



# City Manager's Proposed Budget

City Council Special  
Work Session  
April 13, 2015

# FY2015-16 Proposed Budget Summary



Budget is  
Balanced with  
No Layoffs

No City GRT or  
Property Tax  
Rate Increases



Addresses  
Council  
Priorities

Strikes Balance  
Among Many  
Priorities



# FY2015-16 Proposed Budget

## Total City Budget - \$301.9 Million

Fund Type	2014-15 Forecast	2015-16 Proposed	Change
General Funds	\$ 82.5	\$ 102.3	\$ 19.8
Special Revenue Funds	14.5	19.2	4.7
Debt Service Funds	19.6	20.3	0.7
Capital Project Funds	22.4	78.9	56.5
Enterprise Funds	63.2	70.7	7.5
Internal Services Funds	10.6	10.5	(0.1)
<b>City Total</b>	<b>\$212.7</b>	<b>\$ 301.9</b>	<b>\$ 89.2</b>
Fiduciary	16.8	19.0	2.2
<b>City-Wide Total</b>	<b>\$229.5</b>	<b>\$ 320.9</b>	<b>\$ 91.4</b>

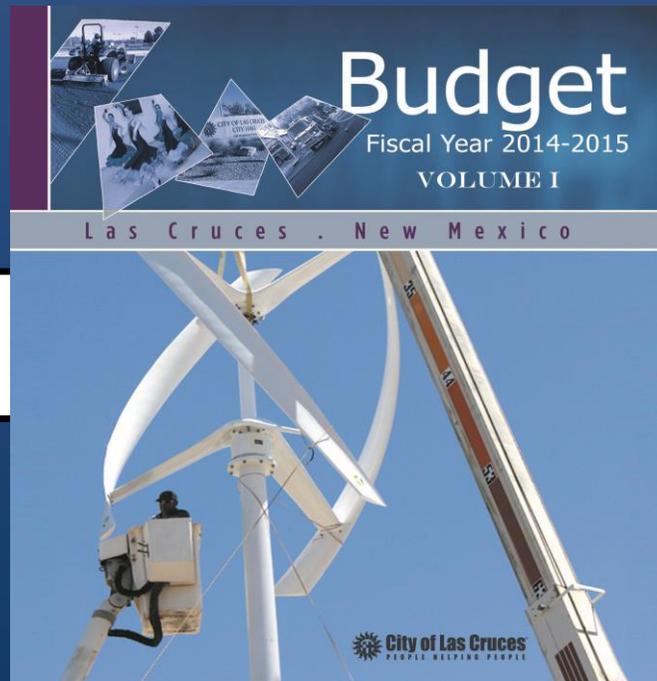


# General Fund



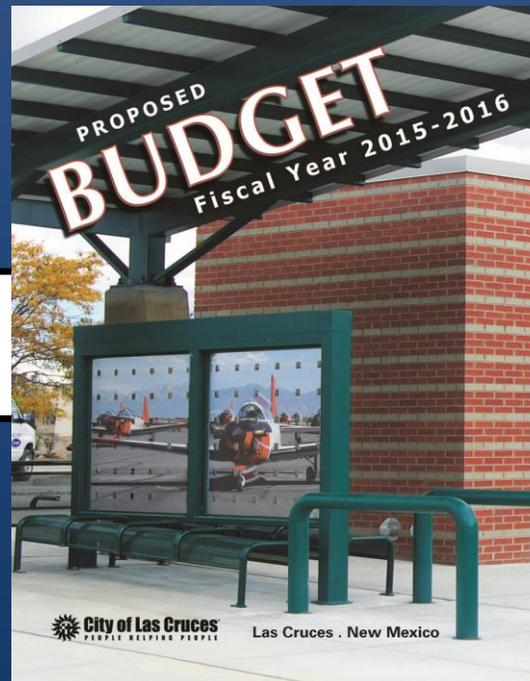
# FY2015-16 Proposed Budget General Fund

FY 2014-15



\$ 85.1 Million

FY 2015-16



\$ 85.5 Million

0.49%  
Increase

# FY2015-16 Proposed Budget General Fund – Budget Development

## City Management Guidelines

- Zero Based Budget
- Priority Based Budget

This is a Budget Development Change from prior Year

Budget to tie to Strategic Goals and Objectives

## Department

- Administration
- Legal
- Human Resources

## Changes

- Tuition Reimbursement relocated to Human Resources
- Assistant City Attorney (includes supplies and materials) position
- Tuition Reimbursement Relocated from City Managers budget

# FY2015-16 Proposed Budget General Fund – Budget Development (Continued)

## Department

- Transportation
- Parks and Recreation
- Community Development
- Community & Cultural Services

## Changes

- Gas/Diesel Fueling Station Assessment; Street & Traffic Operations prioritization of sidewalk improvements.
- Positions and Operating costs for Mobile Teen Unit Recreation Aides and JCP Recreation Aides.
- Re-classification of two positions.
- Re-classification of a position; Implementation of a Marketing Plan within CCS; Purchase a new Magic Planet Projector System for Museums.

