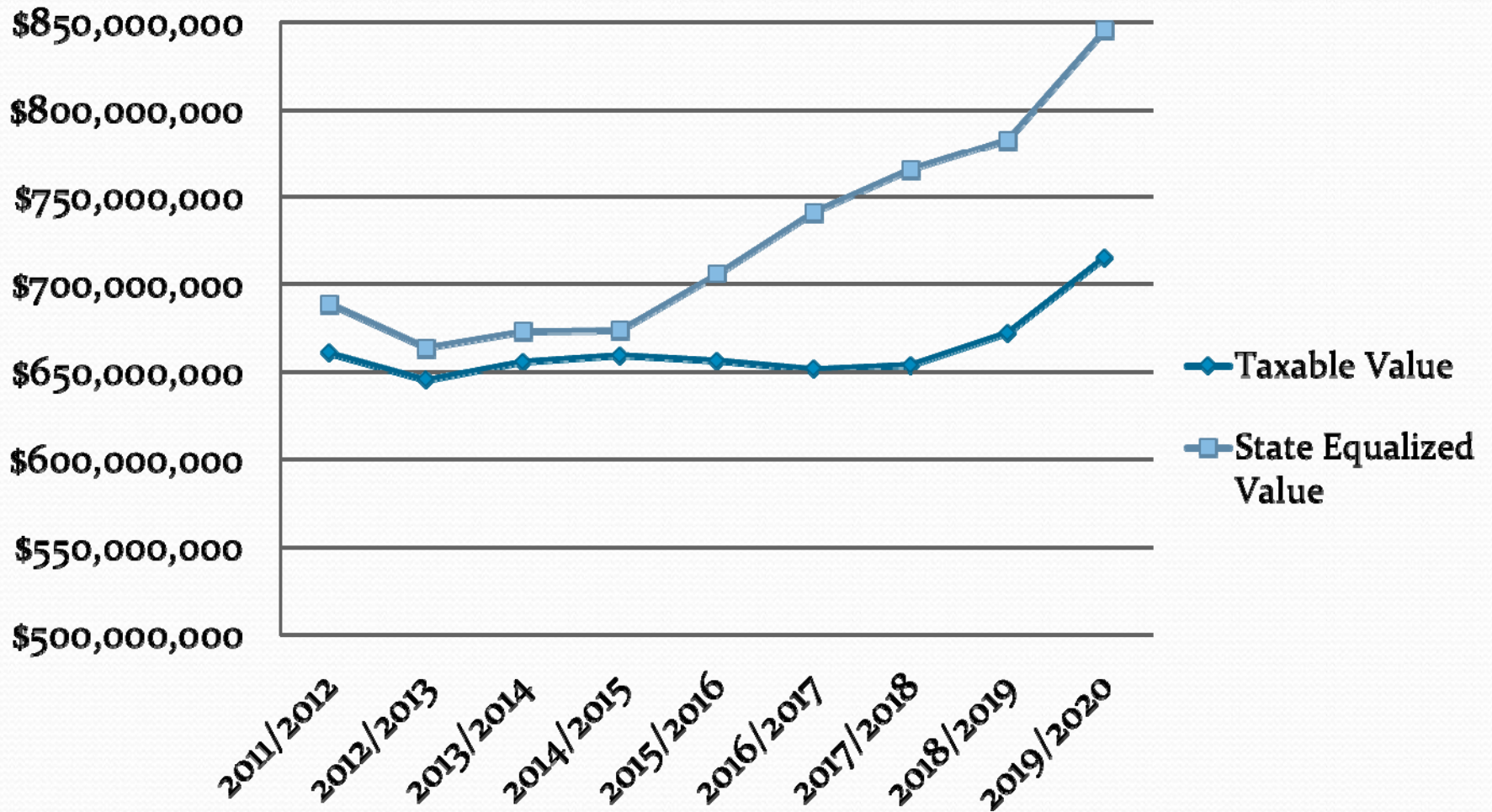
FINANCIAL PLAN OVERVIEW



# General Fund Revenues

- Proposed millage rate 11.05 – no change from 2018
  - General Fund (\$6,350,799)
  - Street Funding (\$620,593)
  - Capital Improvement Fund(\$438,873)
  - Special Project Fund (\$137,148)
- Property Taxable Value Increase capped by the State at 2.1%
- Revenue changes
  - State Shared Revenue
    - Projected increase in Constitutional State Shared Revenue of \$42,872
    - Statutory (CVT) Revenue projected increase of \$1,595
  - Court & Probation Split with Walker
    - 40% Grandville / 60% Walker

