

City of Stoughton 2021  
Budget Executive  
Summary

# 2021 Budget Highlights

- Employee Compensation
  - 2% wage increase for non-union employees exceeding 12 month Consumer Price Index increase of 1.4%
  - 2% wage increase for union employees pending completion of the bargaining process
- Final decisions on School Resource Officer and add'l State Road Aid are still pending
- 2.5% increase in premium cost for health insurance
- Staffing requests approved by the Personnel Committee
  - Full-Time Equipment Operator in the Public Works Department
- Total debt service levy increase of \$89,314
  - Utilized \$25,000 in excess debt service fund balance and \$35,000 in special assessments to smooth impact on mil rate
  - Had these amounts not been utilized, the average homeowner in Stoughton would have seen a 1.25% increase on their City taxes versus .60%
- Anticipating ~ \$130,000 cash inflow from TIF No. 3 termination and \$550,000 towards newly created Affordable Housing Program

## 2021 Budget Highlights

- Net New Construction = 1.837% resulting in \$135,000 increase to base tax levy or 1% of total operating revenues

<u>Historical Stoughton NNC</u>		
Year	%	Base Levy Increase
2020	1.84%	\$ 134,965
2019	1.48%	\$ 107,583
2018	1.59%	\$ 113,412
2017	1.75%	\$ 123,332

<u>Dane County 2020 Results</u>	
Median	1.92%
Average	2.11%
Stoughton	1.84%

# 2021 Budget Highlights

- Earmarked an additional \$200,000 towards the City's Revolving Loan Fund Program in an effort to help downtown business owners
- \$100,000 set aside as a contingency in an attempt to mitigate any lingering COVID-19 impacts
  - The ongoing pandemic has created a significant amount of uncertainty with the 2021 budget and the Council may need to reverse course in 2021 in relation to the decisions made during the budget workshops
- \$4.225 million in planned 2021 capital improvements
  - \$2.7 million of these projects (approximately 65%) will require debt funding
  - \$0.5 million of these projects will be funded through the City's sinking funds (equipment replacement, building maintenance and technology funds)
  - \$0.7 million of these projects will be funded through grants
  - \$0.325 million these projects will be funded through either the City's General Fund contributions, Township Fire contributions, Special Assessment Fund transfers or Storm Water rates

## 2021 Budget Highlights

- 2021 capital improvement projects in excess of \$75,000 include the following:

<u>Project Description</u>	<u>Amount</u>
Roby Road West Pavement Replacement	\$ 496,380
Riverfront Pedestrian Bridge Construction	\$ 475,103
Riverfront Trail and Amenities	\$ 242,379
Riverbank Restoration	\$ 211,600
Street Preventative Maintenance	\$ 180,000
Nygaard Pavement Replacement	\$ 159,928
Lincoln Ave Pavement Replacement	\$ 132,437
Nordic Ridge Inclusive Playground	\$ 122,807
#23 John Deere Backhoe (Public Works)	\$ 119,000
Roby Road Sump Pump and Sidewalk	\$ 100,300
Whitewater/Dam Removal Restoration and Remediation	\$ 100,000
#27 Toro 5900 (Public Works)	\$ 95,000
Dam Removal and Whitewater Engineering	\$ 92,931
Whitewater Trails Engineering	\$ 89,976
Brewer Court/Hyland	\$ 82,500
Project Engineering	\$ 82,408
	<u>\$ 2,782,749</u>

