

# FAIRMONT<sup>T.M.</sup>

City of Lakes

**2023 Adopted Budget**

# Budget Overview - Governmental Funds



## Revenues

Federal/State Aid	4,998,735	7.8%
Taxes	7,852,270	12.2%
Assessments	212,368	0.3%
Charges For Services	1,541,746	2.4%
GO Bonds	7,000,000	10.9%
Donations	6,000,000	9.3%
Miscellaneous	258,536	0.4%
Proprietary	31,059,112	48.4%
Transfers In	5,279,259	8.2%
<b>Total Revenues</b>	<b>\$ 64,202,026</b>	<b>100%</b>

## Expenditures

General Government	1,696,346	2.6%
Public Safety	4,037,540	6.3%
Public Works	2,236,237	3.5%
Parks & Recreation	1,818,834	2.8%
Economic Development	253,550	0.4%
SMEC	84,900	0.1%
Airport	601,368	0.9%
Lake Restoration	13,645	0.0%
Debt Service	2,009,799	3.1%
Capital Projects	18,735,600	29.3%
Proprietary	27,275,535	42.6%
Transfers Out	5,279,259	8.2%
<b>Total Expenditures</b>	<b>\$ 64,042,613</b>	<b>100%</b>

\*\$475,000 General Fund Reserves for City Hall security updates

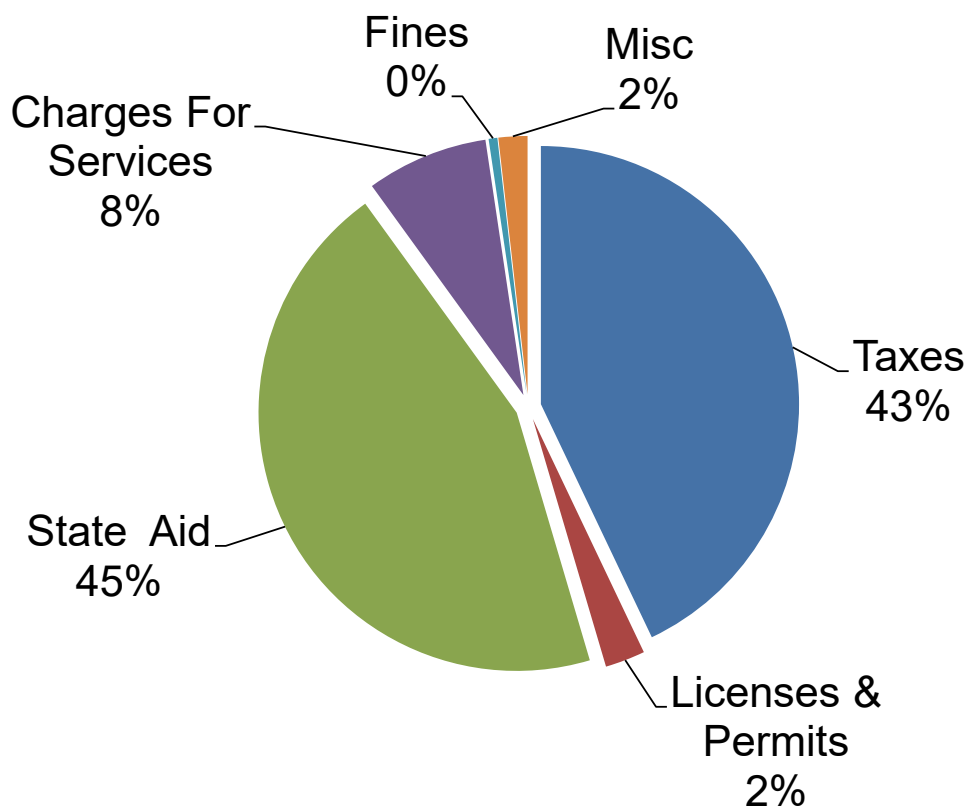
\*\$165,000 General Fund Reserves for Sylvania Park Bank Shell