# Taxable vs Equalized Value





# General Fund Operating Expenditures

- **Personnel**

- Additional School Liaison Police Officer position – Grandville Public School Sharing Cost of Position
- Additional Fire Fighter/EMT Position
- Increase for Health Insurance cost under P.A. 192 - Hard Cap – City cost increase is 1.9%, any additional costs to be paid by employees
- \$95,000 increase in MERS required contribution - \$795,067 total
- 2.0% Contractual wage increase for Police Supervisory Unit, Police Rank & File, Non-Union, and Clean Water Plant
- Department Of Public Works – Pending contract



# General Fund Capital Expenditures

- **Major Capital Improvements/Equipment/Projects**
  - Police Department Equipment (*all paid with Drug Forfeiture Reserve Funds*) - \$61,000
  - Fire Department Equipment - \$55,200
  - Fire Department Parking Lot Repaving - \$30,000
  - Little League Fence Repair & Heritage Park Railing - \$10,000
  - Public Works Equipment & Building Improvement - \$47,000
  - Community Building Equipment - \$13,500

# Fund Balance

Budgeted Operating Revenues 19/20	\$	10,186,718
Budgeted Operating Expenditures 19/20	\$	<u>10,016,207</u>
Operating income (loss)	\$	170,511
Transfer In from Reserve (Drug Forfeiture)	\$	70,000
Transfer out to Storm Sewer	\$	55,000
Capital Purchases	\$	261,775
Debt Service	\$	<u>420,100</u>
Budgeted Net Change in Fund Balance	\$	(496,364)
Projected Beginning Fund Balance 7/1/19	\$	2,116,314
<b>Estimated Ending Fund Balance 6/30/20</b>	<b>\$</b>	<b><u><u>1,619,950</u></u></b>
<b>Fund Balance %</b>		<b>15.1%</b>



# Capital Improvement Fund

- Property Tax Revenue \$441,592
- Library Expansion Design Engineering - \$455,950  
(Will be reimbursed with Bond Proceeds)
- Capital Expenditures
  - \$100,000 Police/Court Roof Repair
  - \$250,000 Fire Mini Pumper
- Projected ending Fund Balance 6/30/20 - \$525,299