# FY2015-16 Proposed Budget General Fund – Budget Development (Continued)

## Department

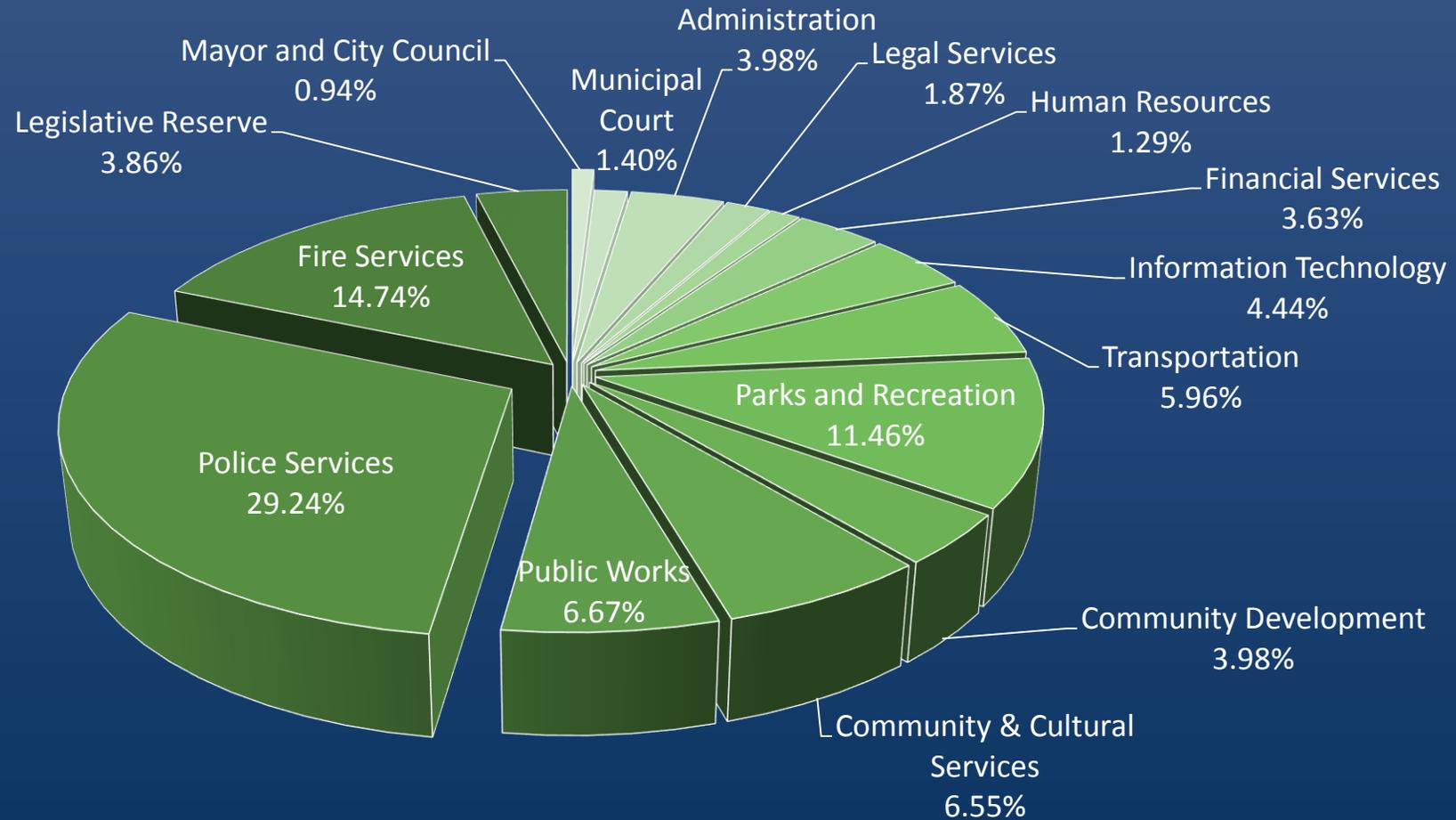
- Public Works

- Fire

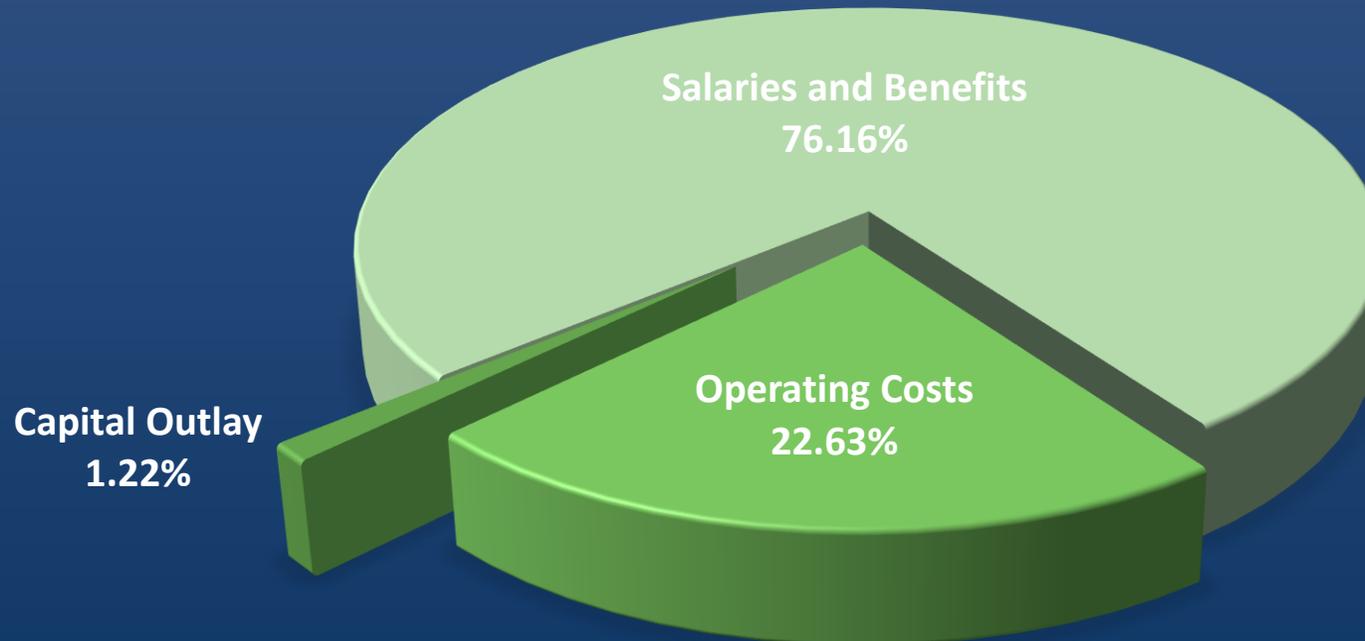
## Changes

- Security Camera Maintenance and Alarm System Maintenance; Transfer Out for Contingency Match.
- Allowance for Fire Cadet enrollment into Academy; Re-classification of EMT Intermediate positions to EMT Paramedic.