# General Fund Revenue Summary



	<u><b>2022</b></u>	<u><b>2023</b></u>
Taxes	3,492,525	3,894,798
Licenses & Permits	194,300	226,800
State Aid	4,031,001	4,045,327
Charges For Services	648,026	691,946
Fines	48,500	49,500
Misc	171,750	164,086
Transfers In	825,000	825,000
<b>Total Revenues</b>	<b>\$ 9,411,102</b>	<b>\$ 9,897,457</b>

## 2023 Budget



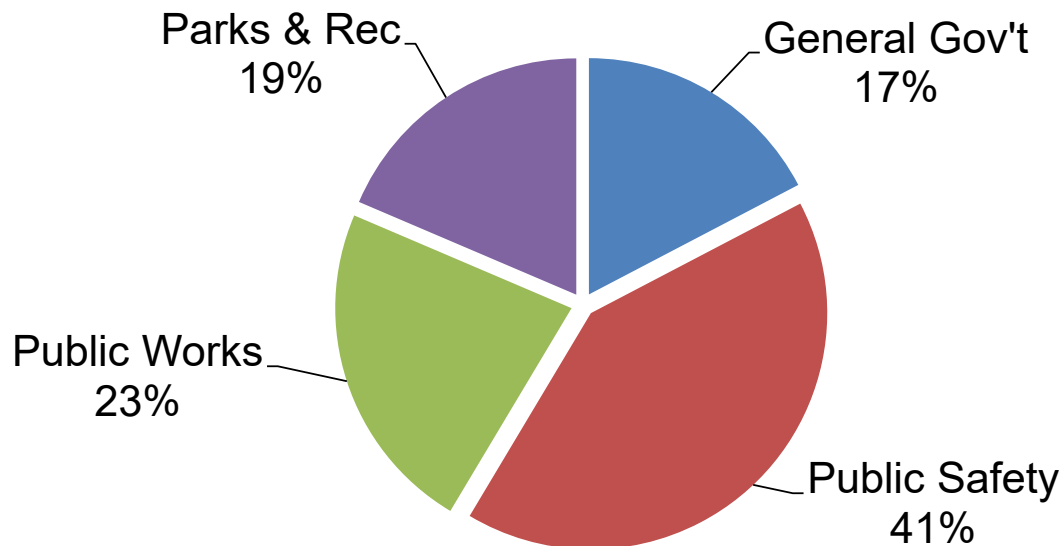


# General Fund Expenditure Summary



	<u><b>2022</b></u>	<u><b>2023</b></u>
General Gov't	1,655,186	1,696,346
Public Safety	3,890,486	4,037,540
Public Works	2,010,219	2,236,237
Parks & Rec	1,650,211	1,818,834
Transfers	205,000	748,500
<b>Total Expenditures</b>	<b>\$ 9,411,102</b>	<b>\$ 10,537,457</b>