# Staffing Requests that could not be accommodated

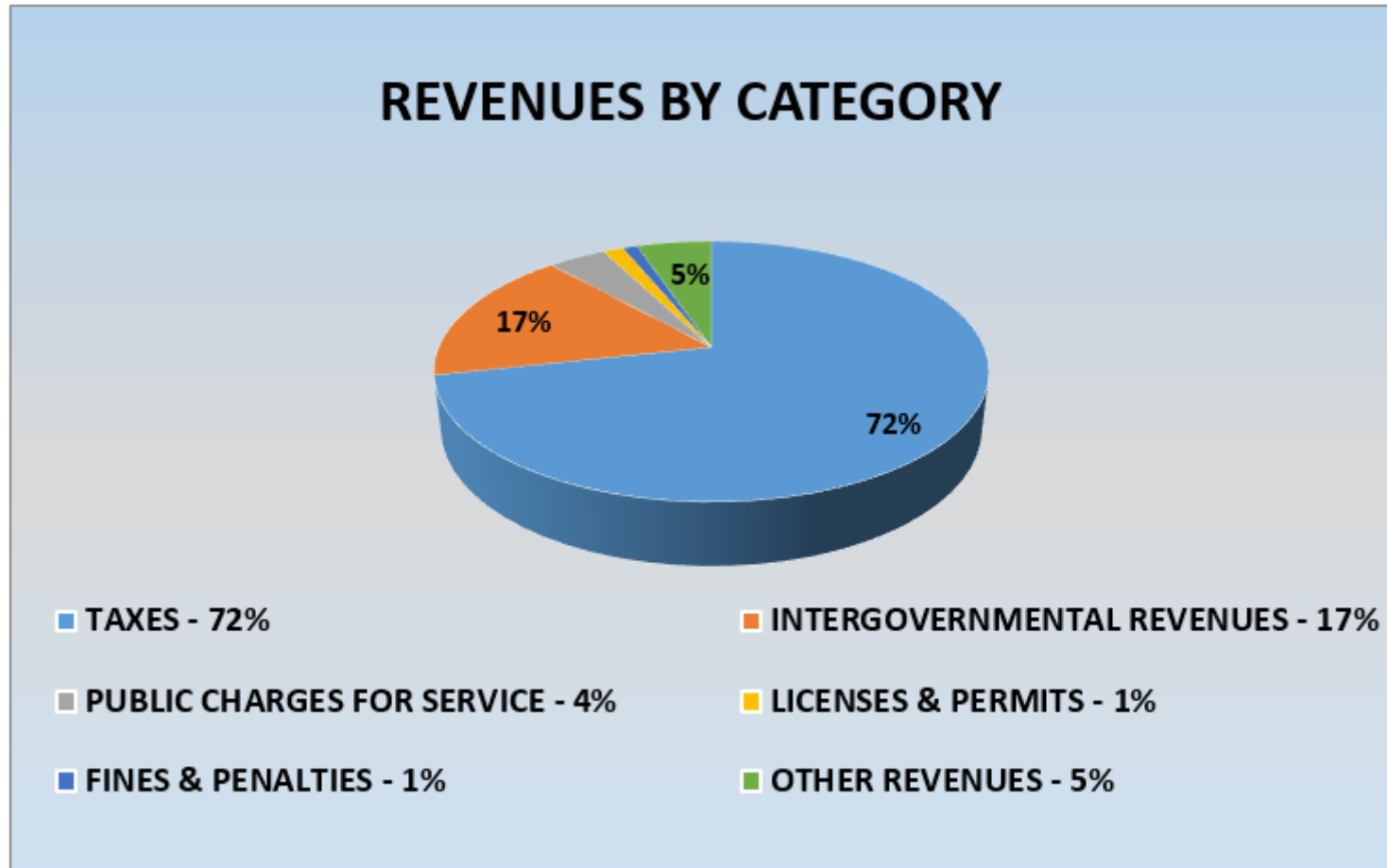
Description	Estimated Add'l Cost
Fire Technician to FT	\$ 14,850
New Police Officer	\$ 95,880
Civilian Service Employee to FT	\$ 41,230
Deputy Clerk to FT	\$ 16,110
Library Admin Asst to 1/2 time	\$ 9,790
Recreation Asst to FT	\$ 29,690
Library Circulation Supervisor to FT	\$ 13,190
<b>TOTAL STAFFING REQUESTS NOT FUNDED</b>	<b>\$ 220,740</b>

**Note:** Benefits elections were assumed in many of the requests above and the actual additional cost could be more or less depending on the final benefits taken.