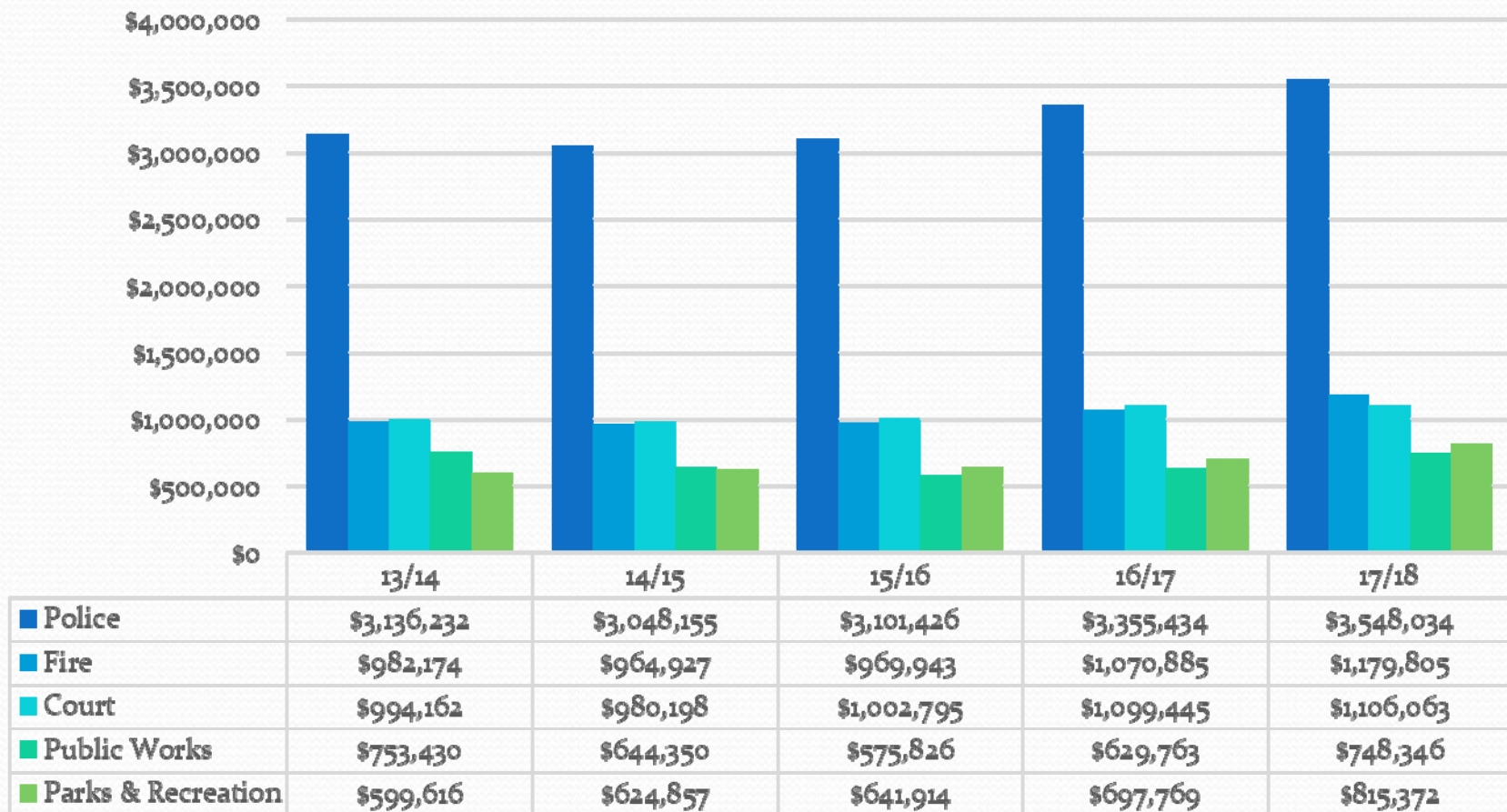


# Special Project Fund

- Tax Allocation of \$137,997
- Library Fund Raising Expenditures Reimbursable - \$79,600 from Fund Raising Proceeds
- Projects
  - Council Chamber AV Upgrade - \$30,000
  - Website/CRM System
  - Projected Ending Fund Balance 6/30/20 - \$336,119



# Major City Services





# Major Streets

- Property Tax Allocation of \$156,109
- Additional \$95,000 budgeted for Act 51 Revenue due to increase in State gas tax and registration fees
- Capital Projects:
  - Completion Ivanrest from Prairie to 44<sup>th</sup> Street
    - Approximately \$1.9 million project, \$1.2 million in state funding and \$700,000 from City – majority will be paid in current fiscal year
  - Busch Dr – Sanford to Ivanrest
  - Wentworth (Shared cost with Wyoming, planning a 2019 completion)

