

Mayor Presentation of the Proposed 2014 Budget, as presented by Mayor Behm on December 2, 2013 at the Regular Meeting of City Council:

“For the 2014 year, the budget is a little over \$45 million; \$45,900,000. Compared to last year’s budget \$49,989,000. , the difference between the two has to do with the Scott Street Improvement which was about \$3,900,000. All in all, the budget is relatively similar to what it was for 2013.

[slide 2]City Income Taxes - \$3.3 million, the same budget amount from 2013 for 2014. The Property Assessment Lodge Tax is relatively the same at \$613,000 for this year. Really no difference, or no major difference in the budget. The debt notes and bonds and loans of \$2.5 million; last year that was \$1.8 million. Again, those funds will be used primarily for the Water Plant and that is just going to be issued as a note that will be discussed later on for this Council meeting.

[slide 3]Salaries and wages \$6.26 million, relatively again similar to what it was for 2013, we had \$6.27 million, so a light decrease in proposed salaries for the year of 2014. Fringe benefits, we are projecting a slightly higher amount, showing \$2.94 million whereas last year it was \$2.33 million, that’s a difference of about \$154,000, most of that is from the increase in the health insurance cost.

Operating expenses \$3.2 million, which was relatively similar again compared to last year, most of the numbers you are not going to see much of a change on other than the capital improvements which in 2013 we showed \$10.9 million compared to 2014 of \$6.49 million which again is the Scott Street Improvement.

So overall the budget amounts are relatively similar compared to what we had from 2013.

[slide 4]Expenses as a budget for the total budget based on Cost Center Function, we have \$4.6 million for the Safety, Fire, Health and Court; \$269,000 for Economic Development, that’s down compared to the previous year’s budget which was about \$941,000, most of that money comes from the Downtown Revitalization Improvement, since that will be going away also the CDBG funds are going to be 0 for next year as well, also that is why there is a big dropoff in those numbers. Safety, Fire, and Health last year’s budget was \$4.29 million compared to the \$4.62 million for this year. The increase of about \$330,000, most of that is for the ambulance I believe that we will be acquiring, that took up a big portion of it and also an increase in the cost of the health insurance was another portion, and then I believe there was another \$50,000 some odd of capital improvements for the Police Station.

Parks & Recreation and Tourism is down from last year, that again because they were able to get that particular fund balanced with what is coming in from the levy. The Utilities Operations Capital amount of \$21.1 million is relatively similar, it’s slightly down compared to 2013the debt payments principal and interest is up slightly as well, it’s \$4.4 million makes up about 10% of the budget.

[slide 5] These right here are a list of the capital improvements for the year that's over \$80,000 apiece. We had the Southside Interceptor Sewer and I/I Removal Project \$900,000. The City's half share stranded costs of \$1.4 million on the A&PGS Project of \$700,000; annual rotary surfacing of street programs a little over \$560,000; Scott Street rebuild and improvement project \$517,000, new Water Treatment Plant access roadway of \$485,000; VanHyning, East Riverview and Front Street I/I Project of \$425,000; and then the Northcrest Circle improvements at \$385,000; facilities improvements and upgrades over \$340,000; Park Street storm sanitary sewer improvements of \$175,000; sanitary sewer emergency repairs \$100,000; new Water Treatment Plant design balance of \$80,000 carried over from last year and then other assorted projects that were less than \$80,000 apiece for over \$800,000.

Then major equipment listings over \$20,000 each; Fire has the AirPack replacement for \$221,000; replaced the ambulance unit for \$130,000; replaced Lifepack monitors for \$90,000; various computer software and hardware upgrades of over \$86,000; as well as Streets and various departments for the mini-excavator of \$80,000; Financial Suite software upgrade of \$68,000; rebuild mechanical screen number 1 of \$55,000; plant maintenance and electrical upgrades of \$40,000; as well as leak testing repair program \$39,000; rebuild of north mixer on digest route [spelling] \$22,000; then other equipment upgrades replacements for \$175,000.

That's the totaled planned budget for 2014 as we've all reviewed and discussed which we will also cover later on today and I'll just mention that one of the items that's in the budget for the parttime prosecutor, I plan on, as long as that's in there, I'll use my power to veto the budget. Hopefully I'll have enough Council people that will stand up and have that removed from the budget."