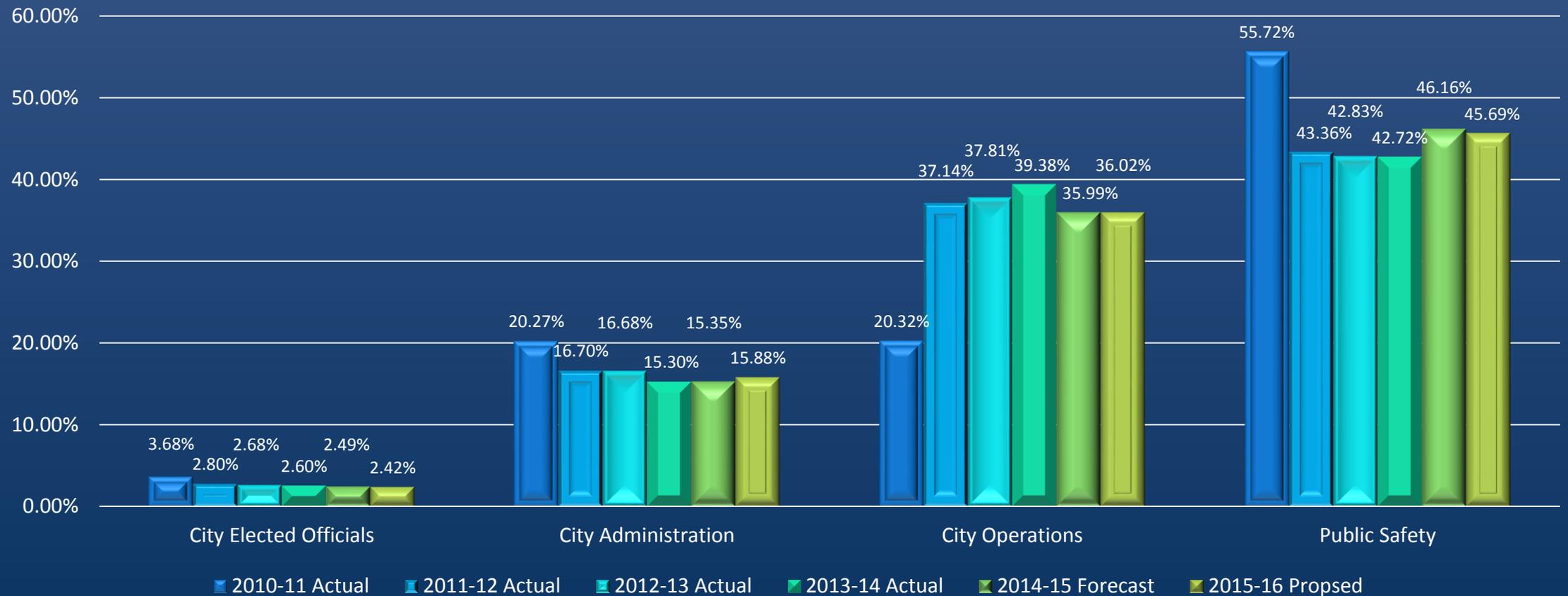
# FY2015-16 Proposed Budget General Fund - \$85.5 Million



# FY2015-16 Proposed Budget General Fund Expenditures



# FY2015-16 Proposed Budget City Functions As % of General Fund



# FY2015-16 Proposed Budget Compensation

## **Blue Collar Bargaining Units**

Negotiating contract %  
Increase

**plus**

0.95% Step Increase  
based on tenure

## **Police Bargaining Units**

2.75% PERA  
replacement Increase

**plus**

1.70% Step Increase  
based on tenure for  
eligible officers

## **Fire Bargaining Units**

2.50% contract Increase

**plus**

1.70% Step Increase  
based on tenure for  
eligible firefighters

## **Non-Represented Non-Exempt Employees**

1.00% Cost of Living  
Allowance (COLA)

