FY 08-09 BUDGET

Third Budget Workshop
February 2, 2008
Agenda

- Review any questions about budget memos from the last meeting
- Continue discussions on options for reducing the property tax levy
Policy Direction

Council Priorities?

• a single digit tax levy increase?
• or retaining all current services?

Either choice requires revenue enhancements.

• Based upon proposed adjustments to revenues and expenditures from option 1 from the 2\textsuperscript{nd} budget meeting, the proposed tax levy can be reduced to an increase of 12.39\%.
ALL TAX LEVY OPTIONS ASSUMES APPROVAL OF THE FOLLOWING NEW OR CHANGED REVENUES:

- New Landlord Licensing Program
  - $560,000

- Increase refuse pick-up charge by $1.95 per month
  - $423,200

- Increase overdue parking fine from $10 to $15
  - $252,100

- Increase Vehicle Sticker from $60 to $75 per year
  - $495,000
General Fund
Other Increases in Fees

• New Historic Preservation review fee - $8,000
• Increase in business license fees - $85,500
• Charge $2.50/mo for second garbage cart pickup - $100,000
• Increase charge for replacement carts to recover actual cost of cart - $30,000
• We need your consensus on these revenues before going further.
2008 Proposed Property Tax Levy

- Staff prepared options for your consideration (which includes all revenues in the base budget) with several scenarios to reduce the property tax levy

- Council may choose a combination of revenue enhancements or expenditure/program reductions to develop a tax levy that reflects Council’s priorities
Council Options to Reduce the Tax Levy

- Level of Service: Reduce Services & Related Costs?
- Use one-time revenues?
  - Not recommended because it doesn’t solve long-term funding problem for pensions
- Consider Revenue Enhancements:
  - Yard Waste Sticker
  - Food & Beverage Tax dedicated to pension funding
  - Real estate transfer tax increase (F & B Tax not recommended if RET passes)
Policy Direction

Which one of these options merits further review?