



Budget Work Session 4

Fiscal Year 2012-13

April 2, 2012

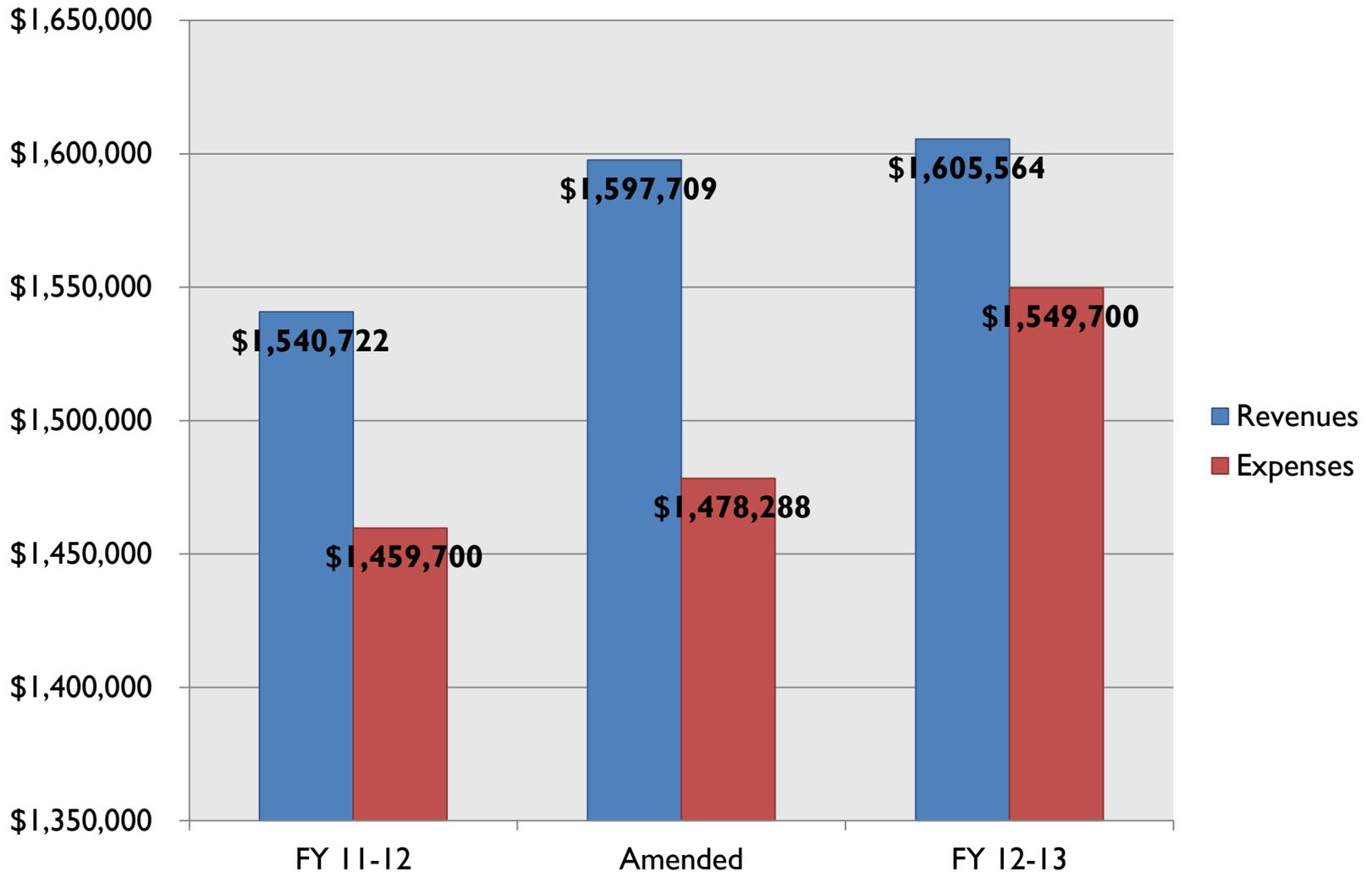
Agenda

- Health Insurance Fund
- General Fund
- Stormwater Fund
- Capital Fund

Health Insurance Fund

- Revenues
 - Revenues from other funds (75%)
 - Employee contributions
 - Retiree contributions
 - Stop loss coverage reimbursements
- Expenditures
 - Health care claims
 - Small portion to administration
 - Smaller portion to life insurance coverage & EAP