# 2021 General Fund Operating Budget - Condensed

	<u>2021 MAYOR'S BUDGET</u>	<u>2020 ADOPTED BUDGET</u>
<b><u>REVENUES</u></b>		
TAXES		
- OPERATIONS	\$ 6,930,584	\$ 6,796,921
- DEBT	\$ 3,284,186	\$ 3,344,613
INTERGOVERNMENTAL REVENUES	\$ 2,393,631	\$ 2,280,126
PUBLIC CHARGES FOR SERVICE	\$ 571,199	\$ 588,894
LICENSES & PERMITS	\$ 200,500	\$ 199,075
FINES, FORFEITS & PENALTIES	\$ 147,000	\$ 155,000
OTHER REVENUES	\$ 601,339	\$ 571,505
	<u>\$ 14,128,439</u>	<u>\$ 13,936,134</u>
<b><u>EXPENDITURES</u></b>		
WAGES	\$ 5,202,896	\$ 5,096,025
HEALTH AND DENTAL	\$ 1,032,923	\$ 1,037,300
BENEFITS	\$ 801,908	\$ 782,036
NON LABOR	\$ 2,491,422	\$ 2,428,340
DEBT SERVICE	\$ 3,284,186	\$ 3,344,613
CONTINGENCY	\$ 100,000	\$ 25,000
OPERA HOUSE	\$ 195,000	\$ 182,000
LIBRARY	\$ 632,350	\$ 623,000
EMS	\$ -	\$ 25,000
CAPITAL OUTLAY	\$ 200,000	\$ 200,000
OTHER	\$ 179,000	\$ 184,000
	<u>\$ 14,119,684</u>	<u>\$ 13,927,314</u>
<b><i>NET OF REVENUES / EXPENDITURES OTHER FUNDS FOR AUDIT PURPOSES</i></b>	<u>\$ (5,000)</u>	<u>\$ (14,970)</u>
<b><i>NET REVENUES / EXPENDITURES</i></b>	<u><u>\$ 3,755</u></u>	<u><u>\$ (6,150)</u></u>

