



VILLAGE OF OREGON

2010 Budget– November 16th Public Hearing



Major Impacts on Budget

- In the following slides we have listed the key items in the Village's 2010 budget
- I want to thank the Board members for their hard work on the budget and also thank the department heads for their efforts on the 2010 budget
- We will ask the Board to consider adopting the 2010 Budget at a special November 23rd or November 03th meeting after Dane County votes on its budget



Major Impacts on Budget

- Continue practice, which the Board started in 2004 of not using fund balance for ongoing operations in the budget
- Continue with infrastructure improvements with the installation of Braun Road east of the track in TIF #2 and re-surfacing of Market Street between West Grove and West Netherwood in TIF #3



Major Impacts on Budget

- Continue Village's support of the Youth Center. The 2010 Budget provides the building rent free to the Youth Center and a Village cash payment of \$9,000.
- Continue funding the student employees through the School District Program.
- Carry-over \$2,000 of "seed money" for a new Village Welcome Sign on North Main Street
- In response to a tight 2010, the purchase order procedures will continue



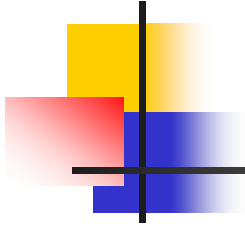
2010 Tax Levy

- Total 2010 Levy \$4,186,466
- Total 2009 Levy \$4,071,164
- Increase in Levy \$115,302
- \$26,500 of increase for 2008 Borrowing for downtown improvements and replacement of 72" culvert (Increase would have been more without the TIF #2 Sharing of Increment)

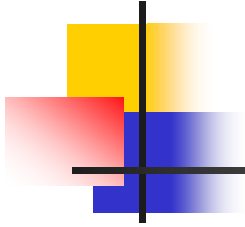


2009 Tax Rate

- 2009 Tax rate is \$4.8630 per \$1,000 of assessed value
- 2008 Tax rate is \$4.7645 per \$1,000 of assessed value



- As a result of the proposed 2010 Budget a property taxpayer may see an increase in their taxes for village purposes in 2010 because of the 2008 borrowing for downtown improvements and 72" culvert.



- The Village has now been on the full value method of assessment for two assessment years.
- On the following slide are some examples of changes in tax bills for Village purposes



Sample 2009 Tax Bills

	A	B	C
2008 Assessed Value	226,500	430,000	220,000
2009 Assessed Value	220,100	425,500	220,000
Percentage change	-2.83%	-1.05%	0%
2008 taxes for Village purposes	\$1079.16	\$2,048.74	\$1,048.19
2009 taxes for Village purposes	\$1,070.35	\$2,069.21	\$1,069.86
Increase (Decrease) in taxes	(\$8.81)	\$20.47	\$21.67



2010 Budget

- Tax levy cap is 3%
- 2009 levy was reduced by almost \$30,000 due to 2008 assessor's error of approximately \$6.5 million of additional value
- Most operating expenses were held constant
- Several repair and maintenance line items were increased because our buildings are getting older and need more maintenance and repairs



Major Impacts on Budget

- 2009 Levy Increased is \$115,302
- Increase of Highway Aids of \$44,767
- No Expenditure Restraint Aid because the Village does not qualify since our tax rate is under \$5.00 per thousand
- State Shared Revenues decreased \$38,818
- 2010 Recycling grant project another \$9,000 decrease



2010 Refuse & Recycling charges with additional fees

	Base Charge	Fuel Surcharge	Generator Tax	Total
2010	10.48	unknown	0.58	11.06

The base monthly fee for 2010 goes to \$10.48 plus a generator tax of 58 cents is \$11.06 per month before a fuel surcharge or rebate. There is a surcharge for diesel fuel prices of \$3.00 or more and a rebate for prices under \$2.50.