Health Insurance Fund



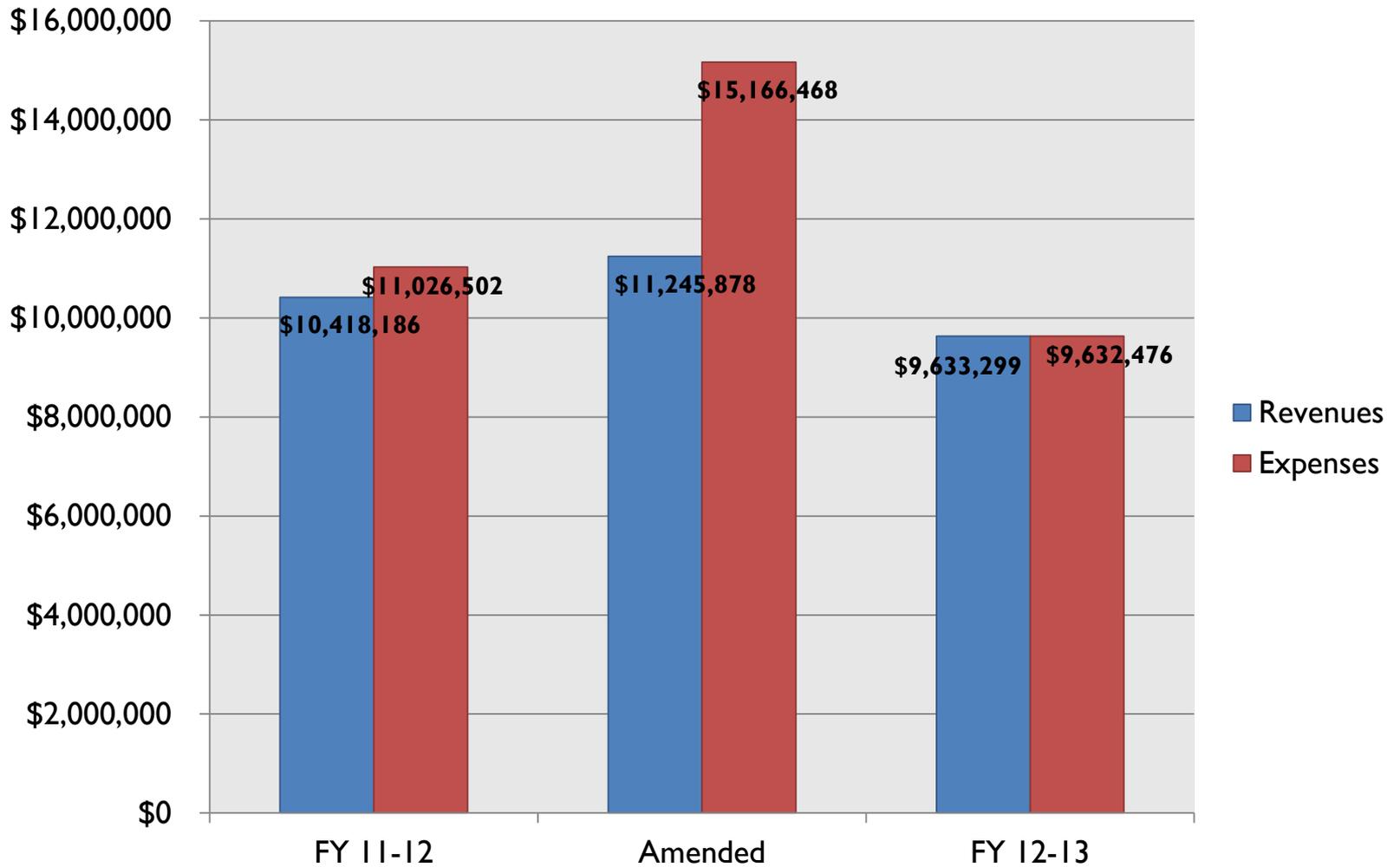


General Fund

General Fund

- General Fund
 - 1 of 24 Funds
 - Approximately half of City's expenditures
 - Largest Fund
 - Administration/Finance
 - Clerk
 - Code Enforcement
 - Fire
 - Police
 - Public Works

General Fund



General Fund

- Changes
 - Police Department was able to make various changes
 - Public Works made some changes in small equipment
 - General insurance bill came in less than projected
 - Moved capital out of GF to Capital Fund (allowed us to balance GF)



