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# City of Suffolk

## FY 11' Proposed Operating & Capital Budget

**April 7, 2010**

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# FY 11' Proposed Budget Overview

- **City Manager's Message:**

- **Challenges:**

- Economic Downturn impact on Real Estate & State Aid
- **-1% reduction in General Fund of \$823,000** from prior year
- **Increased Expenses** for planned facilities & services **-\$4.1 M**
- Total General Fund Budget **Deficit of \$5 M to Balance**
- Equivalent of 117 Full Time Staff

# FY 11' Proposed Budget Overview

- **City Manager's Message:**
- **Goals Achieved:**
  - **Maintains Critical Positions** to Serve Citizens
  - Balances Service Demands with **NO TAX INCREASE**
  - **NO reduction to services**
  - **Full funding of School request**
  - Provides for Planned Facility Additions Eliminating Costly Leases
  - Safeguards Employee Compensation & Benefits
  - Protects Financial Progress toward “Best Management Practices”

# FY 11' Proposed Budget Overview

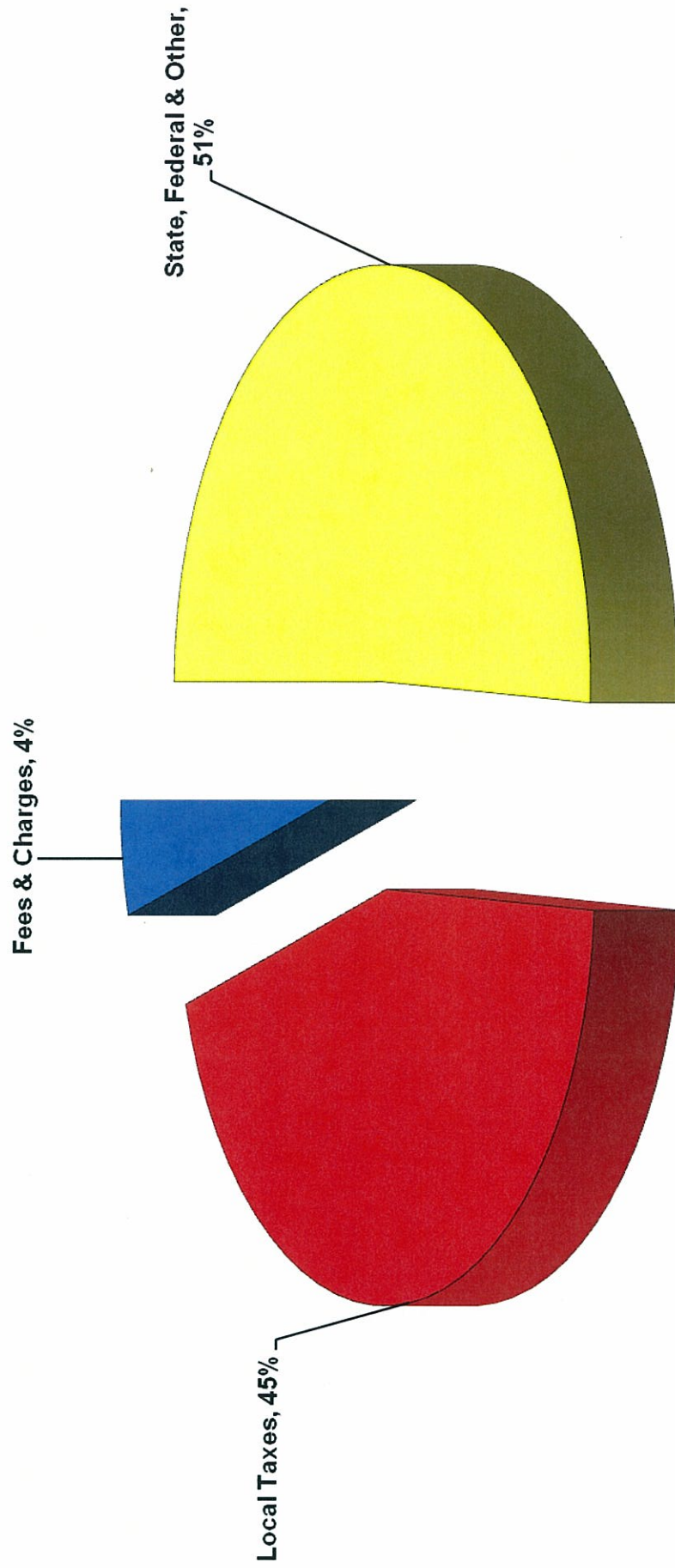
## ■ City Manager's Message:

- **Closed Gap of \$5 M** with Strategic Cost Reductions
  - One-time credits and anticipated refunding savings
  - **Furthered cost reduction practices** from the prior year
  - **Thanks to City employees** that assisted with:
    - Providing revenue neutral solutions pooling funds/staff to fill needs
    - Redirecting vacant positions to priority service areas
    - Providing alternative service methods to reduce expenses
- **City efforts are ongoing** for added solutions to reduce costs
- **FY 2012 will require detailed “sustainment plans”** from local service partners and schools to address known State and Federal funding reductions as opposed to turning to the locality for more.

