



2018/2019

FINANCIAL PLAN OVERVIEW



General Fund Revenues

- Proposed millage rate 11.05 – 0.75 millage rate increase
 - General Fund (\$6,416,399)
 - Street Funding (\$653,442)
 - Project Reserve (\$130,688)
- Property Taxable Value Increase capped by the State at 2.1%
- Revenue changes
 - State Shared Revenue
 - Projected increase in Constitutional State Shared Revenue of \$91,775
 - Statutory (CVT) Revenue projected decrease of \$3,558
 - Court & Probation Split with Walker
 - 45% Grandville / 55% Walker

Projected Pension Expenditures

Fiscal Year	19/20	20/21	21/22	22/23	23/24	24/25	Totals 2019-2025
Total Projected MERS Payment	\$784,553	\$879,553	\$979,553	\$1,089,553	\$1,214,553	\$1,364,553	\$6,312,318
MERS Required Contribution Increase	\$80,000	\$95,000	\$100,000	\$110,000	\$125,000	\$150,000	\$660,000



Identified Capital Needs

- Future Capital Projects with Estimated Costs
 - Fire QRV Mini Pumper- \$250,000
 - Fire Aerial Ladder Truck - \$1,000,000
 - Roof Replacements
 - Fire - \$200,000
 - DPW - \$100,000
 - Police/Court - \$200,000
 - Library - \$250,000
 - Library Carpet - \$100,000
 - Library HVAC - \$85,000



Potential Capital Projects

- Library Expansion
- City Hall Renovation

Comparable Millage Rates

City	2017 Millage Rate
Grand Rapids*	9.0258
Kentwood	9.6066
Grandville**	11.0500
Zeeland	11.1354
Hudsonville	11.2303
Wyoming	12.1192
Rockford	12.9000
Holland	13.7707
East GR	15.6146
Lowell	15.9423
Cedar Springs	16.3414