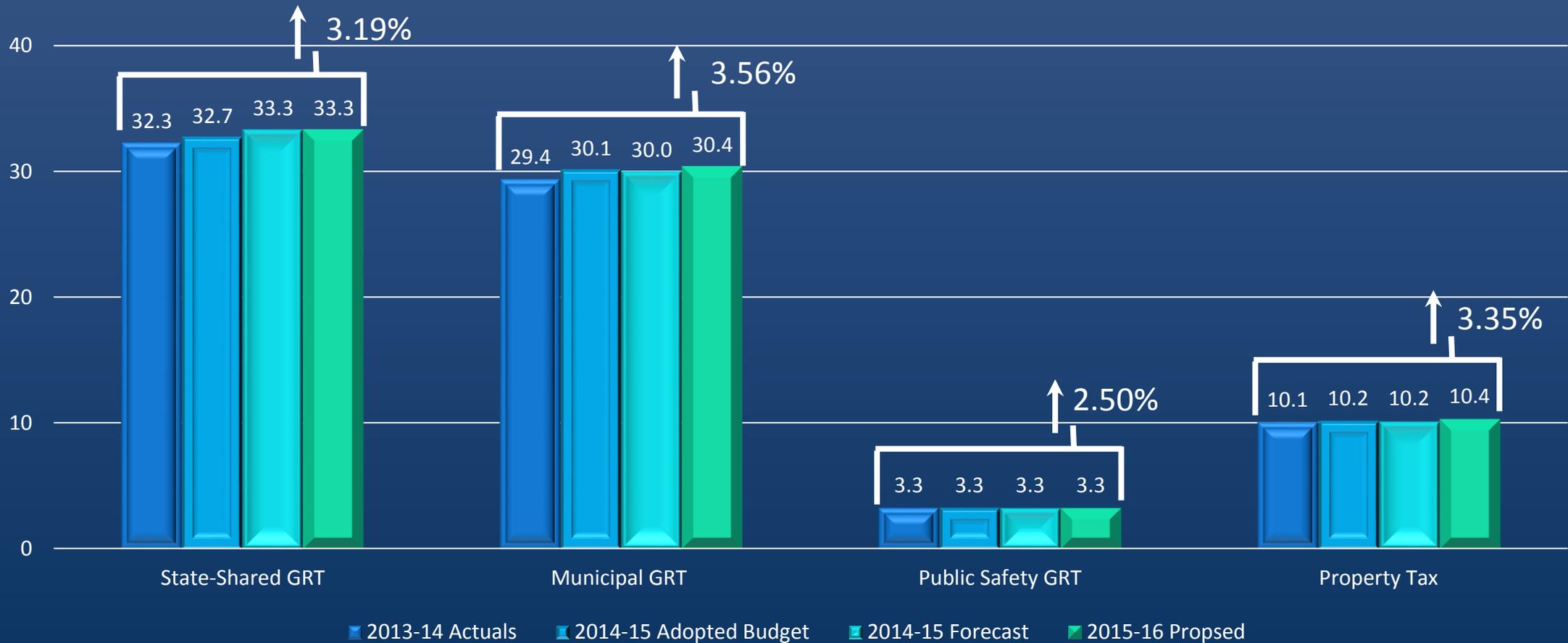
**plus**

4.75% tenure-based (3-6-  
10-15-20 years) for  
longevity pay for eligible  
employees

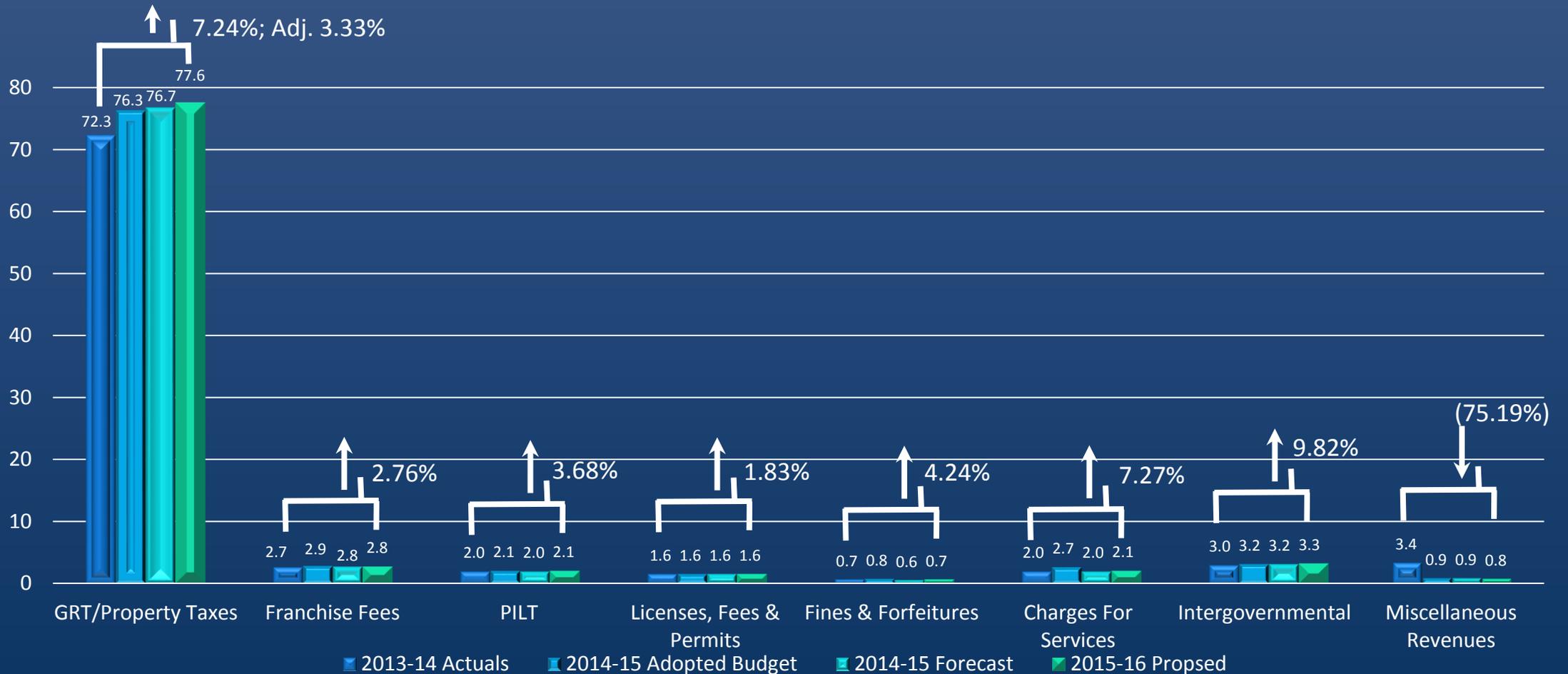
## **Non-Represented Exempt Employees**

2.45% performance pay

# FY2015-16 Proposed Budget General Fund – Revenues (Taxes)



# FY2015-16 Proposed Budget General Fund – Revenues



# FY2015-16 Proposed Budget GRT & Property Tax

For each dollar of your Gross Receipts Tax and Property Tax...