# 2021 General Fund Revenues

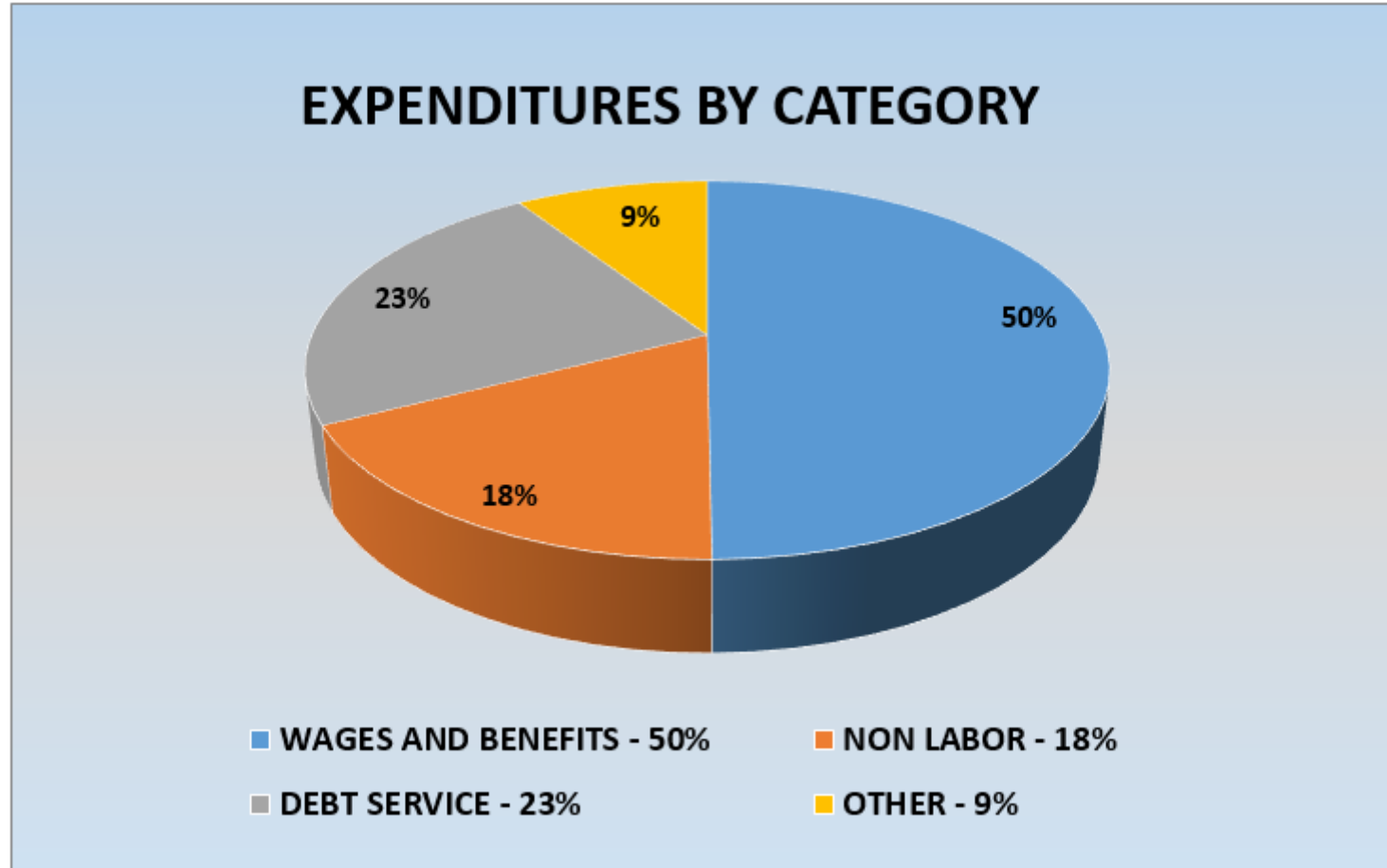




## 2021 General Fund Revenue Changes

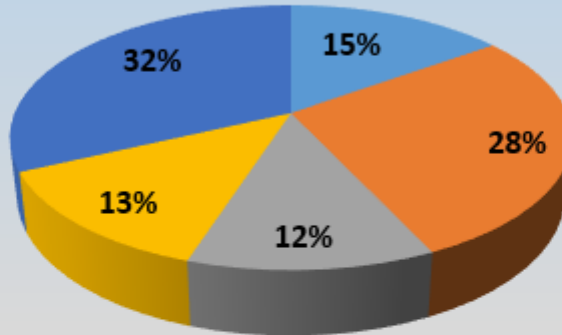
- Net New Construction \$135,000
- Debt Service (\$60,000)
  - *Does not take into account the \$150,000 levied for TIF debt*
- TIF No. 3 Termination \$130,000
- Intergovernmental Revenues \$113,000
  - *Includes transportation aids, state shared revenues, etc.*
- Interest Income (\$78,000)
- Senior Center Township Donations (\$16,000)
- Public Charges for Service (\$18,000)