## 2023 Budget





# General Fund

## Expenditure Detail



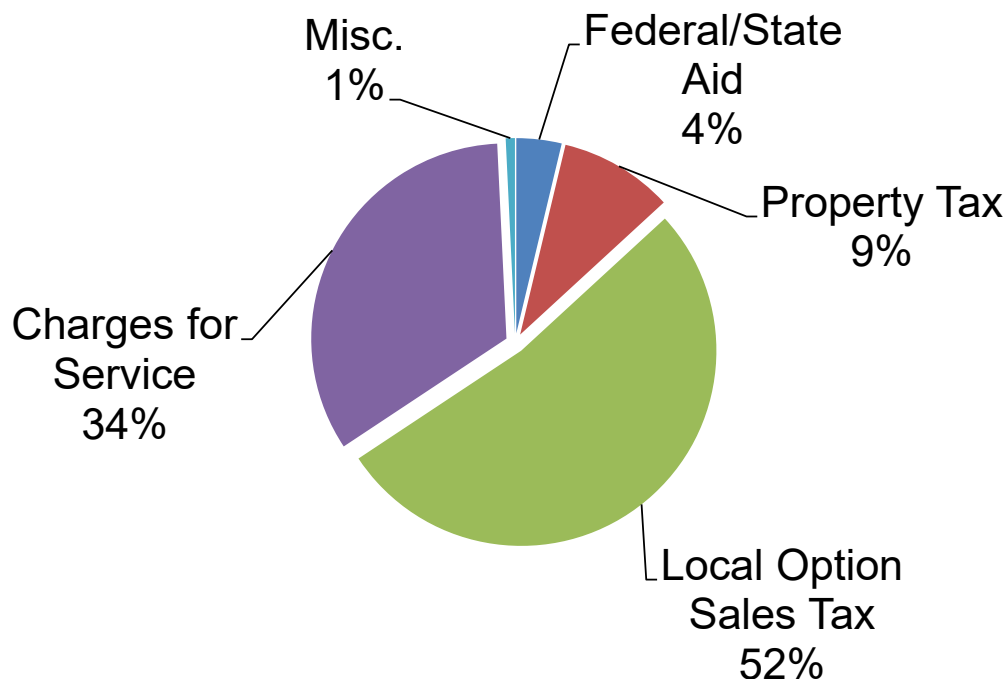
	<u>2022</u>	<u>2023</u>
Mayor and Council	61,527	60,755
City Administrator	148,455	175,611
City Clerk	129,957	123,536
Finance	428,634	447,904
Planning & Zoning	215,023	287,170
Gen. Govt. Bldgs.	156,380	123,960
Library	86,660	86,760
Other General Govt.	428,550	390,650
<b>Total General Govt.</b>	<b>\$ 1,655,186</b>	<b>\$ 1,696,346</b>
Police Department	3,227,248	3,340,820
Fire Department	406,501	392,778
Inspection Dept.	193,983	239,906
Civil Defense	3,615	3,615
Animal Control	59,139	60,421
<b>Total Public Safety</b>	<b>\$ 3,890,486</b>	<b>\$ 4,037,540</b>
Streets	1,417,691	1,504,997
Engineering	412,257	480,307
Health & Sanitation	180,271	250,933
<b>Total Public Works</b>	<b>\$ 2,010,219</b>	<b>\$ 2,236,237</b>
Parks	1,151,964	1,333,142
Aquatic Park	498,247	485,692
<b>Total Parks &amp; Recreation</b>	<b>\$ 1,650,211</b>	<b>\$ 1,818,834</b>
<b>Operations</b>	<b>\$ 9,206,102</b>	<b>\$ 9,788,957</b>
<b>Transfers</b>	<b>\$ 205,000</b>	<b>\$ 748,500</b>
<b>Total General Fund</b>	<b>\$ 9,411,102</b>	<b>\$ 10,537,457</b>

# Special Revenue Funds Revenue Summary



	<u><b>2022</b></u>	<u><b>2023</b></u>
Federal/State Aid	69,408	69,408
Property Tax	175,000	175,000
Local Option Sales Tax	975,000	975,000
Charges for Service	500,382	623,000
Misc.	17,100	14,050
Transfers In	166,000	155,000
<b>Total Revenues</b>	<b>\$ 1,902,890</b>	<b>\$ 2,011,458</b>