[13¢]



City Officials and  
Administrative Staff

[39¢]



Operational Services

[48¢]



Public Safety

# FY2015-16 Proposed Budget General Fund- \$85.5 Million

General Fund	2012-13 Actual	2013-14 Actual	2014-15 Forecast	2015-16 Proposed	Change
<b>Beginning Balance</b>	<b>\$ 20.6</b>	<b>\$18.1</b>	<b>\$22.5</b>	<b>\$ 22.9</b>	<b>\$0.4</b>
Revenue	46.0	87.6	96.7	90.9	(5.8)
Expenditures	70.6	74.0	76.4	85.5	9.1
Transfers In/out	22.1	(9.2)	(19.9)	(14.6)	5.3
<b>Ending Balance</b>	<b>\$ 18.1</b>	<b>\$ 22.5</b>	<b>\$ 22.9</b>	<b>\$ 13.7</b>	<b>(\$ 9.2)</b>
Requires 1/12 <sup>th</sup> Reserve	5.7	6.0	6.2	6.9	
Local Reserve	5.7	6.0	6.2	6.9	
<b>Un-Reserved Balance</b>	<b>\$ 6.7</b>	<b>\$ 10.5</b>	<b>\$ 10.5</b>	<b>\$ 0.0</b>	

# FY2015-16 Proposed Budget

## General Fund- \$85.5 Million W/O HHR GRT

General Fund	2012-13 Actual	2013-14 Actual	2014-15 Forecast	2015-16 Proposed	Change
<b>Beginning Balance</b>	<b>\$ 20.6</b>	<b>\$18.1</b>	<b>\$22.5</b>	<b>\$ 22.0</b>	<b>(\$ 0.5)</b>
Revenue	46.0	87.6	89.8	90.9	1.1
Expenditures	70.6	74.0	76.4	85.5	9.1
Transfers In/out	22.1	(9.2)	(13.9)	(14.6)	(0.7)
<b>Ending Balance</b>	<b>\$ 18.1</b>	<b>\$ 22.5</b>	<b>\$ 22.0</b>	<b>\$ 12.8</b>	<b>(\$ 9.2)</b>
Requires 1/12 <sup>th</sup> Reserve	5.7	6.0	6.2	6.4	
Local Reserve	5.7	6.0	6.2	6.4	
<b>Un-Reserved Balance</b>	<b>\$ 6.7</b>	<b>\$ 10.5</b>	<b>\$ 9.6</b>	<b>\$ 0.0</b>	



# 2015-16 Capital Outlay



# FY2015-16 Proposed Budget Capital Outlay

Department	Allotments	Description
<ul style="list-style-type: none"> <li>Municipal Court</li> </ul>	\$ 16,000	<ul style="list-style-type: none"> <li>Replacement Vehicle</li> </ul>
<ul style="list-style-type: none"> <li>Information Technology</li> </ul>	\$ 119,000	<ul style="list-style-type: none"> <li>Purchase one storage array and two servers (\$94,000); Replacement Vehicle (\$25,000)</li> </ul>
<ul style="list-style-type: none"> <li>Transportation</li> </ul>	\$ 2,279,128	<ul style="list-style-type: none"> <li>Purchase Oil Dispensing Unit, Pro-link Diagnostic System, Replacement of traffic engineering counters and video recording devices, Assessment of fueling stations, Prioritize sidewalk improvements, and Transit equipment (\$942,481); Replacement Vehicle (\$1,336,647)</li> </ul>
<ul style="list-style-type: none"> <li>Parks and Recreation</li> </ul>	\$ 363,500	<ul style="list-style-type: none"> <li>New office equipment for Castaneda Building (\$58,000); Brick's for the Veteran's Memorial Wall (\$5,500); Replacement Vehicle (\$300,000)</li> </ul>

# FY2015-16 Proposed Budget Capital Outlay – (Continued)

Department	Allotments	Description
• Community Development	\$ 24,500	• Replacement Vehicle
• Community & Cultural Services	\$ 88,000	• Replacement of projector system to the Magic Planet (\$72,000); 2 Replacement Vehicle (\$8,000) and 2 New Vehicles (\$8,000)
• Public Works	\$ 395,000	• Purchase a HP Design-jet multi-function large scale copier (\$10,000); Gradall excavator (\$350,000) & Replacement Vehicle (\$35,000)
• Las Cruces Police Department	\$ 1,276,854	• Purchase 2 Live Scan Operational Systems, P25 handheld radios, Digital Scanner (\$431,854); 20 Replacement Vehicle (\$845,000)

# FY2015-16 Proposed Budget Capital Outlay – (Continued)

<b>Department</b>	<b>Allotments</b>	<b>Description</b>
• Las Cruces Fire Department	\$ 436,000	• Replacement of commercial treadmill (\$6,000); Carryover of purchase of New Fire Engine 8 (\$430,000)
• City Utilities Department	\$ 3,530,601	• Camera system upgrades, Power Mole Boring Machine, Asphalt Ripper, Model 5 Roots Prover, Air Compressor (\$235,100); Replacement 38 Vehicles (\$2,870,501) and 6 New Vehicles (\$425,000);



# Summary



# FY2015-16 Proposed Budget Summary

- Hold Harmless Replacement GRT and associated expenditures moved to Fund 1500 (HHR GRT Contingency Fund)
- State-Shared GRT reduced by roughly \$600 Thousand
- Funds step and contract Increases for union employees; COLA and longevity increases for non-exempt employees; Performance increase for exempt employees
- Funds debt service costs for bond cycling for East Mesa, Streets, Flood Control & JU.
- Continues City support for Arts Council and DLCP
- Continues to fund affordable housing
- Increase support to MVRDA

# FY2015-16 Proposed Budget Summary (Continued)

- Maintains City funding for grants to non-profits for health related activities.
- Replaces 44 vehicles and 3 new vehicles at a cost of \$1.5M through VAF.
- Replaces 37 vehicles and 6 new vehicles at a cost of \$3.3M through Utility Funds.
- Funds 8 police officers in the general fund for 2015-16
- Maintains twice the required reserve in the general fund
- 2015-16 budget contains Funded Capital Projects for 119 projects totaling \$81.1 million.