*City of Grand Rapids also has an income tax

** Proposed 2018 Millage Rate

Sample Tax Bill

Additional Cost to Average Resident

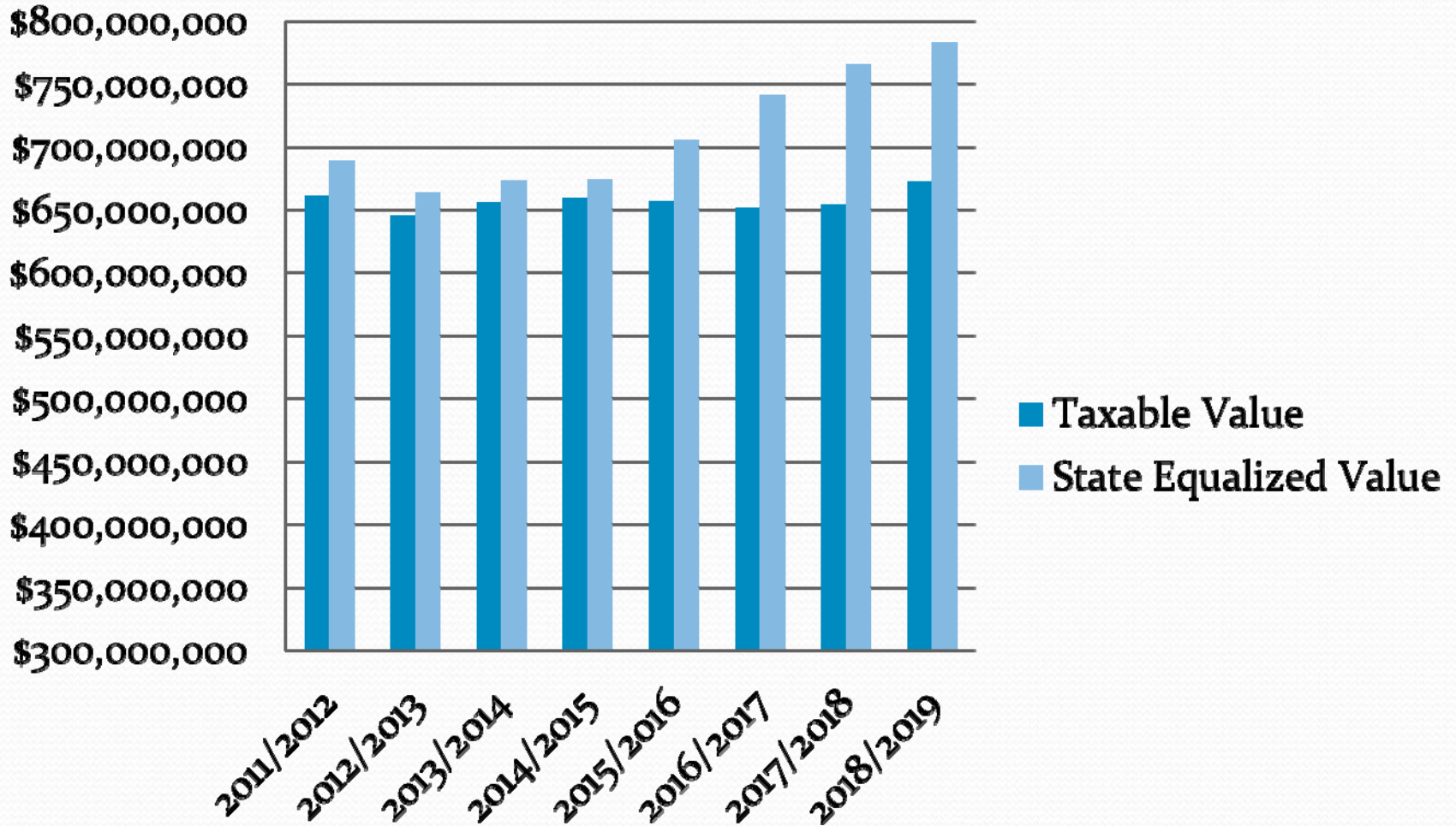
Average Taxable Value \$ 70,297.00

STATE ED	6.00000	\$	421.78
KISD	5.66940	\$	398.54
GRCC	1.77880	\$	125.04
GDVL SCHOOL OPER	0.00000	\$	-
GDVL SCHOOL DEBT	3.20000	\$	224.95
GDVL SCHOOL SINKING FUND	1.40000	\$	98.42
ITP TRANSIT	1.46320	\$	102.86
CITY OF GRANDVILLE	10.30000	\$	724.06
KENT COUNTY	4.28030	\$	300.89
KENT COUNTY	1.771500	\$	124.53
KENT DISTRICT LIBRARY	1.277400	\$	89.80
	37.14060	\$	2,610.87