2010 Budget Includes

- Wage increase of 1% for Union and Non-Represented Employees
- Elimination of Sunday hours at the Library from October to April
- One vacant police officer position filled March 1st and one filled July 1st
- Vacant full-time position in front office remains vacant
- Not Filling two (2) Summer LTE Positions



2010 General Fund Budget Information

- Total GF Revenues decreased 1.1%
- Total GF Expenditures decreased 1.1%
- The 2010 Total GF Revenues and Expenditures are \$5,060,665
- Levy reduction of \$30,770 for assessor's 2008 error



2009 Projections

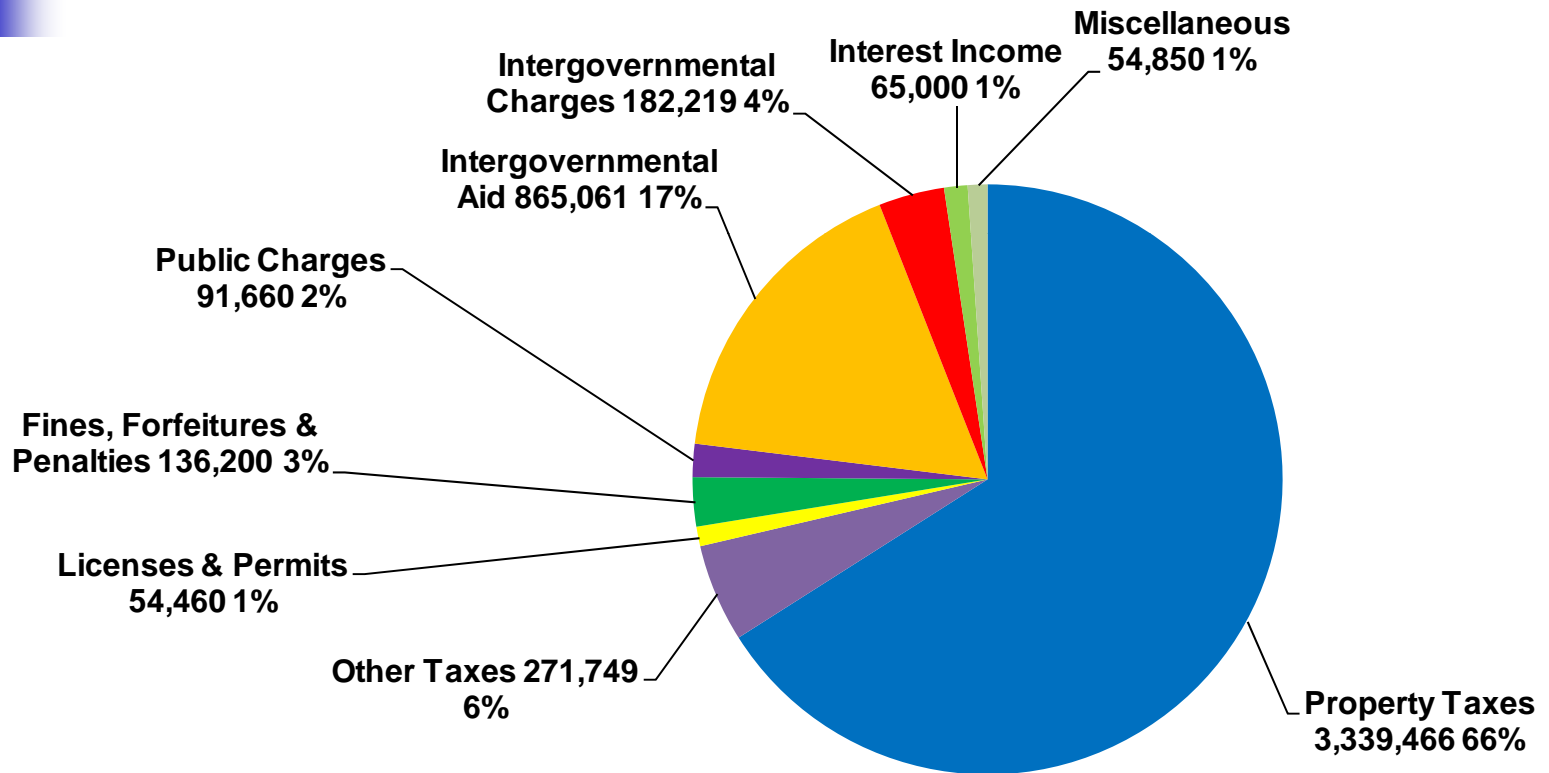
- At the time of publication the 2010 Budget, we were projecting a surplus of about \$20,000 for 2009
- We have found some additional expenditures that have decreased this amount