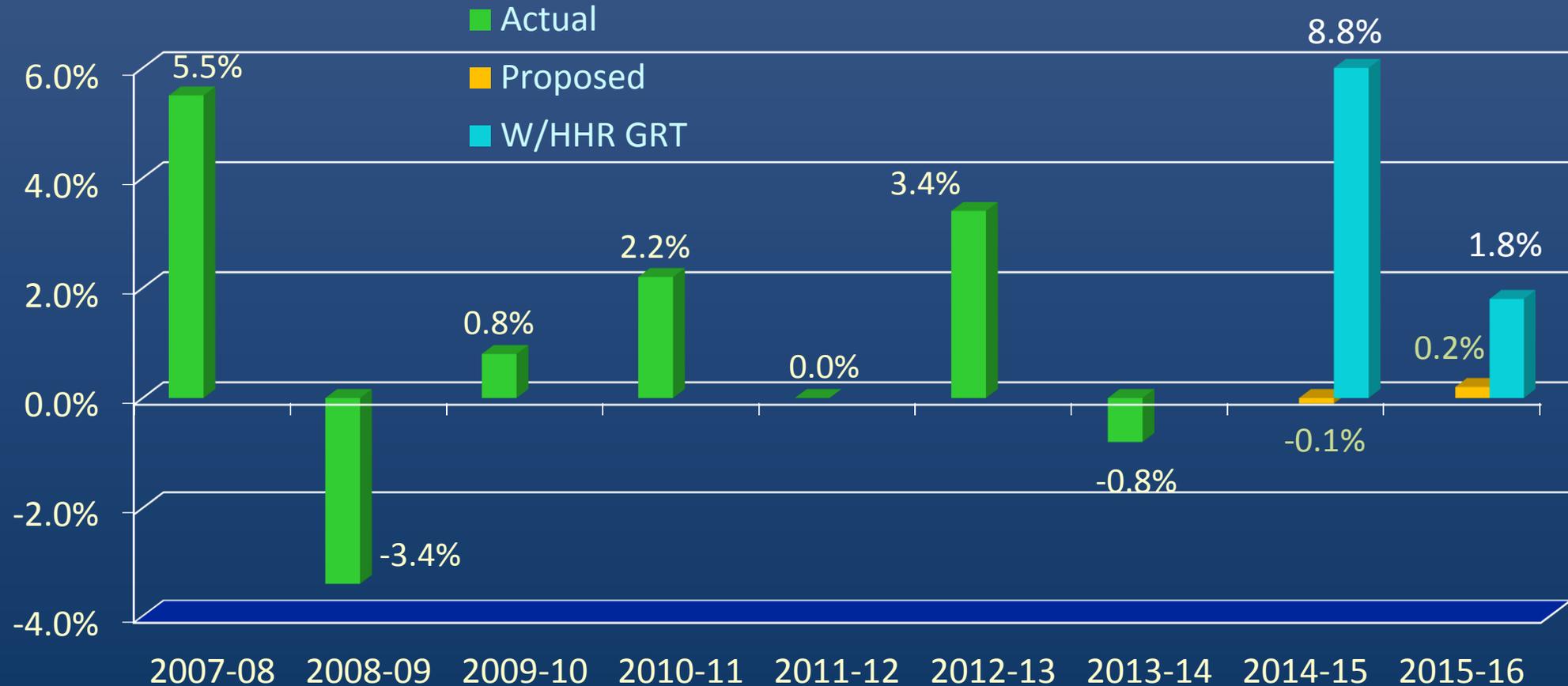
# FY2015-16 Proposed Budget

## Next Step

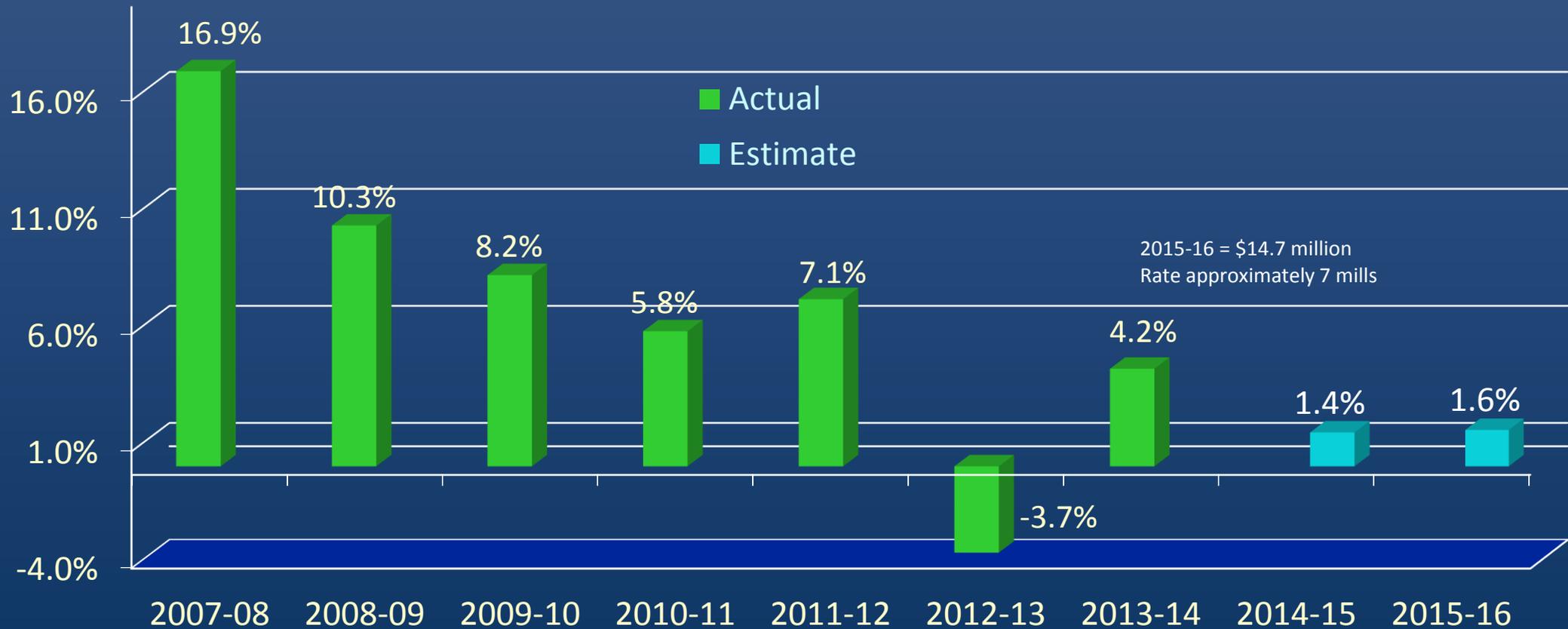
- April 13<sup>th</sup> Public Hearing following special work session
  - Proposed fiscal year 2015-16 operational budget
  - Proposed 2016-17 thru 2020-21 CIP
- May 4<sup>th</sup> regular Council meeting to consider two separate resolutions
  - Resolution to Adopt FY2015-16 Budget
  - Resolution to Adopt 2016-17 thru 2020-21 CIP