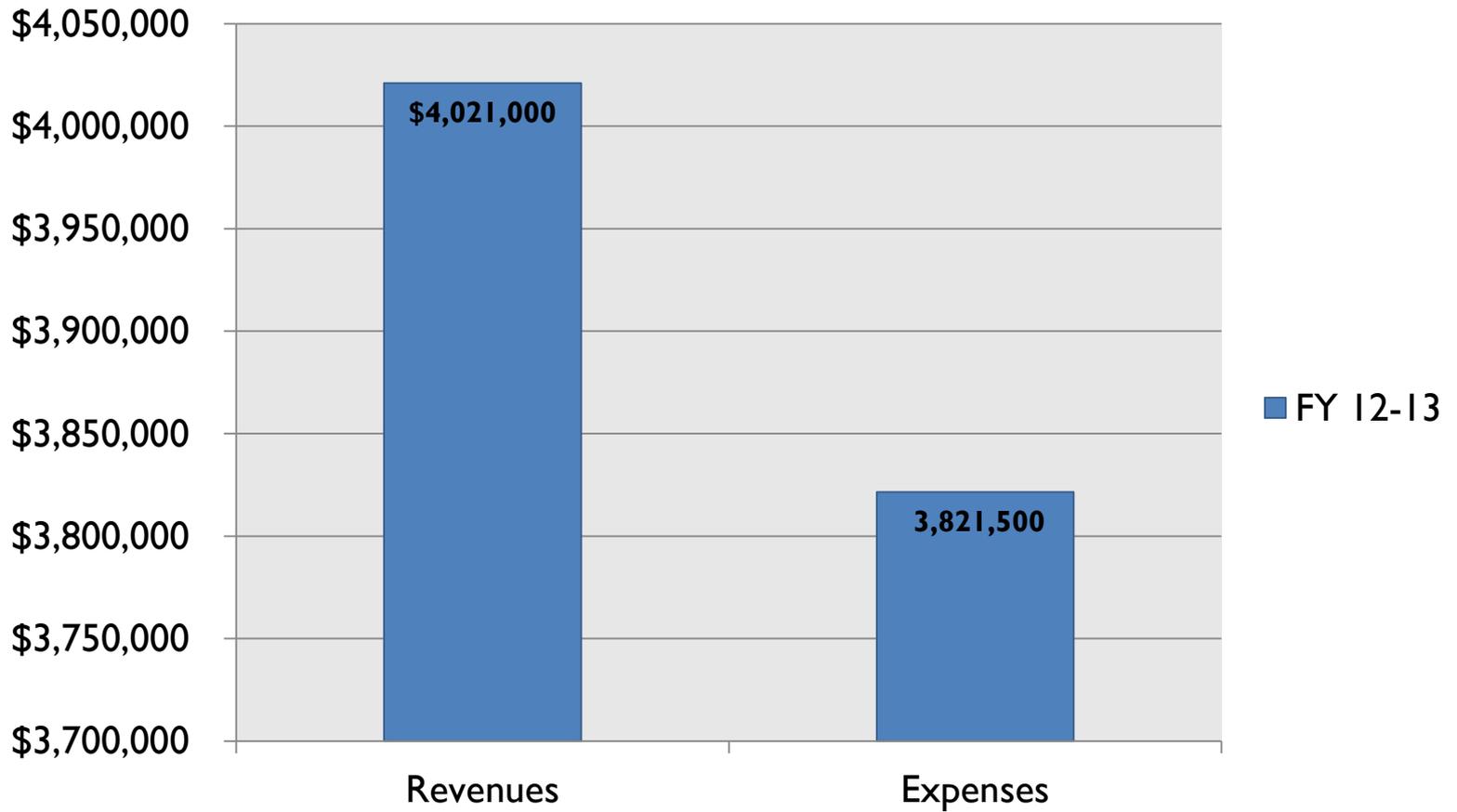
Stormwater Fund

Stormwater Fund

- Fees to begin no later than Nov 1, 2012
- Construction probably next year
- Revenue from bond and user charges
- Benefits

Stormwater Fund

FY 12-13



Stormwater Utility

- ERU = Equivalent Runoff Unit (established by average residential size)
- A proposed \$3/ERU rate as recommended by our engineers combined with our existing wastewater sewer bill would still be less than a wastewater bill alone from Dixon, Morrison, or Rock Falls for all residents and most businesses.
 - Every 10cents adds ~\$15,000/year to revenues
- Larger properties would pay more, but also contribute more to the problems

Stormwater Utility – Funding

- The engineer's have identified \$11,000,000 in stormwater projects
- Using revenue that could be generated from a utility, we have broken the project into 3 phases, 10 years each
- Sterling could get a 2.5-2.6% 10 year bond, repayable by the utility
 - \$3,800,000 (net) bond @2.6% for 10 years = \$447,000 annual payment
 - \$3 fee estimated to bring in \$465,000 before credits and delinquent payments