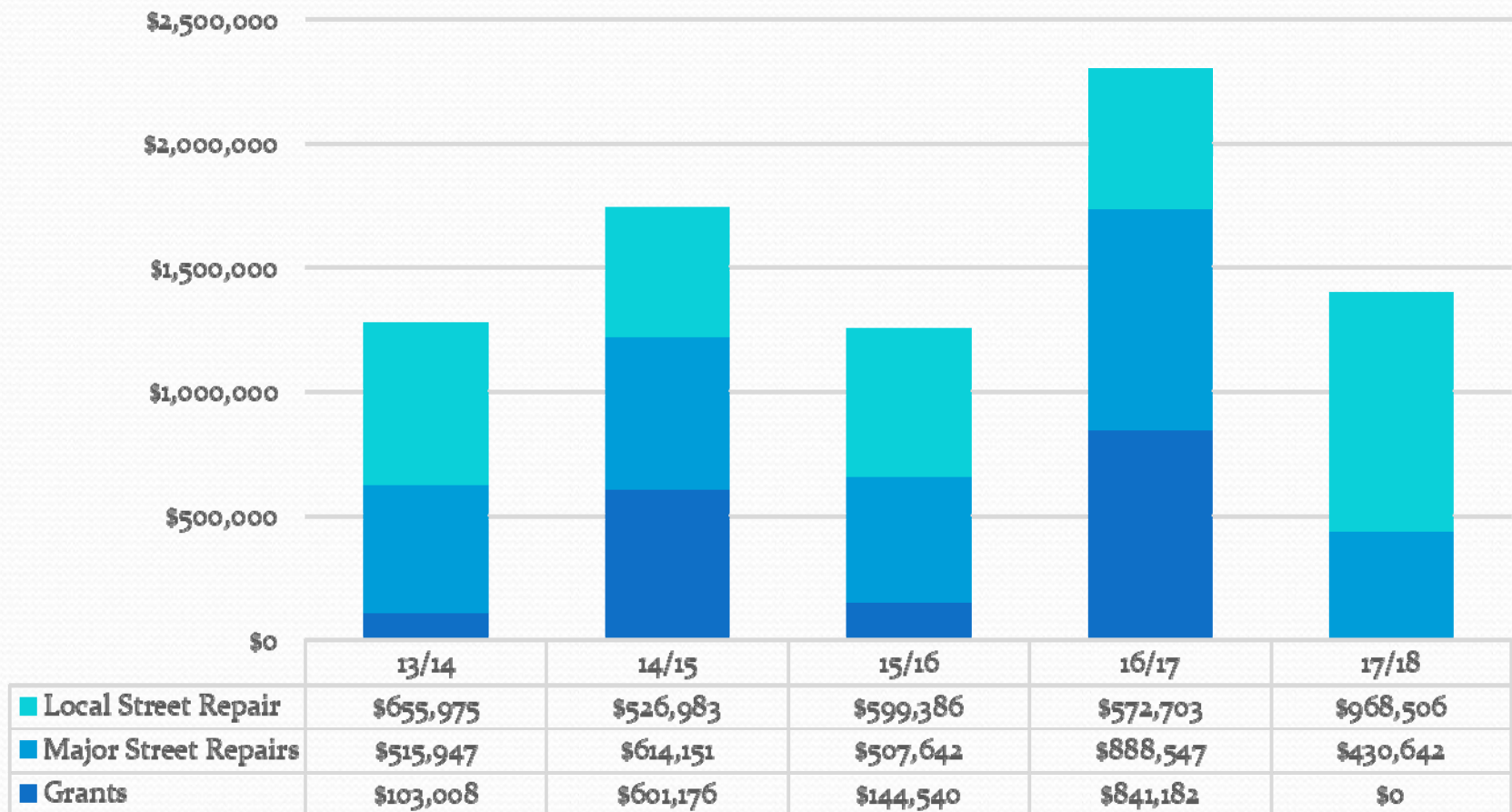


# Local Streets

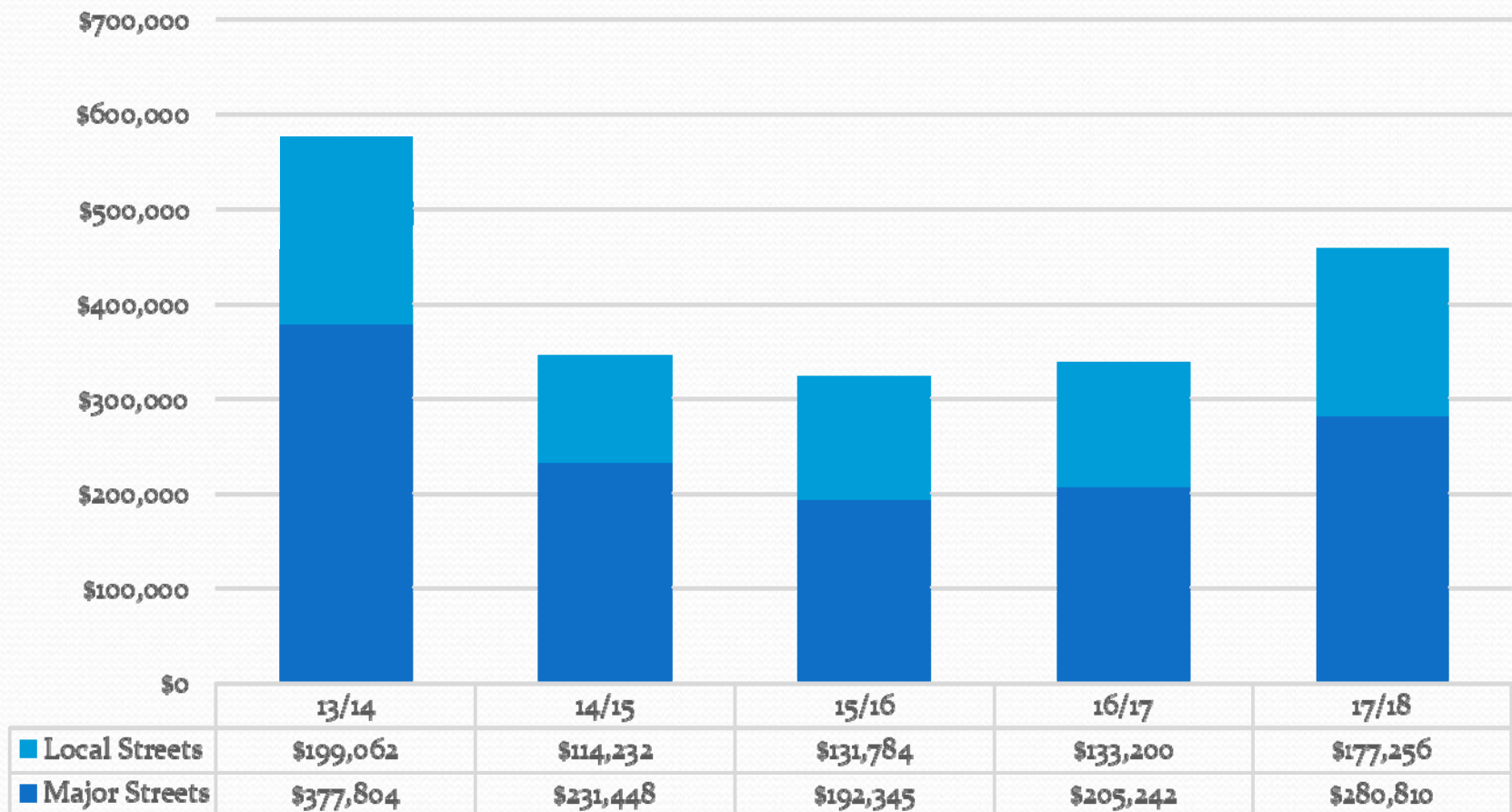
- Property Tax Revenue allocation of \$468,328
- Capital Projects
  - Kiowa Ct\*
  - Commanche Ct\*
  - Aaron\*
  - Savannah Ct
  - Choctaw
  - Mohave
  - Mohave Ct
  - Chickasaw