# Questions/Comments

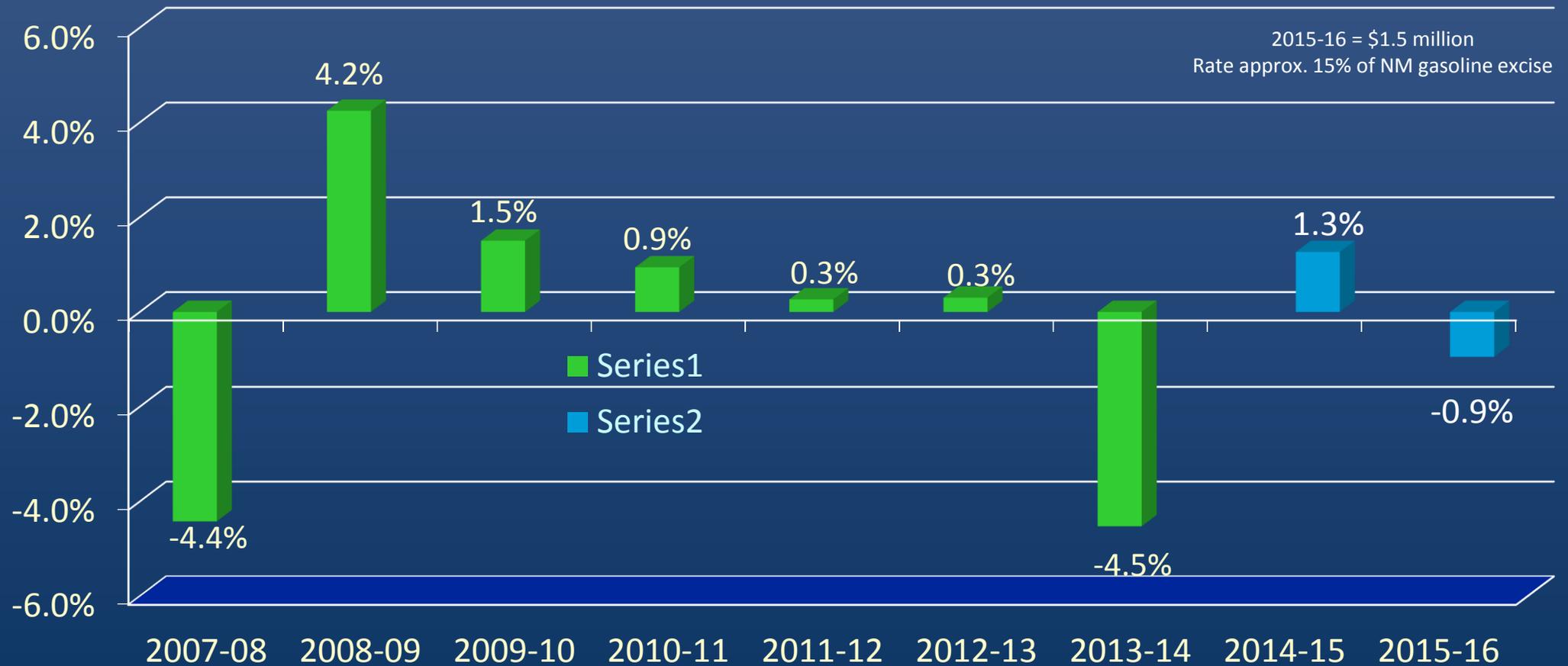
# FY2015-16 Proposed Budget Las Cruces Total Gross Receipts Tax



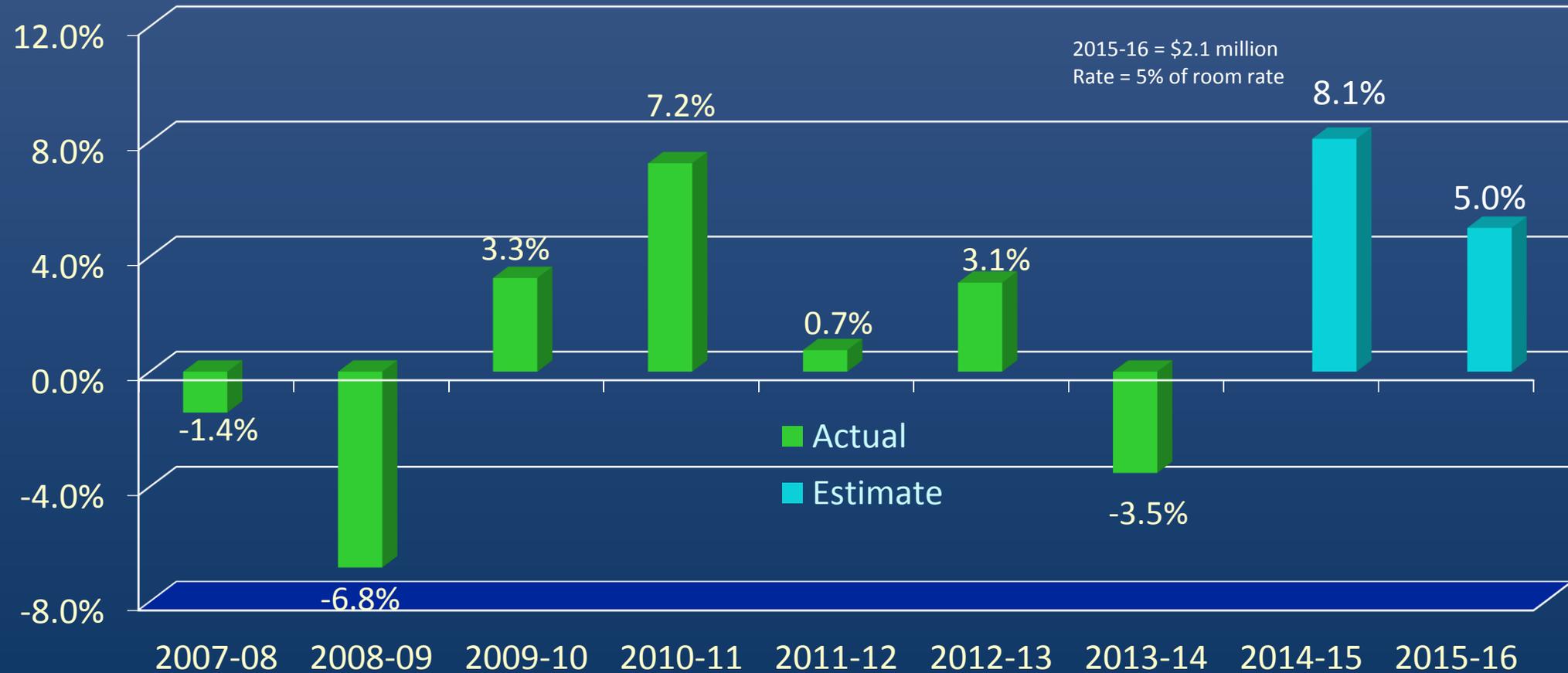
# FY2015-16 Proposed Budget Las Cruces Total Property Tax Receipts



