



DATE: November 22, 2019  
TO: City Council  
Alex Meyerhoff, Interim City Manager  
FROM: Steve Groom, Finance Director  
RE: 2020 Proposed Budget

Staff respectfully submits the revised Preliminary 2020 Budget for adoption, following the public hearings on Nov. 5<sup>th</sup> and 19<sup>th</sup>. A budget ordinance, schedule of proposed expenditures by fund, and a revised proposed budget document accompany this summary memo.

**Budget Summary.** The following table summarizes the proposed budget across all funds. General Fund provides for \$526,000 for additional reserves; Enterprise Construction funds (primarily Water, Wastewater, Stormwater) are expending over \$13 million for current and previous year projects, some of which roll over prior year unspent projects.

	Estimated 2020 Beg Fund Balance	2020 Projected Revenues	2020 Proposed Expenditures	Increase in (Decrease in) Reserves	Budgeted 2020 Ending Balance
General Fund (001, 003 & 612)	\$ 9,409,285	\$ 69,699,424	\$ 69,173,496	\$ 525,928	\$ 9,935,213
Parks and Recreation	377,822	5,531,468	5,531,468	—	377,822
Street & Traffic Operations	27,841	8,661,450	8,661,450	—	27,841
General Government Subtotal	9,814,948	83,892,342	83,366,415	525,928	10,340,876
Other Governmental Operating Funds	5,812,992	14,118,887	13,848,344	270,543	6,083,535
Government Capital Funds	12,553,450	13,616,426	11,990,293	1,626,133	14,179,583
Enterprise Operating Funds	14,281,891	61,170,191	62,433,441	(1,263,250)	13,018,641
Enterprise Capital Funds	30,619,261	13,009,100	25,250,221	(12,241,121)	18,378,140
Internal Service Funds	1,241,700	6,122,344	6,453,798	(331,454)	910,246
Employee Benefit Reserve	1,635,910	16,480,664	16,360,119	120,545	1,756,455
Risk Management Reserves	1,957,623	5,037,870	5,042,916	(5,046)	1,952,577
Debt Service & Agency Funds	2,476,158	7,809,554	7,802,697	6,857	2,483,015
Total	\$ 80,393,933	\$ 221,257,378	\$ 232,548,244	\$ (11,290,865)	\$ 69,103,068

The budget reflects the policy priorities of the city at the time of budget preparation. As occurs every year, circumstances change requiring course corrections. Last year a snow event in February exceeded anticipated budget for remediation, for example, and this year we already anticipate that the passage of I-976 will necessitate change. Staff will bring 1<sup>st</sup> Quarter Amendments for changes as they become known such as new legislation, grants, and other circumstances.