City of Napoleon, Ohio 2014 Appropriation Budget

**Presented in accordance with
City Charter Article II, Section 2.13
by**

Ronald A. Behm, Mayor

Amended - December 16, 2013

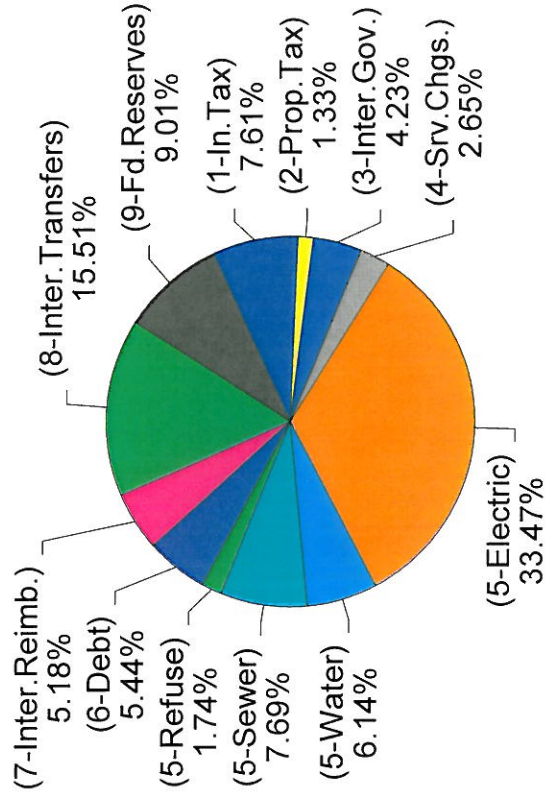
2014 APPROPRIATION BUDGET

Revenue/Receipt Funding Sources (All Funds)-

- * **\$45,993,970 TOTAL BUDGET**
- (1) \$ 3,500,000 City Income Taxes
- (2) \$ 613,420 Property, Asmts., Lodge Taxes
- (3) \$ 1,945,260 Intergovernmental Revenues
- (4) \$ 1,220,650 Gen. Srv. Chgs., Fines, Int., Misc.
- (5) \$22,558,130 Utilities-Serv. Charges & Fees
 - Electric \$15,395,530
 - Water \$ 2,825,030
 - Sewer \$ 3,538,880
 - Sanitation(Refuse) \$ 798,690
- (6) \$ 2,500,000 Debt-Notes, Bonds & Loans
- (7) \$ 2,382,300 Interfund Reimbursables
- (8) \$ 7,132,070 Interfund Transfers
- (9) \$ 4,142,140 Fund Balance Reserves

2014 Revenue/Receipt Sources Including Carryin Balances

Revenues/Receipts



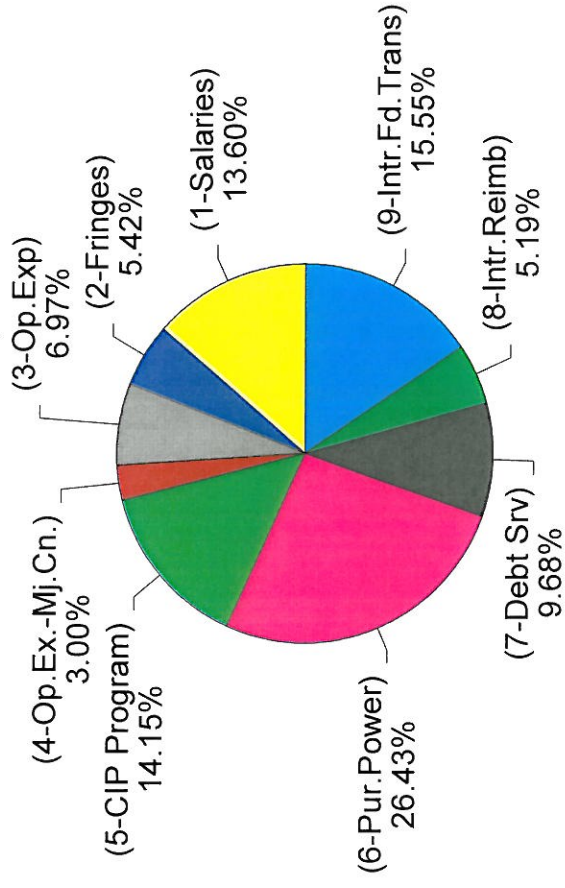
2014 APPROPRIATION BUDGET

Expenses Budgeted (All Funds) -

■ * \$45,863,970 TOTAL BUDGET

- (1) \$ 6,237,610 Salaries & Wages
- (2) \$ 2,486,920 Fringe Benefits
- (3) \$ 3,198,170 Operating Expenses
- (4) \$ 1,375,580 Oper.Exp.-Major Contracts
- (5) \$ 6,491,270 Capital Improvements
- (6) \$12,120,000 Purchased Power Costs
- (7) \$ 4,440,050 Debt Service Payments
- (8) \$ 2,382,300 Interfund Reimbursable
- (9) \$ 7,132,070 Interfund Transfers