## 2023 Budget

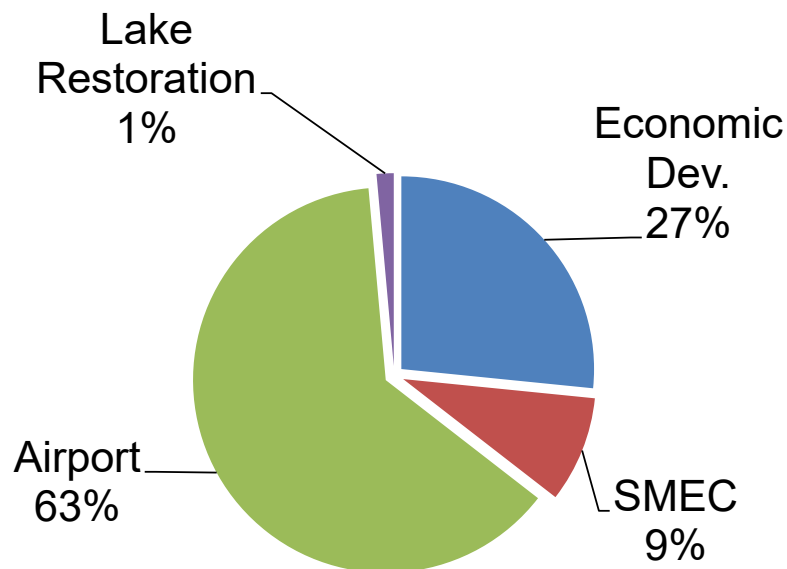


# Special Revenue Funds Expenditure Summary



	<u>2022</u>	<u>2023</u>
Economic Dev.	247,600	253,550
SMEC	86,400	84,900
Airport	504,202	601,368
Lake Restoration	13,645	13,645
Transfers Out	1,020,000	1,876,500
<b>Total Expenditures</b>	<b>\$ 1,871,847</b>	<b>\$ 2,829,963</b>

## 2023 Budget





# Debt Service



## Revenues

	<u>2022</u>	<u>2023</u>
Taxes - General	1,457,083	1,557,083
Taxes - Tax Increment	183,750	96,777
Assessments	322,000	209,868
Misc	9,000	12,900
Transfers In	-	27,759
<b>Total Reveunes</b>	<b><u>\$ 1,971,833</u></b>	<b><u>\$ 1,904,387</u></b>

## Expenditures

	<u>2022</u>	<u>2023</u>
Improvement Proj.	1,894,045	1,609,381
Tax Increment Proj.	183,750	96,777
G.O. Proj.	374,739	303,641
Transfers Out	-	-
<b>Total Expenditures</b>	<b><u>\$ 2,452,534</u></b>	<b><u>\$ 2,009,799</u></b>

# Capital Projects



## Revenues

	<u>2022</u>	<u>2023</u>
Federal/State Aid	872,500	884,000
Property Tax	903,612	903,612
Franchise Fee	265,000	250,000
Assessments	11,000	2,500
GO Bonds	-	7,000,000
Contributions & Donations	-	6,000,000
Misc.	19,000	18,000
Transfers In	1,696,550	4,271,500
<b>Total Revenues</b>	<b>\$ 3,767,662</b>	<b>\$ 19,329,612</b>

## Expenditures

	<u>2022</u>	<u>2023</u>
Capital Projects Fund	1,499,250	4,675,600
Fire Truck Fund	300,000	-
Community Center	3,000,000	10,000,000
Airport Construction	-	560,000
Street Improvements	800,000	3,500,000
Transfers Out	130,000	127,759
<b>Total Expenditures</b>	<b>\$ 5,729,250</b>	<b>\$ 18,863,359</b>

# Capital Projects Fund Detail



## General Gov't

City Hall security & accessiblity	\$429,000
City Hall conference room update	\$6,000
Industrial Park land purchase	\$724,000
	<hr/>
	\$1,159,000

## Library

Roof replacement	\$223,500
Furniture	\$2,000
	<hr/>
	\$225,500

## Police

Repalce squad 11 with purchase of 5 or 10	\$19,000
Portable radio replacement plan 4 per year	\$16,000
Replace police bikes (current ones 20 years old)	\$3,500
Replace/Update evidence equipment	\$2,500
Squad car computer/printer rotation (2 per year)	\$14,000
Squad car video camera rotation (2 per year)	\$16,000
Replace officer ballistic vests (7) partial grant	\$10,500
Replace current strion falshlights (25)	\$3,500
Replace two current ballistic shields	\$6,000
	<hr/>
	\$91,000