## 2021 General Fund Expenditures by Category



# 2021 General Fund Expenditures by Classification

## EXPENDITURES BY CLASSIFICATION

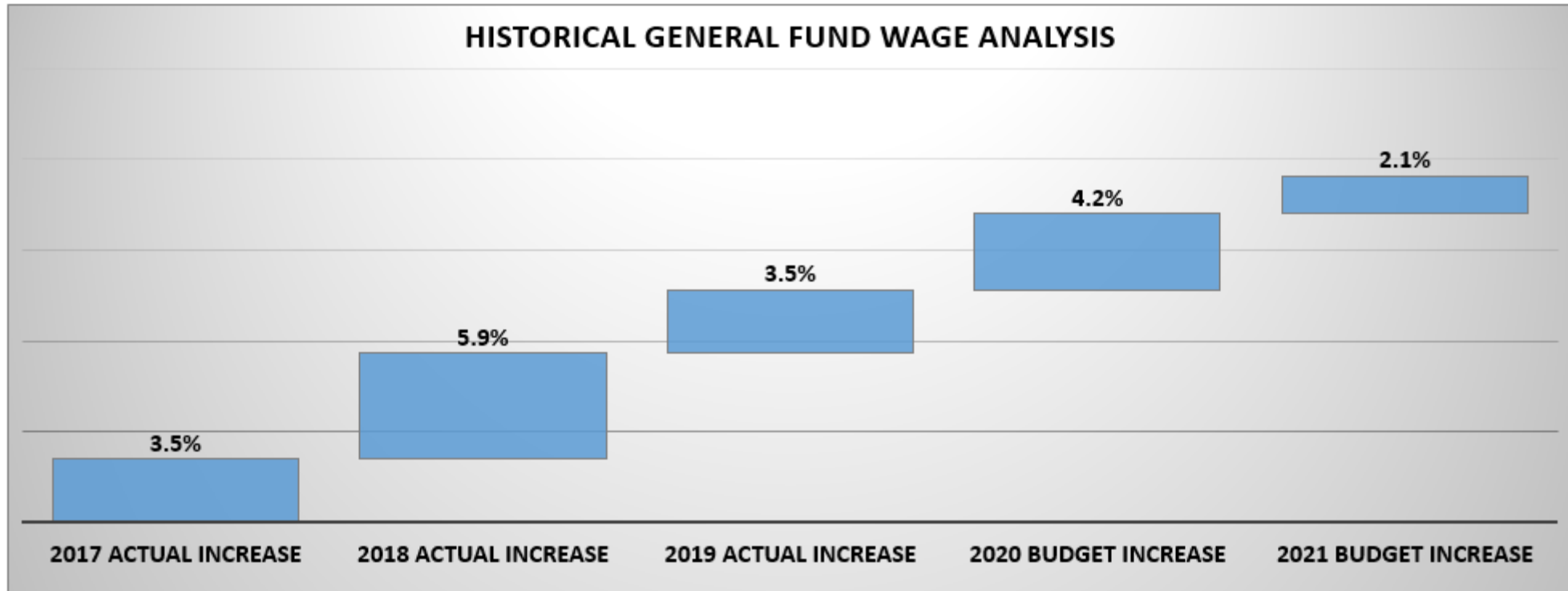


- GENERAL GOVERNMENT - 15%
- PUBLIC SAFETY - 28%
- PUBLIC WORKS - 12%
- RECREATION-SENIOR SERVICES - 13%
- OPERATING, DEBT, CAPITAL TRANSFERS - 32%

