



May 19, 2025
City Council
Budget Policy Discussion

Revenue Estimates	General Fund
Increase in Ad Valorem Tax (at rollback)	\$304,701
Increase in Activity Based Revenue	0
Increase in Interest Revenue	0
Increase in Ad Valorem Tax (Level)	\$937,206 additional
Increase in Communications Tax	\$350,000 additional
Add LCEC franchise fee at 6%	\$3,059,652 new OR
Add LCEC franchise fee at 3%	\$1,529,827 new
	\$2,771,734

Expenditure Increase Estimates	General Fund
Wages (6% Police; 5% Fire; 3% General)	\$650,419
Retirement contributions	\$270,900
Health, Life, Dental (est. 15% increase)	\$423,890
Fuel (est. 10% increase)	\$28,405
Property/Liability insurance (est. 10% increase)	\$99,533
INCREASE IN GF EXPENSES FY26	\$1,473,147
<u>Increased level of service recommendations:</u>	
Facilities est. additional maintenance costs (#1 priority area)	\$428,967
Public Works est. additional maintenance costs	\$261,000
4% wage adjustment based on FY25 salary study	\$300,795
TOTAL INCREASE IN GF EXPENSES FY26	\$2,463,909

Revenue Estimates		General Fund
Add LCEC franchise fee at 3%	\$1,529,827 in new revenues	
Increase in Ad Valorem Tax (.25 Mill from Rollback)	\$4,510,854 additional revenues	
Increase in Ad Valorem Tax (.25 Mill from Rollback)	\$4,510,584 additional revenues	
\$10,551,265		
		Expenditure Increase Estimates
		Wages (6% Police; 5% Fire; 3% General)
		Retirement contributions
		Health, Life, Dental (est. 15% increase)
		Fuel (est. 10% increase)
		Property/Liability insurance (est. 10% increase)
		INCREASE IN GF EXPENSES FY26
		<u>Increased level of service recommendations:</u>
		Emergency Reserves
		Public Works est. additional asset maintenance costs
		4% wage adjustment based on FY25 salary study
		Facilities est. additional asset maintenance costs
		Capital Asset Replacement Plan
		ADDITIONAL OPERATING MILLAGE FY26
		<u>Dedicated Capital Millage:</u>
		Road Resurfacing (#1 priority area)
		Swales and Stormwater Maintenance
		Median Repairs
		Bridge Rehab
		Parks Capital
		TOTAL DEDICATED CAPITAL MILLAGE
		General Fund
		\$650,419
		\$270,900
		\$423,890
		\$28,405
		\$99,533
		\$1,473,147
		\$1,000,000
		\$261,000
		\$300,795
		\$428,967
		\$2,500,000
		\$4,490,942
		\$1,500,000
		\$1,300,000
		\$500,000
		\$500,000
		\$710,000
		\$4,510,000

Millage Options



1. Rollback Millage = \$304,701 new revenue
2. Level Millage = \$1,241,907 new revenue
3. Increase $\frac{1}{4}$ mill = \$4,510,854 new revenue
4. Increase $\frac{1}{2}$ mill = \$9,021,709 new revenue
5. Increase 1 mill = \$18,043,418 new revenue