

General Fund Revenues

GENERAL FUND REVENUES				
	FY14 Budget	FY14 Projection	FY15 Proposed	FY16 Plan
Utility transfer	38,101,425	37,316,840	34,892,425	35,440,562
Property tax	22,715,883	22,659,237	24,585,673	25,470,788
Utility tax	10,413,930	10,393,590	10,100,185	10,266,288
Charges for services	8,299,106	8,242,745	9,447,756	9,900,226
Half cent sales tax	6,522,064	6,554,442	6,750,420	6,975,141
State revenue sharing	2,742,201	2,759,891	2,876,107	3,008,226
Fire assessment	5,120,701	5,120,701	5,183,686	5,245,371
Communications services tax	4,799,488	4,447,468	4,396,322	4,380,056
Other revenues	8,386,646	7,836,434	8,134,775	8,563,080
Total revenues	107,101,444	105,331,348	106,367,349	109,249,738

- Half-Cent Sales Tax and State Revenue Sharing dramatically effected by recession
 - FY09-FY13 are approximately \$6.10M or 12.4% less than FY04-FY08
 - FY18 is when we return to same level as our peak in FY06
- Recovery is beginning and projections include about 3% growth each year based on a combination of population growth and CPI growth

Utility Tax

- Revenues are generated through taxes levied on electric, water, and natural gas utility customers who reside within City's corporate limits

- Traditionally a function of three variables:
 - Number of customers
 - Consumption per customer
 - Price

Utility Tax

- Level of taxes generated is also sensitive to structure of rate changes

- Fuel costs are not subject to the tax
 - Price changes (up or down) which flow through fuel expense do not impact level of taxes flowing to General Fund
 - Price changes which flow through base rates do impact the level of taxes generated

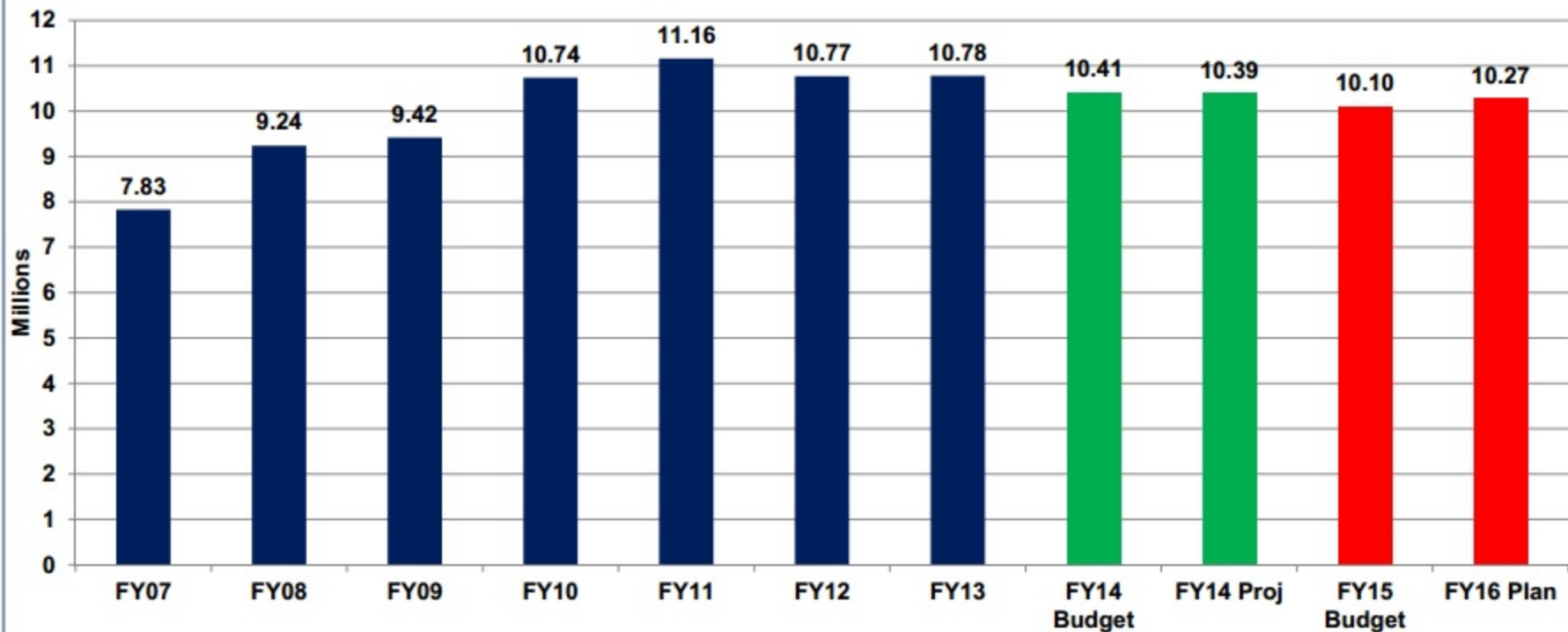
Utility Tax

- GRU has addressed rate challenges in part through reductions to operating and maintenance expense levels
- These reductions flow through base rates which reduce utility taxes

RATE STRUCTURE IMPACT ON FY15 UTILITY TAX REVENUES			
	Current Rate Structure	Proposed Rate Structure	Proposed (less than) Current
Utility tax \$	10,738,184	10,100,184	(638,000)

Utility Tax

Utility Tax Revenue Budget



- This revenue source has declined by 9.5% or \$1.06M from its peak in FY11 to FY15 proposed.