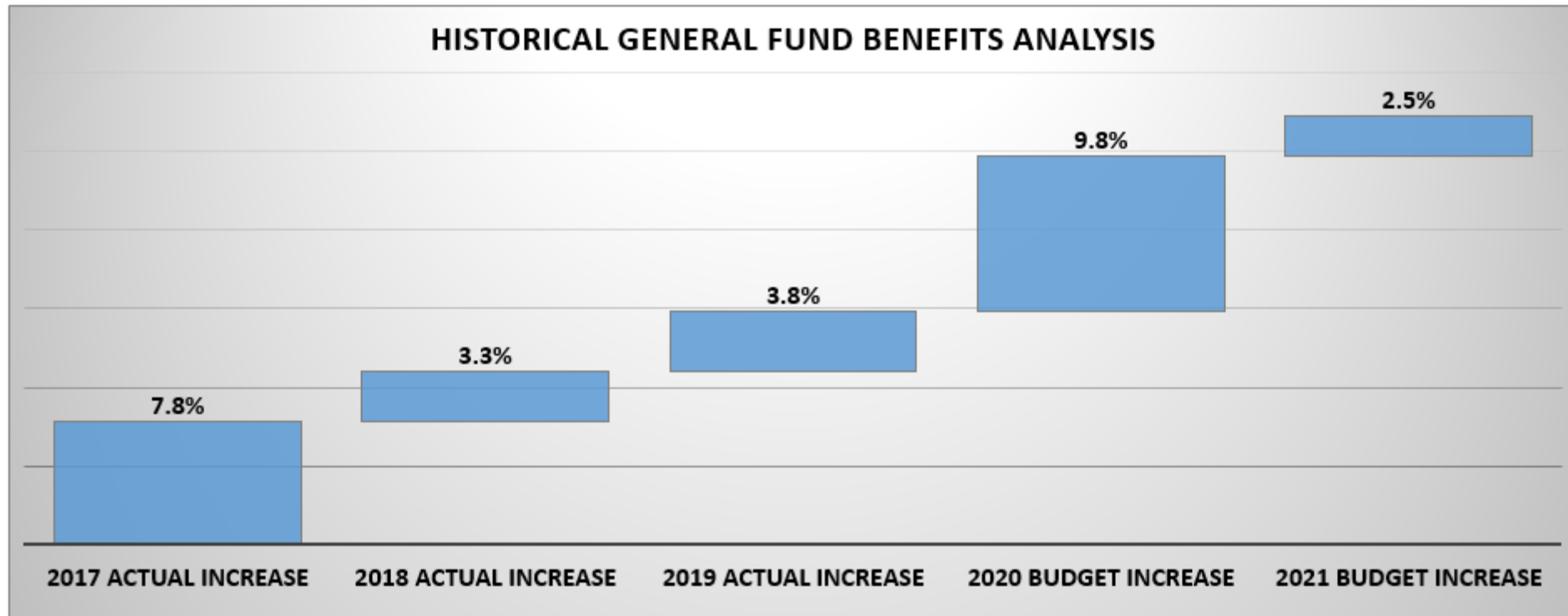
# 2021 General Fund Expenditure Changes Compared to 2020 Budget

- Non-Labor Expenditures \$63,000 or 2.6% increase
- Wages/Salaries \$107,000 or 2.1% increase
- Employee Benefits \$16,000 or 1.0% increase
- Debt Service (\$60,000) or 1.8% decrease
- Transfers (operating, capital, etc.) \$67,000 or 5.4% increase

