

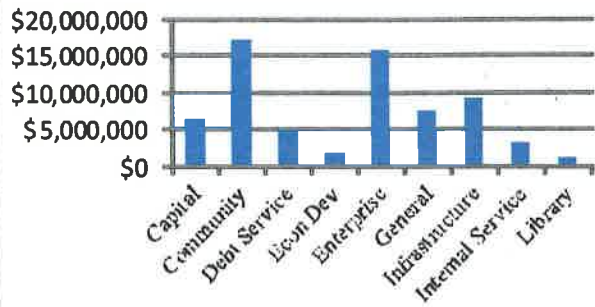


FISCAL YEAR 2014

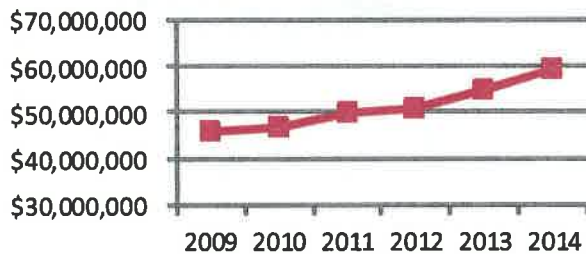
BUDGET AT A GLANCE

The Fiscal Year 2014 City Budget presents a balanced budget of revenue estimates and spending recommendations for \$66.9 million in municipal operating and capital programs. Each fund has been placed in one of the following categories: General, Capital Improvement, Community Service, Debt Service, Economic Development, Enterprise, Infrastructure, Internal Service or Library.

FY14 Budget by Category



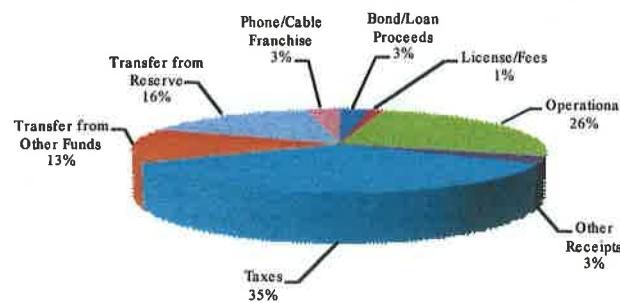
Budget History
without Capital and the Sports Complex Bond Debt



REVENUE HIGHLIGHTS

- ◆ Sales Tax Revenue is budgeted 6% over last year's budget. Our current position is running 4% over last year and we are projecting a 2% general increase.
- ◆ State Income Tax is budgeted 6% over last year's budget. Our appeal of the 2010 Census resulted in an additional 105 residents for a total of 28,396.
- ◆ Property Tax revenues in the General Fund are estimated to decline by 12% due to reductions in the Equalized Assessed Value (EAV) by St. Clair County.
- ◆ Building Permits are estimated to decrease 22% due to the fact that FY13 included the addition of Menards. Although the market is slow, new construction is anticipated in FY14.
- ◆ Bond/Loan Proceeds total \$1.8 million in FY14 for 3 new fire trucks and new lights for Parks Ball Field #1.
- ◆ Transfers from Reserves includes \$3 million to pass to the Capital Fund for construction of the Fire Station / Parks Maintenance complex.

Local revenue sources are improving and this budget does not contain any major cuts in programs or expenditures.

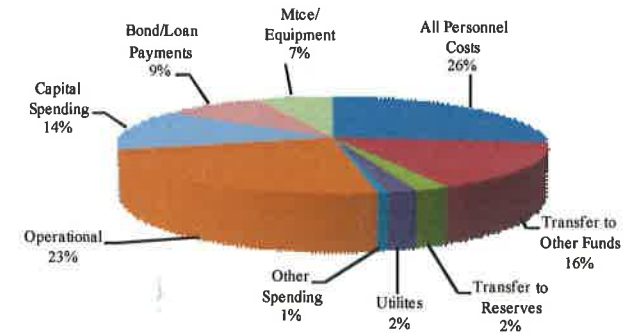


FY14 Source of Total Funds \$66,883,640
where the money comes...

EXPENSE HIGHLIGHTS

- ◆ Personnel Costs, including fringe benefits, for all operations is \$17.8 million. Payroll is 27% of the total operating expenditures for the entire budget. This budget includes a proposed 3% salary increase and an increase in benefit costs.
- ◆ Maintenance/Equipment spending is down from last year's budget by \$366K. Prior year included high dollar repairs for the Southview storm water culvert and the ground storage tank. This year includes lower cost repairs such as the Spot Overlay program budgeted at \$582K.
- ◆ Operating expenses are down \$820K. Professional services for the fire department are reduced by \$350K. Spending for the Venita overpass project is reduced next year by \$690K.
- ◆ Capital spending is up due to the construction of the new fire station/park maintenance complex on Venita Drive.
- ◆ Transfers to Reserves that are used for investments or future spending are budgeted about the same as prior year.
- ◆ Bond/Loan Payments are just \$47K over last year's budget.

Despite the uncertainty, the budget is balanced and meets the needs, goals and demands of the City in all service areas.



FY14 Use of Total Funds - \$66,883,640
where the money goes...