## Fire

5 sets of bunker gear	\$16,500
New face pieces and regulators for air packs (\$40,000 carryover from 2022)	\$40,000
Replace 4 radios	\$13,600
	<hr/>
	\$70,100

## Streets

Replace vehicles	\$45,000
Self-propelled paving machine w/ trailer (\$125,000 carryover from 2022)	\$140,000
Replace wood chipper	\$55,000
Replace 4 radios	\$10,000
Stump grinder	\$60,000
Pulverizer bucket	\$12,000
Mini hydro-seeder	\$10,000
Concrete saw	\$10,000
Radio replacement	\$5,000
Contingency	\$20,000
	<hr/>
	\$367,000

## Engineering

Replace survey vehicle	\$55,000
Radio replacement	\$2,500
	<hr/>
	\$57,500

## Aquatic Park

Replace strainer basket	\$8,000
Landscaping	\$7,500
	<hr/>
	\$15,500



# Capital Projects Fund Detail



## Parks

Replace Jeep with plow	(\$35,000 carryover from 2022)	\$45,000
UTV (WASC)		\$15,000
Radio Replacement		\$17,500
Replace Garbage Truck (used)	(\$85,000 carryover from 2022)	\$110,000
Skate Park repairs		\$20,000
Gomsrud Boat Landing/Multiple Parking Lots		\$2,250,000
Sylvania Park Band Shell rehab		\$165,000
Contingency		\$10,000
		<hr/> \$2,632,500

## Airport

Paint blue/yellow hangars		\$15,000
Radio replacement		\$2,500
Contingency		\$5,000
		<hr/> \$22,500

## Lake Restoration

Spring nitrate biological treatment (LCCMR grant)		\$10,000
Dutch Creek habitat management		\$25,000
		<hr/> \$35,000

**Total Project Expenses** \$4,675,600

## Liquor Store Project Funding

Net Income Before Transfers	605,680
Airport Improvements	(236,000)
Skate park repairs	(20,000)
Aquatic Park	(15,500)
Gomsrud Park boat landing & parking lot	(1,275,000)
SMEC	(40,000)
Reduction to Reserves	<u><u>\$ (980,820)</u></u>

# Preliminary Property Tax Levy Increase



2022 Levy	Debt Service	1,457,083
	Operations	3,527,525
	Capital	903,612
	EDA	100,000
	<b>Total</b>	<b>5,988,220</b>

2023 Levy	Debt Service	1,557,083
	Operations	3,929,798
	Capital	903,612
	EDA	100,000
	<b>Total</b>	<b>6,490,493</b>

Levy Increase: \$502,273 8.4%

## 2023 Property Tax Rate Impact - 6.4% Decrease\*

	Residential Property		
	\$95,000	\$150,000	\$250,000
2022 City Tax	595.01	939.50	1,565.83
2023 City Tax	557.13	879.68	1,466.13
	-37.88	-59.82	-99.70

	Commercial/Industrial Property		
	\$500,000	\$1,000,000	\$2,000,000
2022 City Tax	5,793.55	12,056.85	24,583.45
2023 City Tax	5,424.66	11,289.16	23,018.16
	-368.89	-767.69	-1,565.29

\*Percent decrease assumes assessed property valuations remain the same between 2022 and 2023.

# Proprietary Funds



<b><u>Water</u></b>	<b><u>2022</u></b>	<b><u>2023</u></b>
Revenue	4,839,135	5,609,556
Plant Expense	1,795,028	1,986,653
Distribution Expense	652,763	802,707
Administration Expense	190,739	211,875
Misc Expense	1,444,263	1,477,042
Transfers Out	157,619	171,330
Total Expenses	4,240,412	4,649,607
Net Income (Loss)	<b>598,723</b>	<b>959,949</b>

