

BEMIDJI CITY COUNCIL

Work Session Agenda

Monday, June 22, 2009

**City Hall
Conference Room
5:30 P.M.**



1. CALL TO ORDER / ROLL CALL

2. 2010 BUDGET/CIP CASHFLOW

3. AJOURNMENT

City of Bemidji

2009 Budget Reduction Strategies without a Street Light Utility Fee and Updated LGA Reductions

| | Actions Implemented | Implementation Date | 2009 Budget | | 2009 Increased | | 2010 Increased | |
|----|--|---------------------|----------------|-----------------|------------------|------------------|------------------|-----------------|
| | | | Revised Budget | Revenue/Savings | Revised Budget | Revenue/Savings | Revised Budget | Revenue/Savings |
| 1 | Reduce overtime by 50% citywide | 01/01/09 | 286,500 | 143,250 | 143,250 | 143,250 | 143,250 | |
| 2 | Establish city dog kennel | 01/01/09 | 18,000 | 8,000 | 10,000 | 10,000 | 10,000 | |
| 3 | Amended city hall cleaning contract | 02/01/09 | 19,809 | 10,730 | 9,079 | 9,904 | 9,904 | |
| 4 | Amended public works cleaning contract | 03/01/09 | 15,468 | 8,028 | 7,440 | 8,938 | 8,938 | |
| 5 | Increased township fire contribution | 01/01/09 | 265,346 | 325,378 | 60,032 | 60,032 | 60,032 | |
| 6 | Increased rental license revenues | 01/01/09 | 25,000 | 40,000 | 15,000 | 15,000 | 15,000 | |
| 7 | Copier purchased under budget | 03/01/09 | 16,000 | 11,000 | 5,000 | 0 | 0 | |
| 8 | Terminate meter reading contract | 04/01/09 | 25,000 | 6,250 | 18,750 | 25,000 | 25,000 | |
| 9 | Contract for prosecutions/retain support staff | 03/01/09 | 122,130 | 166,568 | (44,438) | (44,438) | (44,438) | |
| 10 | Public Works Director position savings | 07/01/09 | 80,200 | 72,200 | 8,000 | 12,000 | 12,000 | |
| 11 | Reimbursement for school resource officer | 01/01/09 | 0 | 28,000 | 28,000 | 28,000 | 28,000 | |
| 12 | Estimated increase in job classification cost | 01/01/09 | 12,000 | 30,000 | (18,000) | 0 | 0 | |
| 13 | Eliminate comp time for exempt employees | 03/01/09 | 50,000 | 8,000 | 42,000 | 50,000 | 50,000 | |
| 14 | Eliminate GIS intern | 06/01/09 | 15,000 | 6,250 | 8,750 | 15,000 | 15,000 | |
| 15 | Eliminate Community Development intern | 01/01/09 | 3,000 | 0 | 3,000 | 3,000 | 3,000 | |
| 16 | Eliminate Engineering temporary employee | 01/01/09 | 9,000 | 0 | 9,000 | 9,000 | 9,000 | |
| | Subtotal | | | | \$304,863 | \$344,686 | \$344,686 | |
| | Actions Recommended | | | | | | | |
| 17 | Former JEDC funds to Comm Development | 01/01/09 | 0 | 20,000 | 20,000 | 20,000 | 20,000 | |
| 18 | Purchase 50% of police in-car computers | 01/01/09 | 80,000 | 40,000 | 40,000 | 0 | 0 | |
| 19 | Reduce police training center renovations | 01/01/09 | 15,000 | 5,000 | 10,000 | 0 | 0 | |
| 20 | No COLA for 2010 | 01/01/10 | 0 | 0 | 0 | 0 | 0 | |
| 21 | Implementation of Administrative Fines | 07/01/09 | 0 | 20,000 | 20,000 | 40,000 | 40,000 | |
| | Subtotal | | | | \$90,000 | \$60,000 | \$60,000 | |
| | Total Increased Revenue and Savings | | | | \$394,863 | \$404,686 | \$404,686 | |
| | Governor's Proposed LGA Reduction | | | | (210,493) | (485,688) | (485,688) | |
| | Total Budget Impact | | | | \$184,370 | (81,002) | (81,002) | |
| | Cumulative 2010 Budget Impact | | | | | \$103,368 | \$103,368 | |

**CITY OF BEMIDJI
TAX AND VALUE INFORMATION
FROM CITY ASSESSOR'S OFFICE**

| # of Parcels | Description | City Wide Value | % of value | Avg Value | Tax on Avg Value | |
|-------------------|---------------------------|--------------------|---------------|-----------|------------------|-------|
| | | | | | Total | City |
| 2,952 | Residential Homestead | 293,612,811 | 42% | 99,462 | 986 | 269 |
| 1,356 | Residential Non-homestead | 95,832,789 | 14% | 70,673 | 902 | 253 |
| 113 | Apartments | 59,594,900 | 9% | 527,388 | 8,260 | 2,362 |
| 901 | Commercial/Industrial | 244,135,200 | 35% | 270,960 | 7,126 | 1,441 |
| 5322 Total | | 693,175,700 | 100% | | | |

Misc Info

Res Homestead includes 264 mobile homes @ \$3.9 million
 Res Non-homestead includes 78 mobile homes @ \$1.2 million
 Comm/Ind includes 34 personal property parcels @ 7.8 million
 Commercial includes mobile home park lands
 Apartments include low income apartments
 Seasonal rec is in non-homestead
 Residential homestead includes homestead duplex and triplex
 Res non-homestead are 1-3 unit rentals
 Apartments are buildings with 4 or more rental units

| <u>Residential Homestead</u> | Total Tax per | City Tax per |
|---|---------------|--------------|
| | \$1,000 | \$1,000 |
| \$76,000 and under | 6.45 | 2.35 |
| \$100,000 | 9.94 | 2.71 |
| \$200,000 | 11.8 | 3.28 |
| \$300,000 | 12.42 | 3.48 |
| \$414,000 and over | 12.76 | 3.58 |
| Residential Non-Homestead (1-3 unit rentals) | | |
| Any value | 12.76 | 3.58 |
| Apartments (4 or more units) | | |
| Any value | 16.05 | 4.48 |
| Commercial/Industrial | | |
| First \$150,000 | 25.46 | 5.37 |
| Over \$150,000 | 33.56 | 7.17 |

Estimates based on rates for 2008