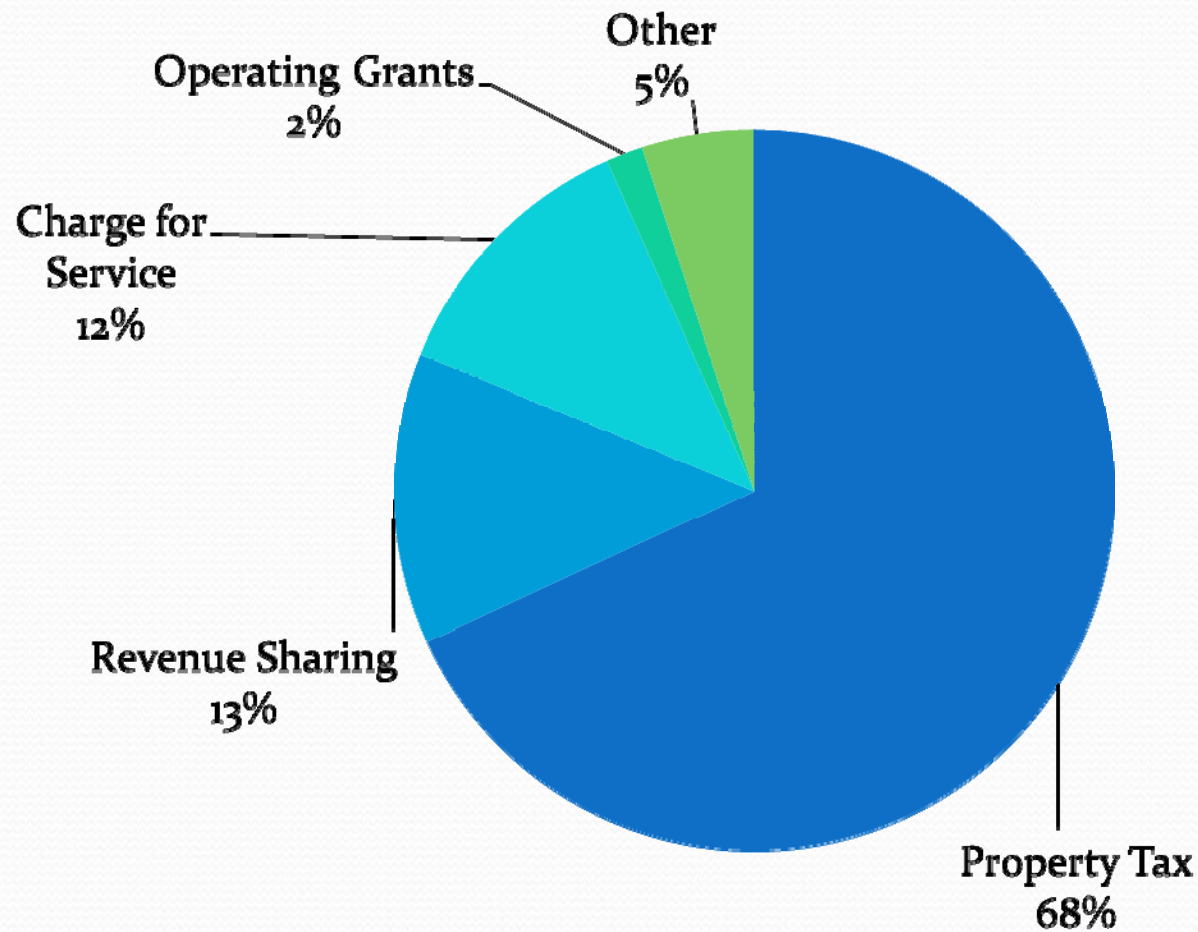
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CITY OF GRANDVILLE	11.05000	\$	776.78
KENT COUNTY	4.28030	\$	300.89
KENT COUNTY	1.771500	\$	124.53
KENT DISTRICT LIBRARY	1.277400	\$	89.80
	37.89060	\$	2,663.60

Difference \$ 52.72

Taxable vs Equalized Value



General Fund Revenue by Source





General Fund Operating Expenditures

- **Personnel**
 - Additional Police Officer position
 - Increase for Health Insurance cost under P.A. 192 – 3.4% - Hard Cap
 - \$75,000 increase in MERS required contribution - \$704,553 total
 - 2.25% Contractual wage increase for DPW, Police Supervisory Unit, and Police Rank & File
 - 2.25% Non-Union wage increase
 - Clean Water Plant – Pending contract
 - Non-Union Employee Class/Comp Study Update budgeted \$18,000



