

Projected Budget Report

Local Unit Name:	City of Wayne
Local Unit Code:	82-2300
Current Fiscal Year End Date:	6/30/2018
Fund Name:	General Fund

REVENUES	Current Year Budget - FYE 2018	Percentage Change	Year 2 Budget - FYE 2019	Assumptions
Property Taxes	\$ 6,231,080	-	\$ 6,231,080	City has continued to lose taxable value, especially with changes to personal property taxes. For now, conclude to estimate no change as the Essential Services Assessment will hopefully keep the City whole for the next 2 years. Other inflationary increase estimated at 1% CDBG grant
Intergovernmental	\$ 3,373,240	1.0	\$ 3,406,972	
Licenses & Permits	\$ 532,460	1.0	\$ 537,785	
Charges for Services	\$ 1,241,630	1.0	\$ 1,254,046	
Interest and Rents	\$ 491,200	-	\$ 491,200	
Fines and Forfeits	\$ 474,000	-	\$ 474,000	
Recreation	\$ -	-	\$ -	
Other Revenues	\$ 3,323,430	1.0	\$ 3,356,664	
Interfund Transfers (In)	\$ 112,855	-	\$ 126,367	
Total Revenues	\$ 15,779,895		\$ 15,878,115	
 EXPENDITURES				
General Government	\$ 4,448,690	2.5	\$ 4,559,907	Cost of healthcare estimated increase 5%. Other departmental costs estimated to be 1% increase. Net 2.5% City expects to sell recreation center in near future which will decrease costs, but that transaction is not certain at this point.
Judicial	\$ 972,255	2.5	\$ 996,561	
Public Safety	\$ 6,821,215	2.5	\$ 6,991,745	
Public Services	\$ 2,302,465	2.5	\$ 2,360,027	
Health and Welfare	\$ 510,695	5.0	\$ 536,230	
Community and Economic Development	\$ 177,390	2.5	\$ 181,825	
Recreation & Culture	\$ 1,203,415	-	\$ 1,203,415	
Debt Service	\$ 618,480	-	\$ 618,480	
Interfund Transfers (Out)	\$ -	-	\$ -	
Total Expenditures	\$ 17,054,605		\$ 17,448,190	
Net Revenues (Expenditures)	\$ (1,274,710)		\$ (1,570,076)	
 Beginning Fund Balance (per budget)	 \$ 733,645		 \$ (541,065)	
Ending Fund Balance	\$ (541,065)		\$ (2,111,141)	Deficit of Fund Balance

Commentary: Through 2017, the City had been balancing its budget by using the money set aside in the OPEB Trust for retiree healthcare premiums. That trust was fully depleted during FY2017. In addition, the required pension contribution to MERS will continue to increase rapidly over the next several years. Absent significant expenditure decreases or a new revenue source, the City will use up its remaining fund balance during FY2018 and finish in a deficit. Once the FY2017 audit is completed, the FY2018 budget will be amended for new information since the original 2018 budget was passed. Following that amendment, it is possible FY2018 will no longer project a deficit of fund balance; however, 2019 would likely still project to end up in a deficit.