2014 Expenditures By Major Expense Areas Expenditures

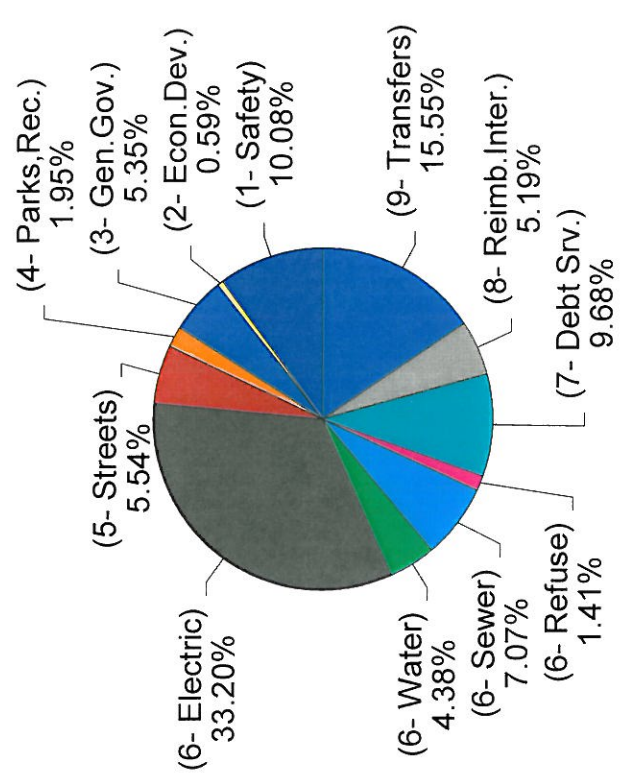


2014 APPROPRIATION BUDGET

Expenses Budgeted (By Cost Center Function) -

- * **\$45,863,970 TOTAL BUDGET**
- (1) \$ 4,622,200 Safety-Police, Fire, Health & Court
- (2) \$ 269,710 Economic Development & Zoning
- (3) \$ 2,454,000 General Government
- (4) \$ 895,400 Parks, Recreation & Tourism
- (5) \$ 2,542,310 Street Maintenance & Properties
- (6) \$21,125,930 Utilities-Operational & Capital
 - Electric \$15,227,250
 - Water \$ 2,007,480
 - Sewer \$ 3,243,930
 - Sanitation(Refuse) \$ 647,270
- (7) \$ 4,440,050 Debt Payments-Principal & Interest
- (8) \$ 2,382,300 Interfund Reimbursables
- (9) \$ 7,132,070 Interfund Transfers

2014 Expenditures By Functional Areas Expenditures



2014 APPROPRIATION BUDGET

Capital Program (Total Capital Budget \$6,491,270)

<ul style="list-style-type: none"> ■ <u>Major Improvements Listing = or > \$80,000:</u> 	
✓ Sewer - South Side Interceptor Sewer I&I Removal Project (LTCP# 20A)	\$ 900,000
✓ Electric - City's 1/2 Share of Stranded Costs \$1,400,000 on AMPGS Project	\$ 700,000
✓ Streets - Annual Road Resurfacing & Street Programs (Various Projects)	\$ 567,500
✓ Streets - Scott Street Rebuild & Improvement Project (CO from 2013)	\$ 517,300
✓ Water - New Water Treatment Plant Access Roadway	\$ 485,000
✓ Sewer - VanHynning, E.Riverview & Front St. I&I Project (LTCP# 22,23&25)	\$ 425,000
✓ Streets - Northcrest Circle Improvements	\$ 385,000
✓ Electric - Facilities Improvements & Upgrades (Various Projects)	\$ 340,890
✓ Sewer - Park Street Storm/Sanitary Sewer Imp.Prj. - Design (LTCP# 17C)	\$ 175,000
✓ Sewer - Sanitary Sewer Emergency Repairs (Various Projects)	\$ 100,000
✓ Water - New Water Treatment Plant Design Balance (CO from 2013)	\$ 80,580
✓ Other Assorted Projects (Various Projects) < \$80,000	\$ 807,950

2014 APPROPRIATION BUDGET

Capital Program (Total Budget \$6,491,270)

▪	<u>Major Equipment Listing = or > \$20,000:</u>	
✓	Fire - Air Pack Replacements (38 Units), (CO from 2013)	\$ 221,500
✓	Fire - Replace 1989 Ambulance Unit (1 Unit)	\$ 130,000
✓	Fire - Replace Life Pack Monitors/Defib Units (12 Units)	\$ 90,000
✓	Various Depts - Computer Software & Hardware Upgrades (Various)	\$ 86,200
✓	Streets & Various Depts - Mini Excavator Net Less Trade (1 Unit)	\$ 80,000
✓	Finance - Financial Suite Software Upgrade	\$ 68,000
✓	Sewer - Rebuild of Mechanical Screen No.1	\$ 55,000
✓	Sewer - Plant Maintenance and Electrical Upgrades (Various)	\$ 40,000
✓	Water - Leak Testing and Repair Program	\$ 39,000
✓	Sewer - Rebuild of North Mixer on Digester	\$ 22,000
✓	Other Equipment Upgrades & Replacements (Various Items) < \$20,000	\$ 175,350