General Fund Capital Expenditures

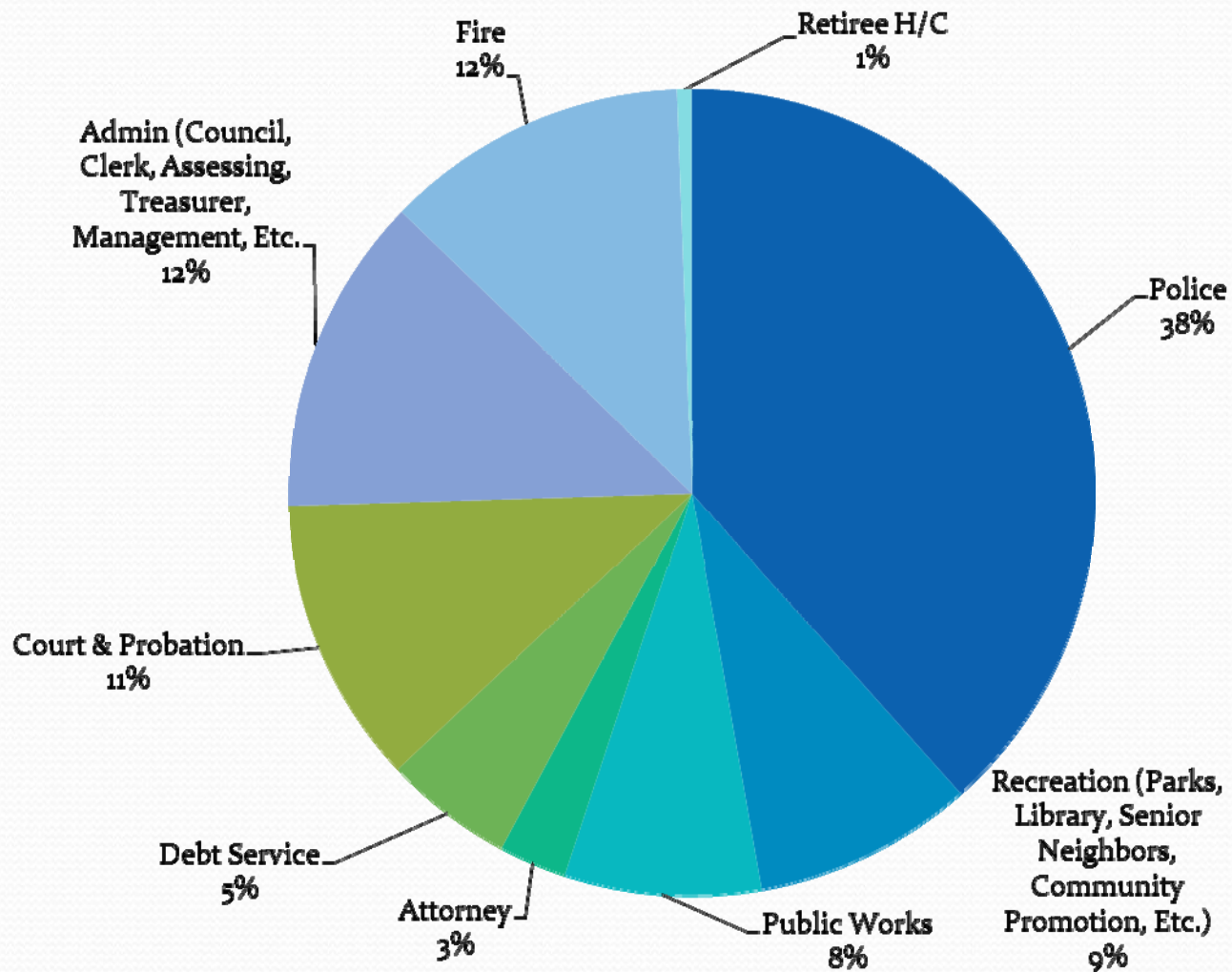
- Capital Improvements/Equipment/Projects
 - Elections
 - New Precinct anticipated - \$9,000 for equipment
 - General Administration
 - Server and Firewall upgrade - \$33,500
 - Police – ***all purchased with Drug Forfeiture Funds***
 - Cruiser Equipment - \$15,000
 - Radar Unit - \$7,000
 - Shredder - \$2,500
 - Desk Top Computer Replacements - \$10,000
 - Ballistic Shields - \$6,000
 - E-Ticket Printers - \$10,000
 - In- Car Mobile Laptop Replacements - \$16,000
 - Tasers - \$3,000
 - Ballistic Shields - \$6,000
 - Firearms - \$4,000



