



Mayor Coleman's 2010 Proposed Budget for the City of Saint Paul

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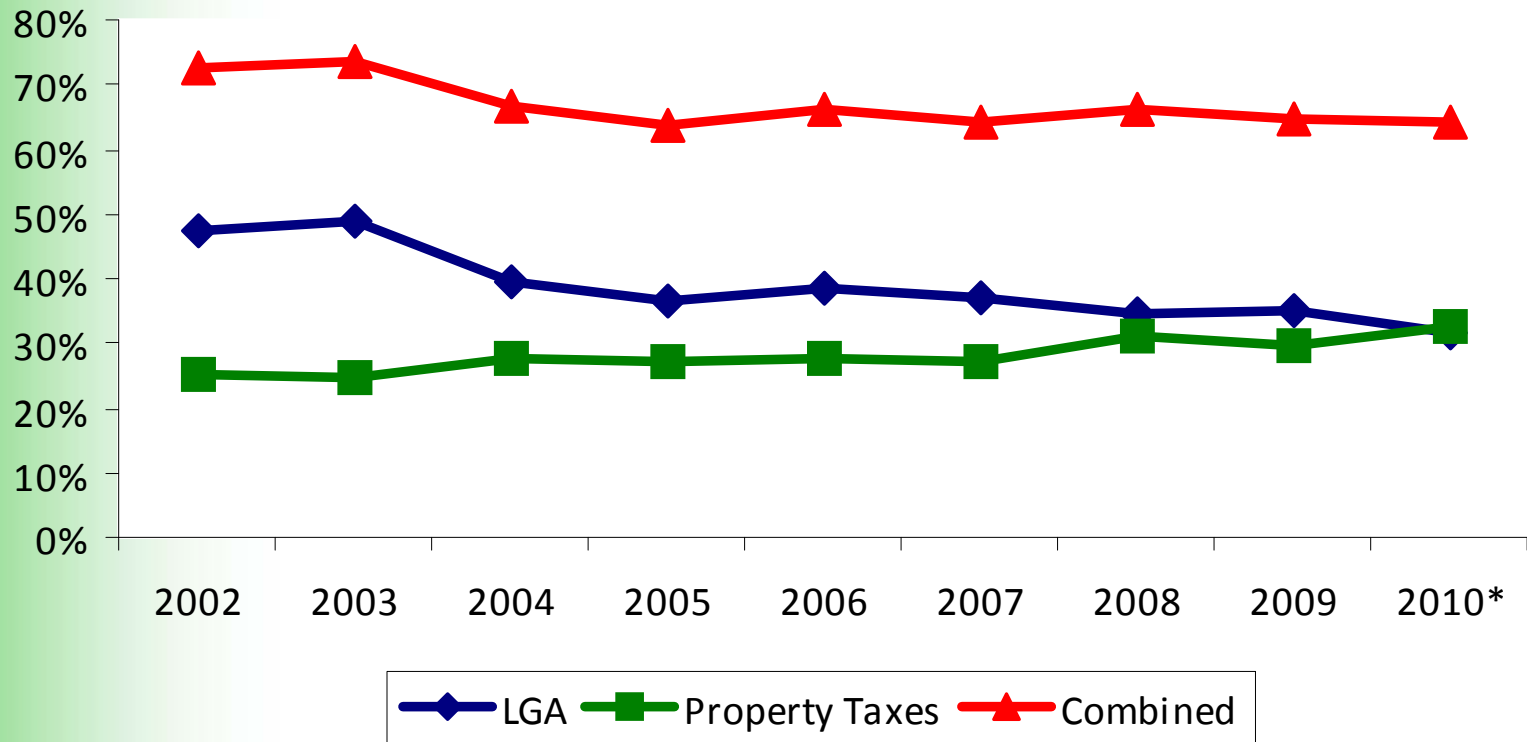
State significantly reduced LGA in the last year