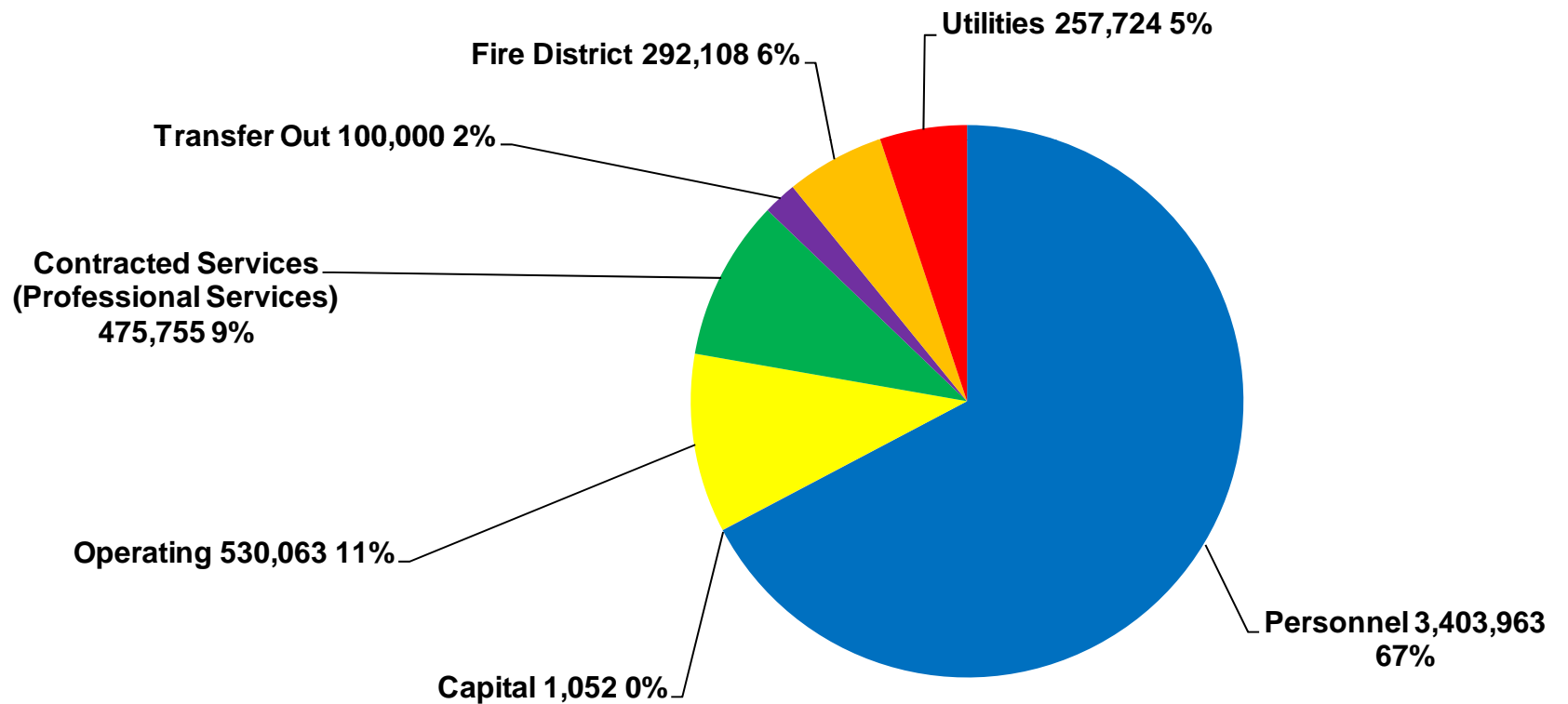
2009 Projections

- It is important to note that the General Fund is really at a \$10,000 deficit
- This is because of the \$30,000 of “extra” levy we received in 2009 that is being taken away in 2010