<b><u>Sewer</u></b>		
Revenue	2,913,732	3,434,521
Plant Expense	961,007	1,194,880
Collection Expense	405,968	476,573
Administration Expense	137,405	136,187
Misc Expense	693,993	690,482
Transfers Out	101,044	104,292
Total Expenses	2,299,417	2,602,414
Net Income (Loss)	<b>614,315</b>	<b>832,107</b>

<b><u>Storm Sewer</u></b>		
Revenue	595,000	593,000
Collection Expense	562,469	538,312
Misc Expense	-	-
Total Expenses	562,469	538,312
Net Income (Loss)	<b>32,531</b>	<b>54,688</b>



# Proprietary Funds



<b><u>Electric</u></b>	<b><u>2022</u></b>	<b><u>2023</u></b>
Revenue	17,231,820	17,082,910
Purchase Power	11,735,206	12,869,582
Distribution Expense	1,627,711	1,752,138
Administration Expense	705,018	719,070
Misc Expense	706,631	687,039
Transfers Out	681,337	664,378
Total Expenses	15,455,903	16,692,207
Net Income (Loss)	<b><u>1,775,917</u></b>	<b><u>390,703</u></b>

<b><u>Liquor Store</u></b>		
Revenue	4,048,000	4,331,000
Cost of Merchandise	2,844,600	3,068,540
Operating Expense	625,754	656,780
Transfers Out	392,550	1,586,500
Total Expenses	3,862,904	5,311,820
Net Income (Loss)	<b><u>185,096</u></b>	<b><u>(980,820)</u></b>

<b><u>Parking Lot</u></b>		
Revenue	8,125	8,125
Total Expenses	7,675	7,675
Net Income (Loss)	<b><u>450</u></b>	<b><u>450</u></b>

# Proprietary Funds Capital



## Water Fund

Ground storage tank study/replacement (Industrial Tank)	\$40,000
Broom for skid Loader	\$6,000
Purchase Enclosed Job Trailer	\$10,000
Tilt bed trailer	\$9,500
Replace truck 3/4 ton	\$55,000
Purchase used Dump truck - Double Axel	\$75,000
Lime press equipment replacement	\$18,000
Lead service line replacments	\$25,000
Miscellaneous capital items (<\$5,000 ea.)	\$5,000
Radio Replacement	\$12,500
Contingency	\$20,000
2023 Improvement Project	\$225,000
	<hr/>
	\$501,000

## Wastewater Fund

Lift Station rehab/repair/monitoring	\$150,000
Lift Station Panel Updates	\$100,000
Contract jetting of large diameter mains	\$15,000
Radio Replacement	\$7,500
Diffuser Replacement / Aeration Basin Cleaning	\$175,000
Digester Improvements	\$500,000
UV/Solids handling upgrade project	\$4,000,000
Grit Pump Replacement x 2	\$30,000
Vactor replacment	\$550,000
RAS/Scum Pump Replacements	\$40,000
Contingency	\$20,000
Misc Capital items	\$5,000
2023 Improvement Project	\$200,000
	<hr/>
	\$5,792,500

## Stormwater Fund

Catch basin vactor	\$125,000
MS4 compliance projects	\$50,000
	<hr/>
	\$175,000

## Electric Fund

New transformers	\$125,000
Underground conductors	\$100,000
Replace high voltage switches	\$120,000
Downtown lighting/bollard/sign replacement	\$100,000
Skid loader EZ spotter attachment & trailer	\$40,000
10th Street sub design	\$60,000
10th Street Sub relay replacement	\$275,000
10th Street Sub distr. breaker replacement (SMMPA)	\$640,000
Replace Power Plant transformer (w/SMMPA)	\$352,500
New west substation	\$632,850
Radio replacement	\$12,500
Replace wood chipper	\$55,000
Rate study update	\$30,000
Street improvement projects	\$40,000
Contingency	\$20,000
	<hr/>
	\$2,602,850



Some Photos Courtesy  
of Greg Abel

[www.Fairmont.org](http://www.Fairmont.org)