Payable Year	Unalloted LGA (millions \$)	Percent Reduction in LGA	Levy Increase Required for Replacement
2008	(5.7)	-10.0%	6.4%
2009	(5.0)	-8.0%	5.6%
2010	(11.6)	-18.1%	13.0%
Total	(22.3)	-12.2%	25.0%



LGA is both a significant and unreliable revenue source

Historical Changes in General Fund Revenue



*proposed levy



2010 Budget Challenge

LGA Unallotment	\$11.6 million
<u>Gap</u>	<u>\$ 8.7 million</u>
2010 budget challenge	\$20.3 million

Gap:

Salaries, negotiated increases and fringes	\$ 7.8 million
Inflation on services, debt service, capital outlay	\$ 1.2 million
One-time spending and financing changes	\$ 1.2 million
LGA current law inflationary growth	(\$ 1.5 million)



City Government will be smaller

City of Saint Paul: All Funds			
Composite Plan	2009 Adopted Budget	2010 Proposed Budget	
General Fund (Operating)	197,655,427	194,961,128	
Special Fund (Operating)	256,084,583	265,844,238	
Library (Operating)	18,456,176	17,216,936	
Capital Improvements	87,023,000	87,311,000	
Library Capital Improvements	35,461	0	
City Debt Service	59,277,147	59,921,486	
Library Debt Service	1,173,825	1,165,075	
Total Budgets (Unadjusted)	619,705,619	626,419,863	
Less Transfers	(61,600,421)	(63,543,005)	
Less Subsequent Year Debt	(17,654,654)	(16,720,520)	
Less Prior Year Bond Proceeds	0	(8,141,000)	
Adjusted Financing Plan	<u>540,450,544</u>	<u>538,015,338</u>	-0.5%



City Government will be smaller

Levy Supported Operating Budgets

	2008 Actual	2009 Adopted	2010 Proposed	percent change (2009-2010)
City Operating	\$189,391,990	\$197,655,427	\$194,961,128	-1.4%
Library Operating	\$14,510,596	\$17,211,325	\$16,076,740	-6.6%
	\$203,902,586	\$214,866,752	\$211,037,868	-1.8%



City Government will be smaller

Workforce Summary, City and Library Agency Combined

	2009 <u>Adopted</u>	2010 <u>Proposed</u>	FTE <u>Change</u>	<u>Layoffs*</u>
City FTEs (All Funds)	2,852	2,757	(94)	
Library FTEs (All Funds)	188	162	(26)	
<i>Total Combined FTEs</i>	3,040	2,919	(121)	(45)

*Layoffs reflect the number of employees and not FTEs



2010 Budget Highlights

- Creates a smaller City government in 2010 compared to 2009
- Levy back only half the LGA unallotment
- Smallest levy increase in 4 years
- Maintains structural balance
- Meets our Fund Balance Reserve policy (for cash flow and emergency reserves)
- Limits rate increases for ROW, sewer and water
- Makes strategic investments in City services



2010 Budget Highlights—Public Safety

- Maintains our sworn strength at 610 officers by leveraging federal ARRA funding for 34 officers
- Adds a 3rd super-medical and maintains our fire suppression capacity by leveraging federal SAFER funds to add 18 fire fighters
- Maintains our commitment to community policing and community prosecution
- Makes continued progress towards the recommendations of the Police and Fire audits
- Continues to invest in the rehabilitation of stressed neighborhoods in Saint Paul



2010 Budget Highlights—Parks

- Replaces 3 rec centers with improved fields and restroom facilities
- Partners with the community for programming at 5 rec centers
- Continues to restructure the service delivery model to meet the growing demand for services with shrinking budgets
- Begins to combat the Emerald Ash Borer infestation



2010 Budget Highlights—Libraries

- Keeps all libraries open
- Ensures residents have access to an open library seven days a week while reducing hours overall
- Leverages private funds to make technology and materials available to residents
- Spends less in the back-room and focuses resources on direct services