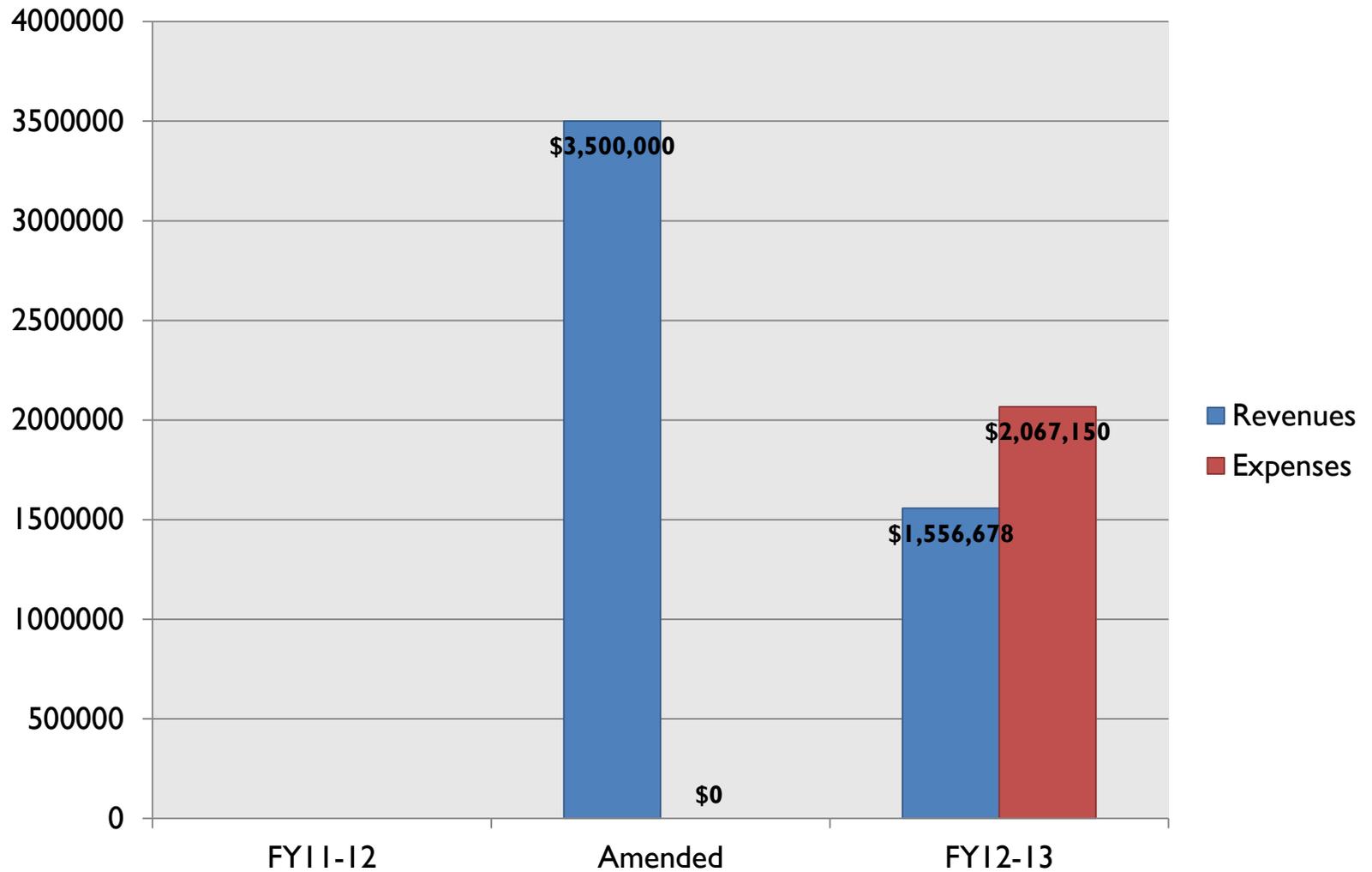


Capital Fund

Capital Fund

- 5 year Capital Improvement Plan (CIP)
- Capital Fund deficit
 - Still have large reserves
 - Asbestos in Coliseum
 - Expenditures carried over from FY 11-22 to FY 12-13
 - CE hybrid vehicle
 - 102 Ave A
 - Lynn & 6th detention
 - W 9th St reconstruction
 - Downtown TIF owes Capital Fund 1/2 million
 - Downtown TIF owes General Fund 1/2 million

Capital Fund



Budget Timeline

- Later this week: Proposed budget public display
- April 16: Budget Passage