\*In conjunction with water main projects

# Street Repaving/Maintenance



# Snow Removal





# Clean Water Plant

- Commodity Charge and Ready to Serve charges remain unchanged.
- CWP Major Capital Purchases
  - Collections
    - Sewer Line Analysis (RedZone) - \$110,000 – Final Payment
    - Canal Ave Lift Station Improvements - \$487,000
    - Sewer Line Repairs - \$200,000
  - Operations –
    - Methane Gas Management/Solids Handling Project - \$17 Million



# Water Fund

- Rate Study was completed using the new asset management plan and the following rates are requested to maintain lines and cover the increased cost of operations
  - Commodity Charge increase from \$2.85/thousand to \$2.89/thousand gallons
  - Ready-to-Serve Charge increased from \$16.67 to \$16.92 per quarter for 5/8" meter
  - Ready-to-Serve and Commodity increase will cost the average residential customer approximately \$0.85 per quarter

# Comparable Rates

	2018/2019 Rates		
	Water Commodity (per 1,000 gallons)	Water RTS	Average Quarterly Water Bill (15,000 gallons)
East Grand Rapids	\$2.70	\$108.00	\$148.50
Rockford	\$4.06	\$25.38	\$86.28
Hudsonville	\$2.13	\$32.34	\$64.29
Grandville Proposed	<b>\$2.89</b>	<b>\$16.92</b>	<b>\$60.27</b>
Grandville Current	\$2.85	\$16.67	\$59.42
Wyoming*	\$1.63	\$23.31	\$47.76
Georgetown	\$2.30	\$10.00	\$44.50

\*Wyoming Residents pay 1.565 mills for water/sewer improvements (\$29.35/quarter for a \$150,000 home)





# Water Fund

- Projects

- Completion of Ivanrest Water Main Project – Buck Creek to Prairie - \$150,000 – remaining balance from a \$1.2 million water project
- Kiowa Ct – Replace 6” Water Main with 8” Water Main - \$80,000
- Commanche – Replace 6” Water Main with 8” Water Main - \$100,000
- Aaron St – Abandon existing redundant line and tie in service - \$50,000
- Water Tank exterior wall painting - \$300,000
- Meter Replacement – \$100,000 - continuation of city-wide meter replacement



# Motor Pool

- Capital Purchases
  - Marked Patrol Vehicle - \$38,000
  - Unmarked Police Vehicle - \$22,000
  - Dump Truck with Equipment - \$150,000
  - Salt Spreader - \$15,000
  - Turf Truck Replacement - \$24,000



Questions or Comments?