Fiscal Year 2014 begins on

May 1, 2013 and ends on April 30, 2014

BUDGET DETAIL in \$000's

Fund	Name	Category	FY14B	FY13B
01	General	General	\$6,315	\$3,856
50	Administration	General	\$1,211	\$1,183
51	Police	Community	\$6,651	\$6,266
52	Street Division	Infrastructure	\$2,872	\$2,860
53	Facilities	Infrastructure	\$288	\$283
56	Plan & Zoning	Infrastructure	\$902	\$864
57	Fire & Police Comm	Community	\$9	\$21
58	Econ Development	Econ Dev	\$301	\$314
59	Cemetery Mtce	Community	\$140	\$123
02	Park	Community	\$3,411	\$3,144
04	Library	Library	\$1,066	\$1,115
05	Capital Improvement	Capital	\$6,435	\$2,927
06	Cemetery Trust	Internal Service	\$5	\$7
08	Fire Dept	Community	\$3,308	\$2,057
13	IMRF	Internal Service	\$425	\$371
14	Prop S	Infrastructure	\$1,694	\$1,860
16	Motor Fuel	Infrastructure	\$3,440	\$4,016
17	EMS	Community	\$3,599	\$2,517
25	Social Security	Internal Service	\$781	\$726
31	Water	Enterprise	\$10,131	\$10,573
34	Sewer	Enterprise	\$5,532	\$5,493
39	Special Serv Areas	Infrastructure	\$15	\$15
44	Police Pension	Internal Service	\$1,919	\$1,712
48	Sewer Debt	Debt Service	\$540	\$540
50	TIF	Econ Dev	\$500	\$583
51	Hotel/Motel	Econ Dev	\$985	\$675
53	97 Bond Debt	Debt Service	\$600	\$599
55	2002 Bond Debt	Debt Service	\$963	\$961
57	2003 Water Debt	Debt Service	\$389	\$386
61	SSA #1	Debt Service	\$166	\$170
62	SSA #2	Debt Service	\$40	\$41
63	SSA #4	Debt Service	\$111	\$114
64	Subaru Debt Serv	Debt Service	\$76	\$78
67	Newbold Debt Serv	Debt Service	\$0	\$196
68	Convention Center	Debt Service	\$528	\$529
69	Park Sports Complex	Debt Service	\$1,150	\$1,151
71	Harley Davidson	Debt Service	\$0	\$167
72	Park Dedication	Community	\$30	\$30
73	Annex Fees	Community	\$125	\$125
74	Ohlendorf Bequest	Debt Service	\$50	\$50
77	Build Am Bonds	Debt Service	\$181	\$149

TOTAL **\$66,884** **\$58,848**

DEPARTMENTAL HIGHLIGHTS

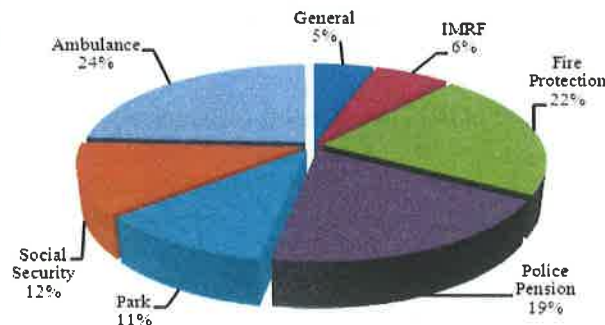
- ◆ Administration expenses are up slightly from last year primarily due to the restructuring of expenses from the Enterprise Funds to the General Fund to more accurately reflect actual costs.
- ◆ The Police Department has a slight increase over last year's budget due to the negotiated pay increases in the union contracts plus three new vehicles.
- ◆ Engineering / Public Works—The Venita Drive Railroad Overpass and Hwy 50 intersection reconstruction is the primary road project next year.
- ◆ The Water Fund's budget includes the completion of repairs to the St. Clair Square Elevated Storage Tank, extension at Taylor Road, and the purchase of a water tap/line truck. Sewer rates were increased in October 2012. FY14 projects include the Taylor Road Sanitary Sewer Extension, the Memorial Hospital pipe burst and the purchase of a skid steer and mini excavator. Projects for the Wastewater Treatment Plant include the construction of a new headworks building and an ultra-violet disinfection system.
- ◆ Parks & Rec continues to offer a terrific recreation program for all ages. Major purchases include new lights for Field #1, a concession stand and shade structures.
- ◆ EMS and the Fire Department budgets are funded through a dedicated property tax. The primary project for both is the construction of a new fire station & EMS facility at Venita Drive and Taylor Road.

PROPERTY TAX LEVY

Property taxes are one of the primary ways for municipalities to raise revenue for community services. Towns & cities use the proceeds from levying property taxes to fund law enforcement & emergency service personnel wages, maintain roadways & traffic equipment and pay for other services that benefit the community.

Residents of the City of O'Fallon pay personal property taxes each year with the City receiving approximately **10%** of the total property tax bill.

How O'Fallon's 10.5% Portion of Property Taxes are Allocated



O'Fallon is an exciting community and is doing a good job to balance the service demands of historic and new residential neighborhoods, regional shopping and interstate highway development, and newly growing centers of employment.

Gary Graham

Mayor

624-4500

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City Council Public Hearings

Every 1st & 3rd Monday

City Hall Council Chambers

Council Meetings, City Talk and Other Programs are video taped and can be viewed anytime on our website at www.ofallon.org

Click: Video On Demand

Located on the left hand side

A copy of the budget book is available at City Hall and the Library. The budget can also be viewed on the Internet at www.ofallon.org.