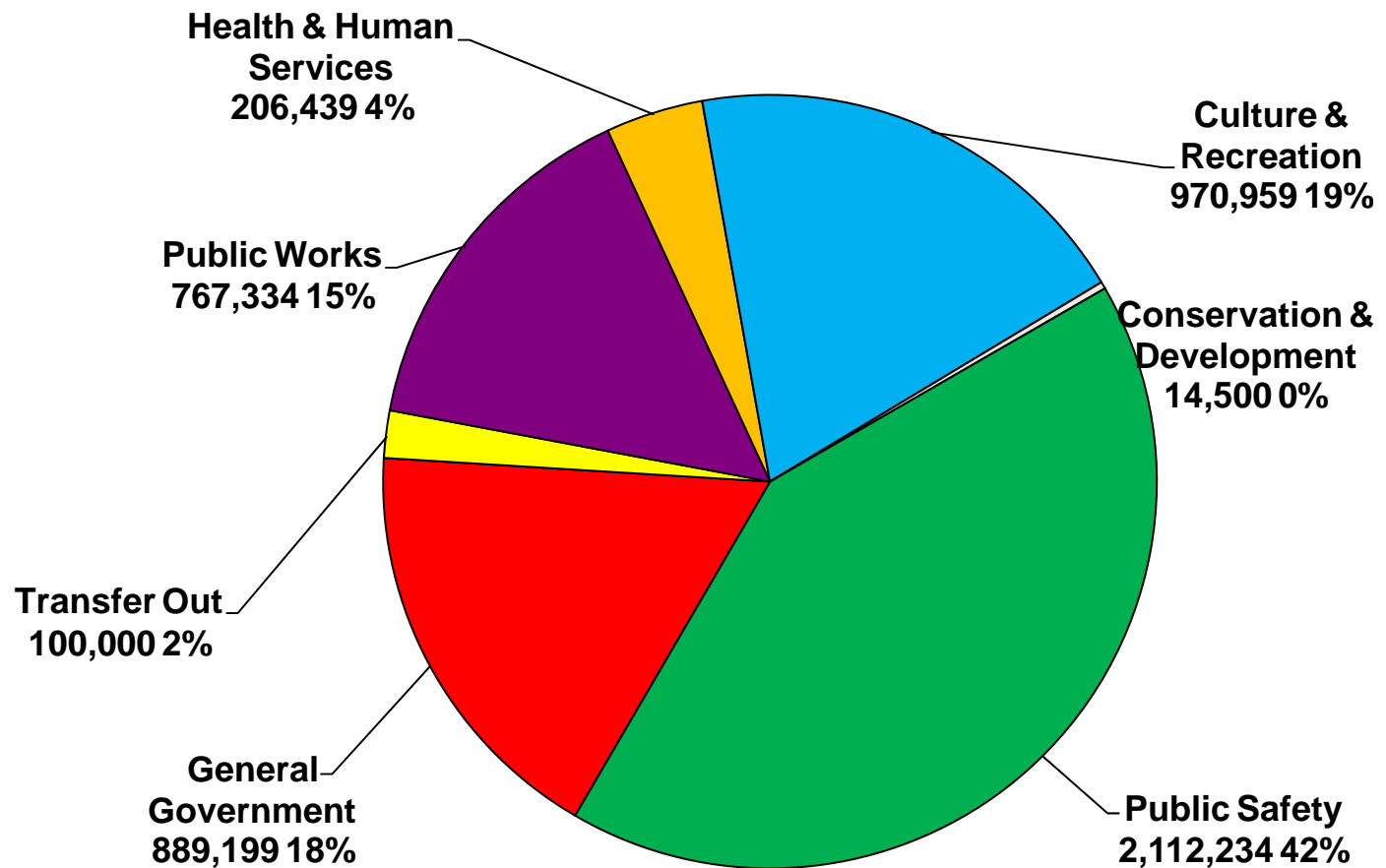
2010 General Fund Revenues by Category