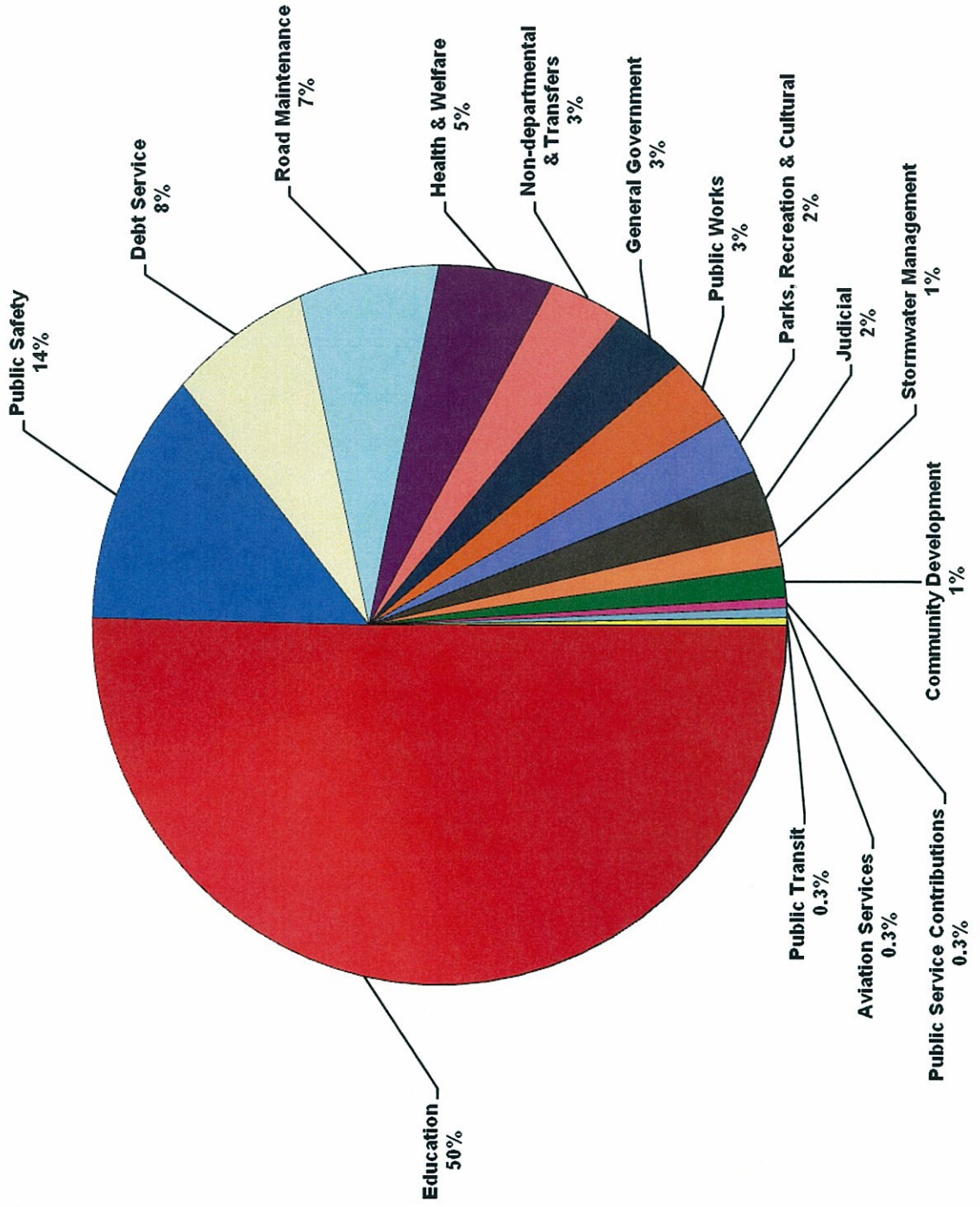
# FY 11' Proposed Budget Overview

- **Budget Document Structure:**
  - Covers **14 Operating & Capital Funds** of the City
  - Total of all funds - **\$459,722,299**
  - Includes **‘Executive Summary’** of major points for funds
  - Includes **detailed financial plans** for all funds
  - Includes an **Appendix** to address:
    - Personnel Summary by department
    - City statistical information, graphs, and trends
    - 5 year growth projection (pending - April 21<sup>st</sup> meeting)
    - Summary of reserve funds available
    - Financial policy compliance report
    - Proposed ordinances & resolutions to support budget proposal

# Revenue Sources for Citywide Services Excludes Capital & Utility



# Expenditures to Support Citywide Services (Excludes Capital & Utility)



# FY 11' Proposed Budget Overview

- **Items to Note Citywide:**
  - **No Reassessment Real Estate Tax Rate adjustment:**
    - General Fund – Assessed Value Decline of **-3.2%**
    - DBOD & Rt. 17 Taxing Districts – Assessed Value Change **2%** (no rate impact)
  - **Reduces real estate taxes** by maintaining current tax rates of:
    - General Fund - \$.91
    - DBOD & Rt. 17 Taxing Districts - \$.12 & \$.26 respectively
  - **No recommended pay increases** for City staff
  - **No layoffs, furloughs, pay reductions, or benefit reductions**
  - **Defers pressing public safety & service initiatives** for one more year
  - **Provides level local funding for Schools increasing the City contribution by \$1.6 M** from local VRS savings supplanting State funding reductions (dependent on debt refunding savings of \$1M anticipated)