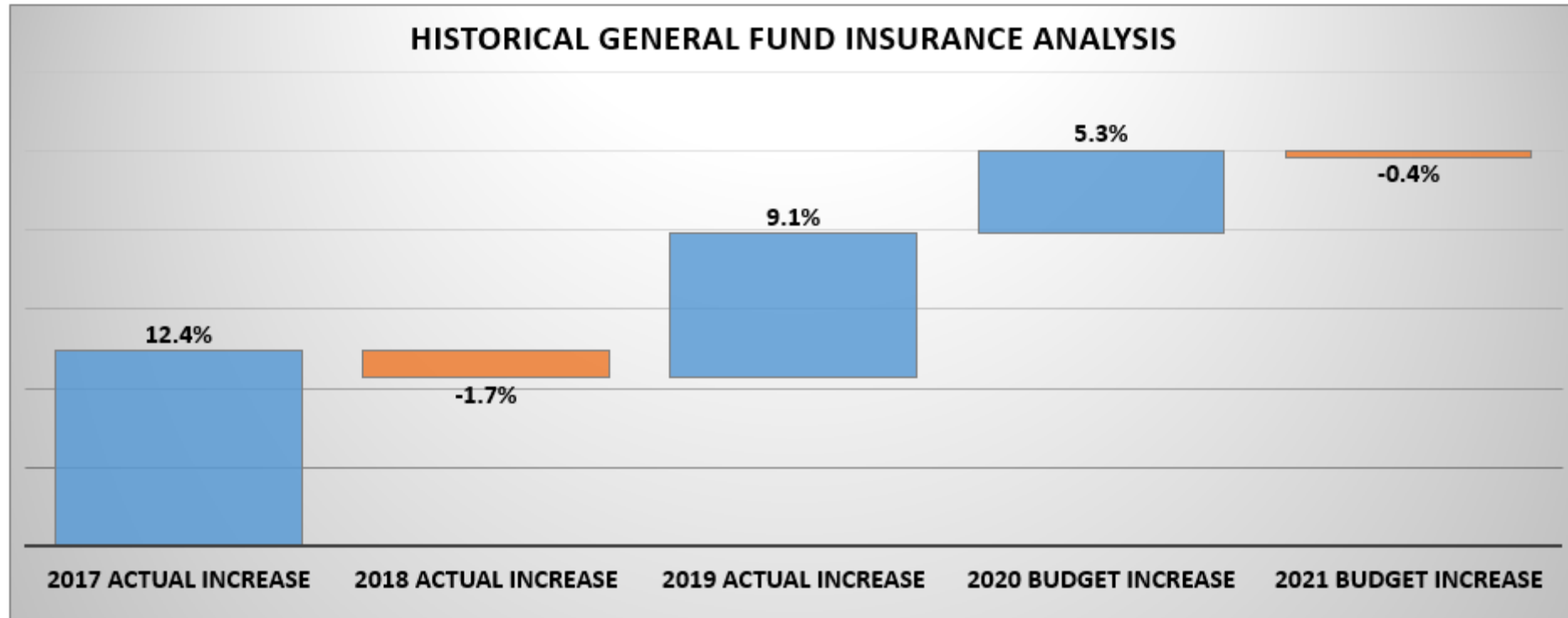
# 2021 General Fund Wage Summary



# 2021 General Fund Employee Benefits Summary



# 2020 General Fund Health/Dental Summary



# Expenditure Restraint Program (ERP) Results

- The ERP provides unrestricted aid to qualifying municipalities that limit growth in spending (approx. \$235,000 per year)
- Stoughton's allowed increase in expenditures for 2021 is 2.5%
- The 2021 budget resulted in a 2.4% increase in expenditures
- The remaining amount to 2.5% is \$12,700

2021 GEN FUND EXP	\$ 10,660,499
2020 GEN FUND EXP	\$ 10,412,701
GEN FUND DOLLAR CHANGE	\$ 247,798
GEN FUND % CHANGE	2.38%

Growth Factor Calculations	2021
1. Net new construction during 2019	\$ 22,658,900
2. 2019 total equalized value	\$ 1,233,724,300
3. Percent increase	1.837%
4. Adjustment factor	60%
5. Adjusted percent increase	1.102%
6. Maximum allowable increase	2.00%
7. Your growth factor	1.102%
8. Consumer price index	1.4%
9. Total Budget Growth Limit	2.5%