General Fund Capital Expenditures

- Capital Improvements/Equipment/Projects
 - Fire Department
 - MDT Mobile Unit Laptop - \$8,000
 - Turn Out Gear - \$9,000
 - Heavy Rescue Tools - \$15,000
 - Legacy Equipment Replacement (nozzles, saw, lights) - \$5,500
 - Pulse Oximeter Replacements - \$1,600
 - Extractor for PPE - \$10,000
 - Furniture Replacement - \$3,000
 - Parking Lot Maintenance
 - City Hall Parking Lot - \$30,000
 - Parks
 - Little League Concession Roof - \$5,000
 - Park & Recreation Master Plan Update - \$20,000
 - Library
 - Furniture - \$4,500
 - Other Functions
 - Roof and Parking Lot for Community Building - \$32,000

Budgeted General Fund Expenditure by Department



Fund Balance

Budgeted Operating Expenditures 18/19	\$ 9,465,413
Operating income (loss)	\$ 565,316
Transfer In from DDA & Reserves	\$ 188,650
Transfer out to Storm Sewer	\$ 45,000
Capital Purchases	\$ 272,100
Debt Service	\$ 532,000
Net Change in Fund Balance	\$ (95,134)
Projected Beginning Fund Balance 7/1/18	\$ 2,035,383
Estimated Ending Fund Balance 6/30/19	\$ 1,940,249
Fund Balance %	18.8%



Project Fund

- Property Tax Revenue \$131,525
- No budgeted expenditures for fiscal year 18/19
 - Kayak launch cost could carryover from 17/18
- June 30, 2019 projected ending Fund Balance of \$334,813



Major Streets

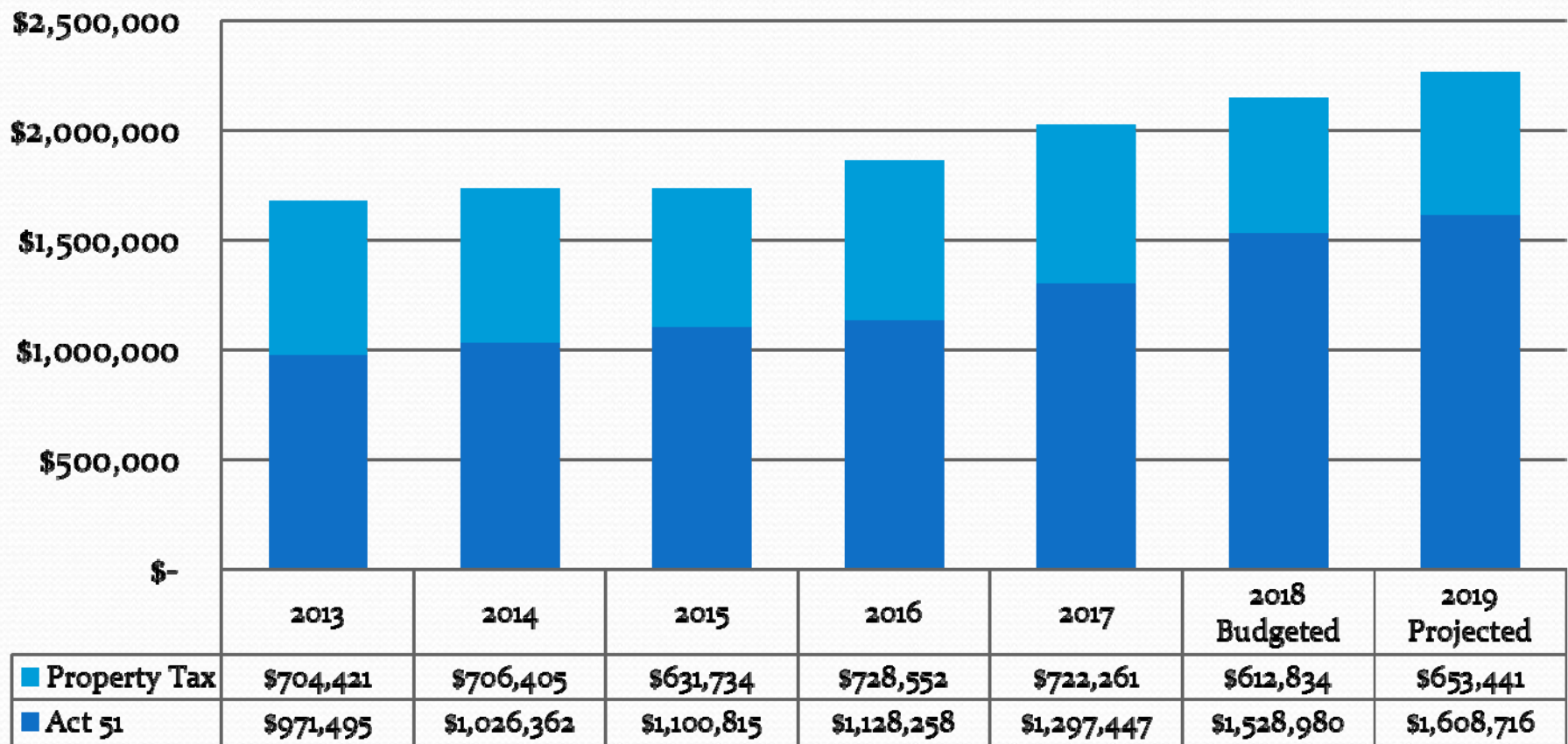
- Property Tax Revenue of \$103,360
- Additional \$60,000 budgeted for Act 51 Revenue due to increase in State gas tax and registration fees
- Capital Projects:
 - Ivanrest from Prairie to 44th Street – total project cost of \$1.6 million – City cost of \$400,000 (25% City / 75% State)
 - Busch Dr – Sanford to Ivanrest - \$170,000
 - Canal – 44th to South City Limits - \$150,000
 - Division Avenue - \$60,000