# FY2015-16 Proposed Budget Las Cruces Total Gas Tax Receipts



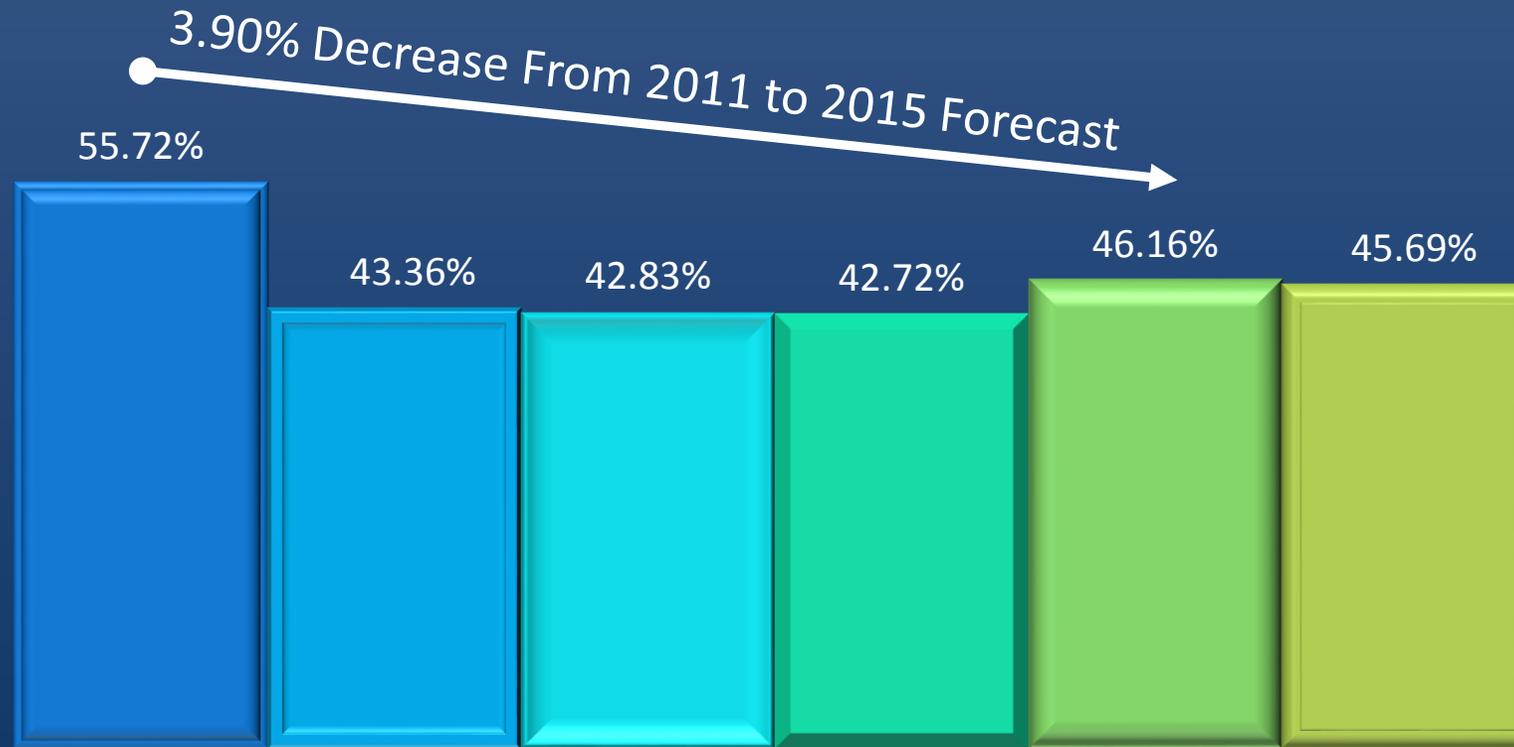
# FY2015-16 Proposed Budget Las Cruces Lodgers Tax Receipts



# FY2015-16 Proposed Budget Las Cruces Convention Center Fee



# FY2015-16 Proposed Budget Public Safety As % of General Fund



■ 2010-11 Actual ■ 2011-12 Actual ■ 2012-13 Actual ■ 2013-14 Actual ■ 2014-15 Forecast ■ 2015-16 Proposed