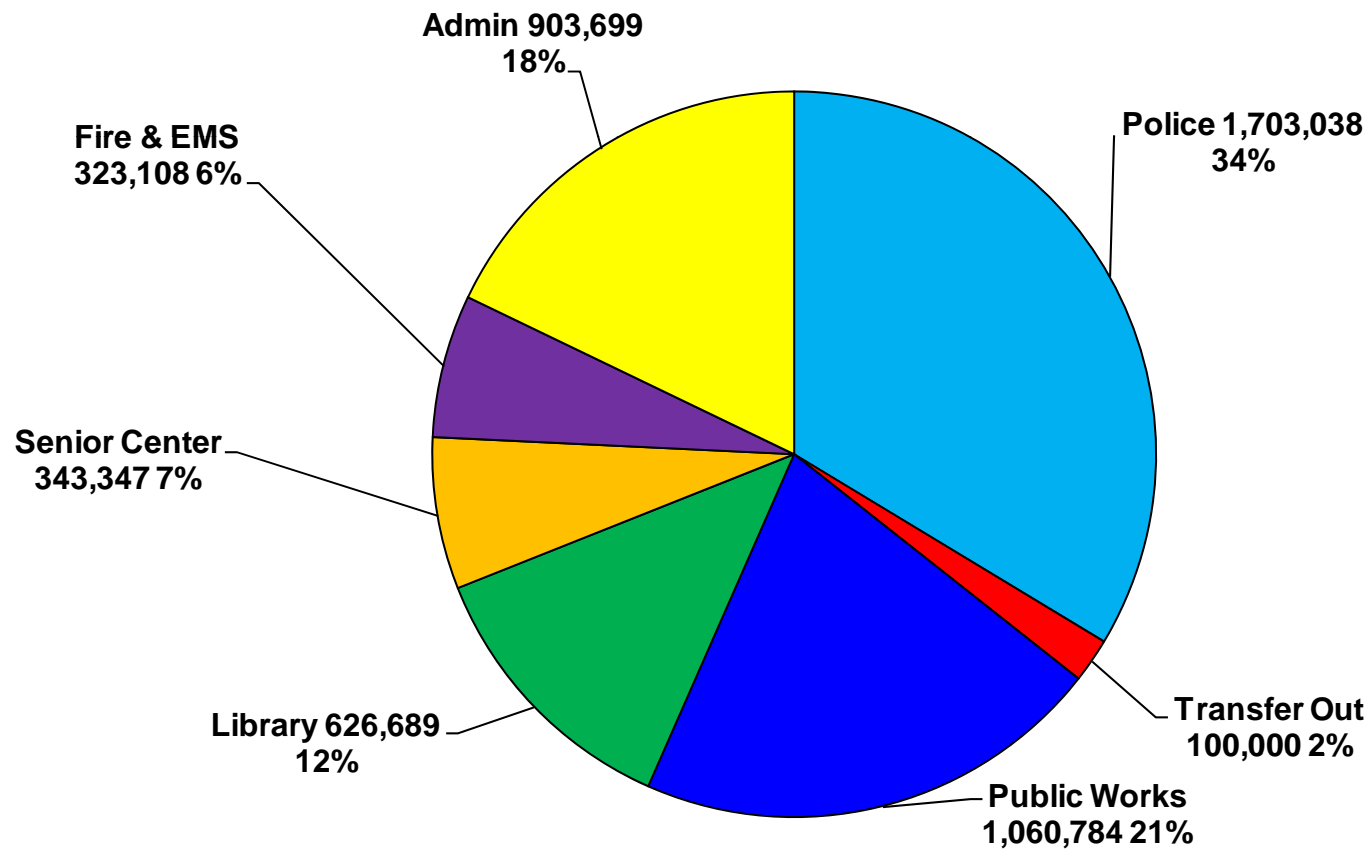
2010 General Fund Expenditures by Type