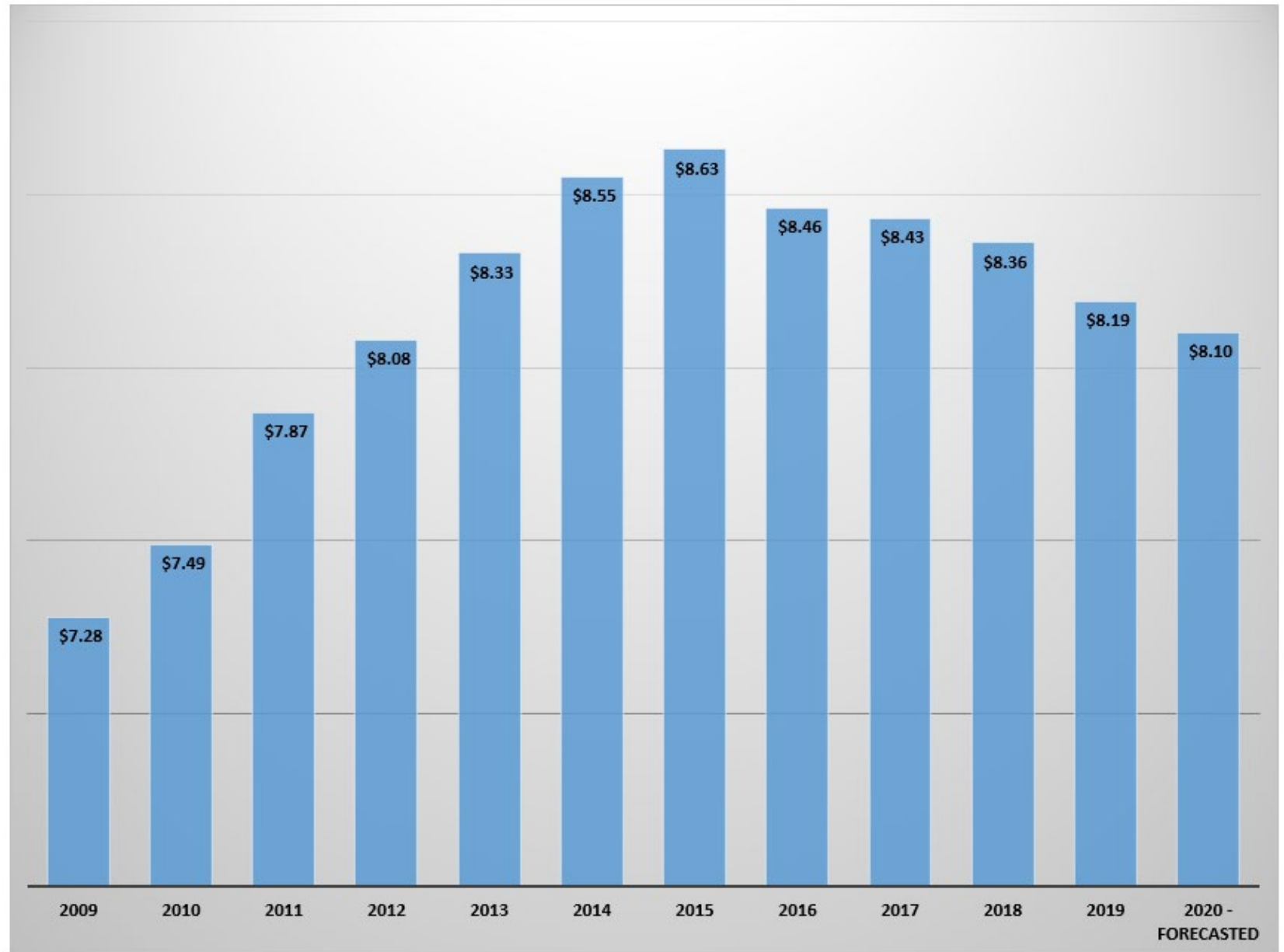
## 2020 Levy Bottom Line (2021 Budget Year)

- 2020 tax levy has 1.84% Net New Construction = \$135,000
- Levy increase includes City mil rate **decrease** of 1.10%
- Total mil rate **decrease** of \$0.09
- Impact on average residential homeowner is an approximate increase of .60% over the 2019 levy

Residential Economic Change	<u>1.70%</u>
2020 Mil Rate Decrease	<u>-1.10%</u>
Net Increase / (Decrease)	<u>0.60%</u>

City of Stoughton	
2021 Executive Budget	2021
BOTTOM LINE WORKSHEET	Budget
Levy Limit	\$7,476,824
Add Additional Levy for 2021 Debt Service	\$2,134,987
Add Additional Levy Residential Dwellings	\$0
Total Levy	\$9,611,811
Equalized Value	\$1,268,041,900
Assessment Ratio Assumption	99.0168612%
Assessed Value Assumption	\$1,255,575,395
	<b>Bottom Line</b>
2019 Levy	\$9,383,714
Proposed 2020 Levy	\$9,611,811
\$ Change from 2019	\$228,097
% Change from 2019	2.43%
2019 City Tax Rate	\$8.19
Proposed 2020 City Tax Rate	<b>\$8.10</b>
\$ Change from 2019	(\$0.09)
\$ increase per \$100,000 property value	(\$9.00)
% Change from 2019	-1.10%
City taxes paid/ \$100,000 of Value	\$810.00
Change from 2019	(\$9.20)

# Mil Rate History



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City of Stoughton 2021 Budget

QUESTIONS?

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