2010 Budget Highlights—Public Works

- General Fund—reduce traffic calming and bike/pedestrian coordinator
- Limited ROW rate increase (6.9%)
 - o 5.7% for street maintenance and
 - o 1.2% for Emerald Ash Borer
- Service reductions to limit the rate increase include:
 - o Knockdown light poles (eliminate replacement if no 3rd party payment)
 - o Alley Mill and Overlay (eliminate)
 - o Downtown and arterial street sweeping (25% reduction)
 - o Mowing (30% reduction)
 - o Sidewalk repair (25% reduction)
- Efficiencies to limit the rate increase
 - o Equipment purchases
 - o Pot hole patching and salt use
- Shift costs off the ROW fund
 - o Neighborhood cleanup program to the Solid Waste and Recycling fund
 - o Sign refurbishing to the CIB budget



2010 Budget Highlights—City Operations

- Dedicates resources for COMET
 - \$14.4 million project over 3 years
 - New system will pay for itself by the 3rd year
 - Generate over \$5 million annually in savings and efficiencies
- Restructures the delivery of technology support services
 - Move from a department-centric to service-centric model
 - All enterprise-wide technology initiatives deferred until COMET is up and running
- Reduces capacity to core, essential service delivery
 - Reduced capacity in Human Resources, Financial Services, Office of Technology



Department specific changes

General Fund Spending (By Department)				
Department/Office	2008 Actual	2009 Adopted Budget	2010 Proposed Budget	% Change 2009 Adopted- 2010 Proposed
Attorney	6,332,106	6,399,367	6,322,797	-1.20%
City Clerk (a)				
Council	2,666,475	2,946,606	3,000,388	1.83%
Emergency Management	178,784	250,723	252,429	0.68%
Financial Services	2,024,779	1,931,503	1,738,434	-10.00%
Fire and Safety Services (a)	47,043,705	51,161,056	52,700,027	3.01%
General Government Accounts	8,579,490	7,393,068	7,589,095	2.65%
HREEO (b)		1,353,742	1,370,164	1.21%
Human Resources	3,123,036	3,422,423	3,169,122	-7.40%
Human Rights	642,609			
Independent Library Agency (budget is published separately)				
Mayor	1,470,286	1,577,488	1,434,754	-9.05%
Parks and Recreation	26,450,817	27,189,480	25,498,896	-6.22%
Planning and Economic Development	0	0	0	
Police	74,016,611	76,256,271	74,793,286	-1.92%
Public Works	1,564,280	1,765,560	1,590,014	-9.94%
Safety and Inspection (a)	6,919,551	6,955,635	7,127,685	2.47%
Technology	8,379,460	9,052,505	8,374,037	-7.49%
Total	189,391,990	197,655,427	194,961,128	-1.36%



2010 Proposed Fee Increases

<u>Fee/Rate</u>	<u>Department</u>	<u>Fee Increase</u>	<u>Total Increase</u>
Paramedic Fee	Fire	7.5%	745,910
Right of Way	Public Works	6.85%	1,433,572
Sanitary Sewer	Public Works	5.75%	1,809,686
Storm Sewer	Public Works	6.8%	800,486
Recycling	Public Works	\$5	500,000
Vacant Bldg Monitoring	DSI	\$100	150,000
Fire C of O	DSI	15%-30%	269,971
Summary Nuisance Abatement	DSI	\$50	300,000
Code Compliance Application	DSI	\$250	250,000



City Fees on a Typical Household

\$168,000 home with an 8% decrease in value over 2009

Payment to the City:	2009	2010
City share of property tax (after credits)	\$529	\$532
Right of way maintenance assessment	\$148	\$158
Sanitary sewer charges	\$263	\$281
Storm sewer charges	\$72	\$76
Recycling fee	\$27	\$32
Water charges (SPRWS)	\$185	\$194
Gas and electric franchise fee (via Xcel)	\$91	\$91
Cable TV franchise (via Comcast)	\$36	\$36
City half-cent sales tax	\$45	\$45
Total direct billing for City services:	\$1,396	\$1,445
		Net Change \$49