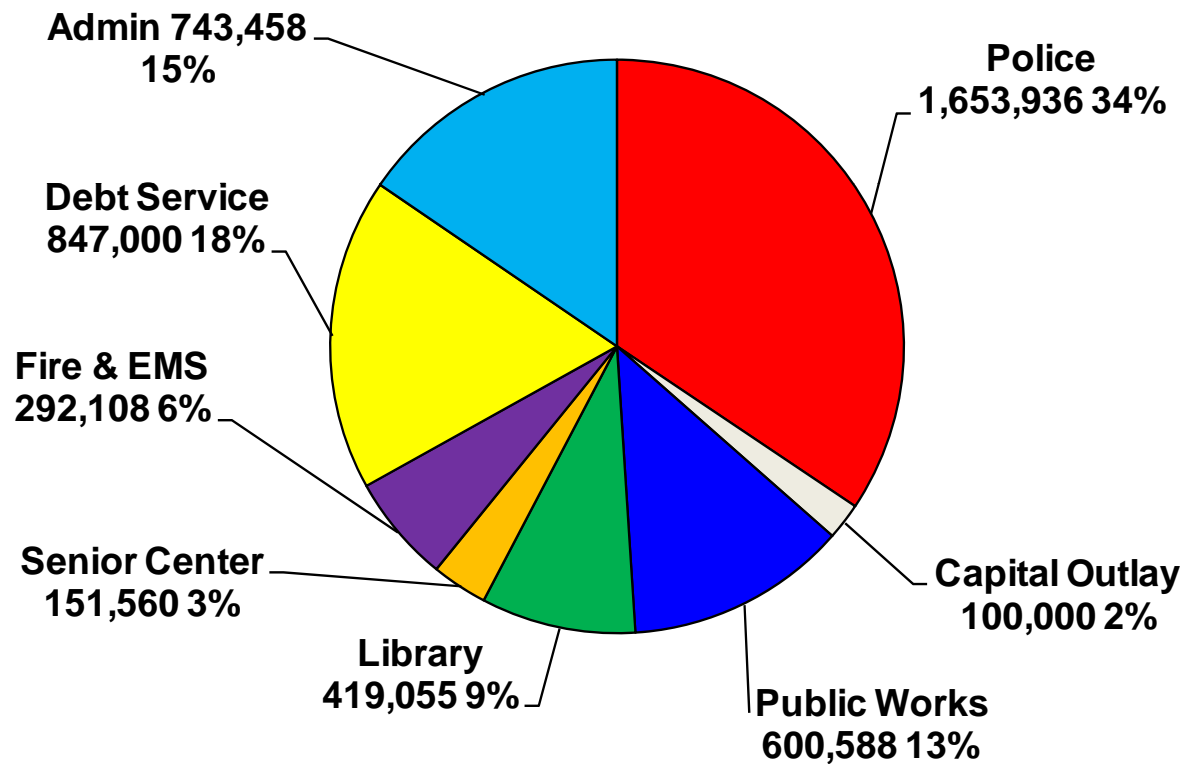
2010 General Fund Expenditures by Category