Local Streets

- Property Tax Revenue of \$550,081
- Capital Projects
 - Bremer – Canal to West End
 - Redwing/Redman Ct – 41st to End
 - Willow Creek – Cedar Creek to End
 - Blackhawk – Wilson to Mohawk
 - Cedar Creek – Ivanrest to End
 - Algonac – Cheyenne to Socorro
 - Chanute – Tomahawk to End/Cul de Sac
 - Socorro – Cheyenne to Yellowstone
 - Orchard – McClow to End/Cul de Sac
 - Teton – McClow to End/Cul de Sac

Street Funding





Clean Water Plant

- Commodity Charge and Ready to Serve charges remain unchanged.
- CWP Major Capital Purchases
 - Collections
 - Sewer Line Analysis (RedZone) - \$110,000 – 3rd of 5 years
 - Sewer Line Repairs - \$200,000
 - Operations –
 - Methane Gas Management Project - \$1,038,000



Water Fund

- Rate Study was completed using the new asset management plan and the following rates are requested to maintain lines and cover the increased cost of operations
 - Commodity Charge increase from \$2.62/thousand to \$2.85/thousand gallons
 - Ready-to-Serve Charge increased from \$15.24 to \$16.67 per quarter for 5/8" meter
 - Ready-to-Serve and Commodity increase will cost the average residential customer approximately \$4.88 per quarter

Comparable Rates

	Water Commodity (per 1,000 gallons)	Water RTS	Average Quarterly Water Bill (15,000 gallons)
Rockford	\$4.06	\$25.38	\$86.28
Hudsonville	\$2.13	\$32.34	\$64.29
Byron Center	\$3.30	\$14.08	\$63.58
Grandville Current	\$2.62	\$15.24	\$54.54
Grandville Proposed	\$2.85	\$16.67	\$59.42
Wyoming*	\$1.54	\$22.46	\$45.56
Georgetown	\$2.30	\$10.00	\$44.50

*Wyoming Residents pay 1.565 mills for water/sewer improvements (\$29.35/quarter for a \$150,000 home)



Water Fund

- Projects

- Ivanrest Watermain - replace 12” water main with 16” water main from Buck Creek to Prairie - \$600,000
- Division Ave Water Main Project – Abandon existing 10” redundant water main and transfer services to active main - \$40,000
- Meter Replacements - \$100,000 – ongoing project



Motor Pool

- Capital Purchases
 - Marked Patrol Vehicle - \$38,000
 - Asphalt Truck – 1 Ton - \$40,000
 - DWP Director Truck - \$29,000



Questions or Comments?