2010 General Fund Expenditures by Department



2010 Uses of Taxes, State Shared Revenue, Interest, etc.

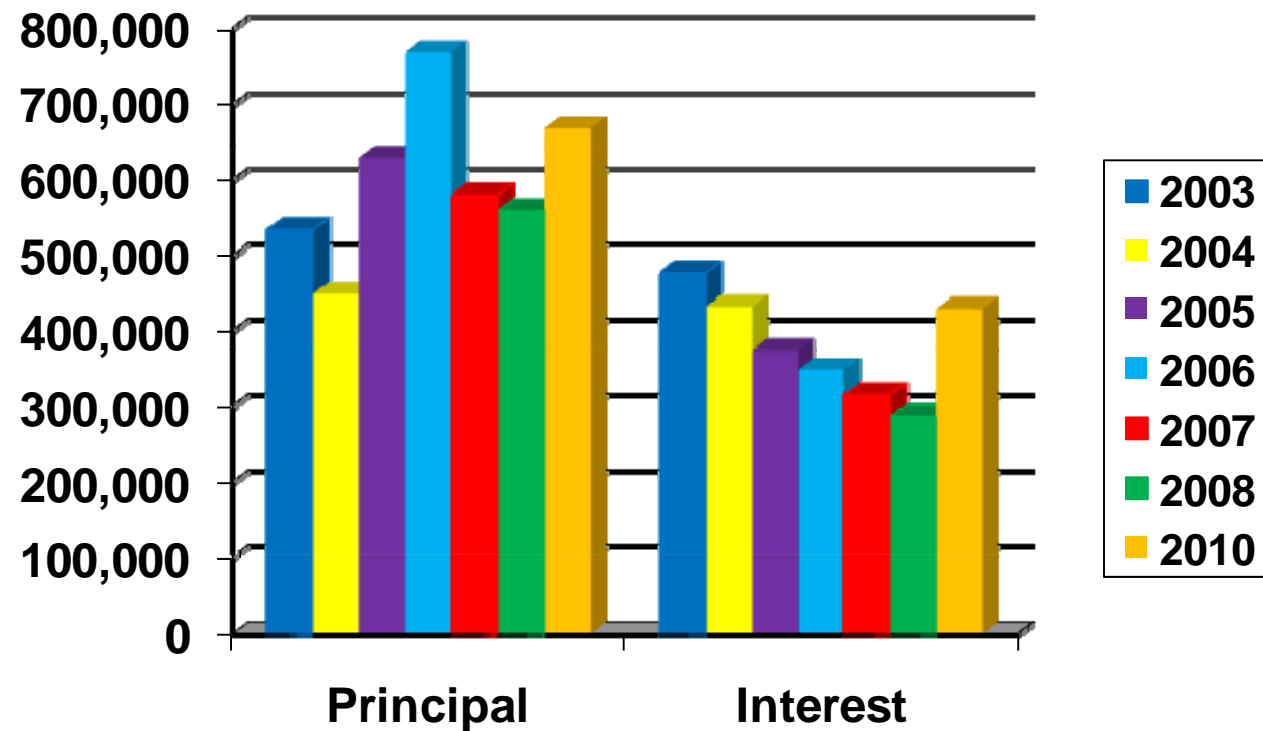




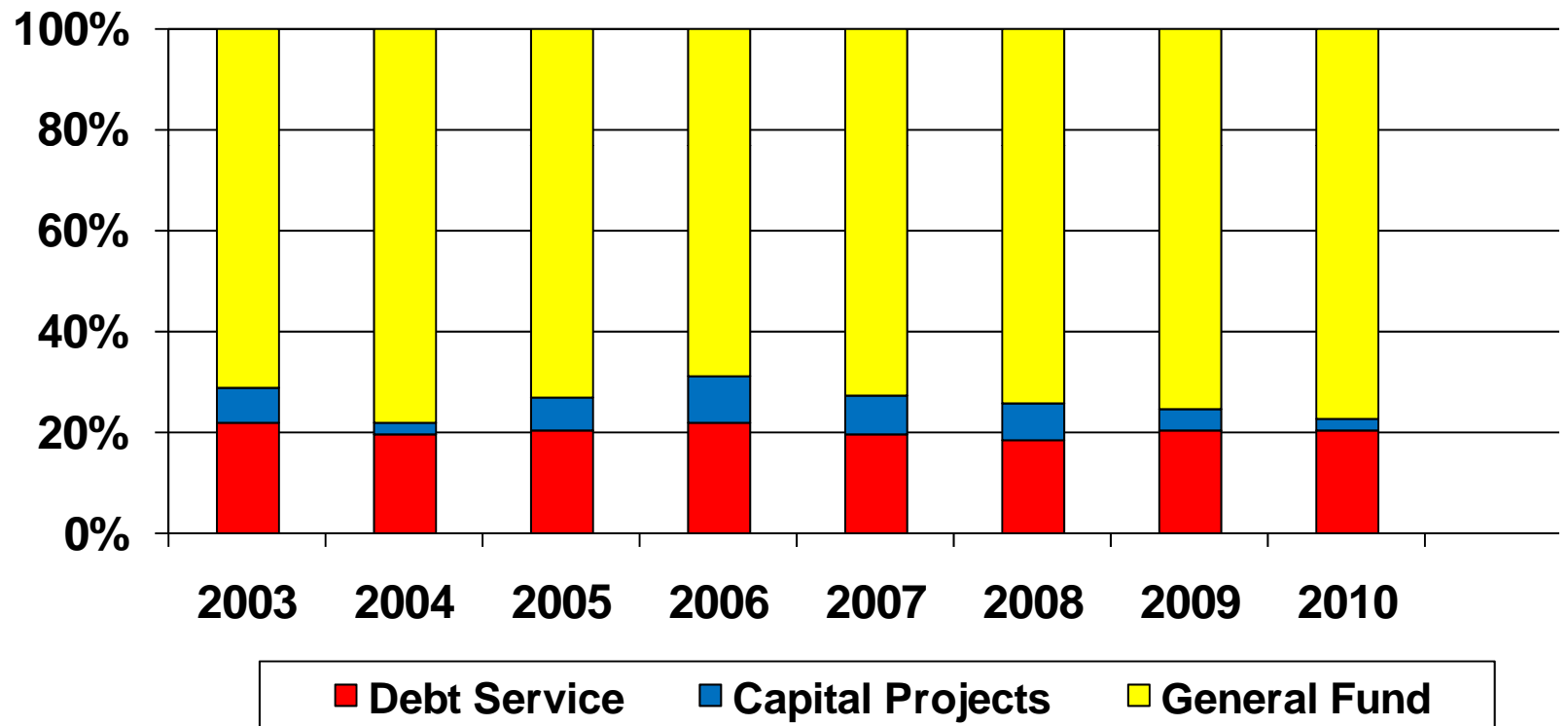
Debt Service

- The percentage of tax levy for Debt service has consistently remained between 18% and 24% of the total village levy since 2003.

Debt Service



Tax Levy





Upcoming 2010 BOARD ISSUES/DECISIONS

- Adoption of 10-year Capital Improvement Plan and adequate funding of equipment and street improvements accounts
- Adoption of 5-year plan and address potential expenditure/revenue gap
- Possibly identify and discuss acceptable service levels through the strategic planning process for example: what are the expectations for police and fire responses, snow plowing and street improvements?
- Village Administrator is preparing a List of Priorities for 2010 for review by the Board



2011 Budget Concerns

- Limited to 3% increase in levy if net new construction is under 3%
- 2011 3% increase will be \$122,234 before increase for 2008 debt issue

2011 Budget Concerns Continued



- Union contracts are only until December 31, 2010
- For 2010 we had a 9.65% average increase in health insurance 10% increase for 2011 is \$45,568
- For 2010 we had a 5.7%- to 6.67% increase in retirement rate – 6% increase for 2011 is \$17,405