

2009/2010 BUDGET CONCERNS

As it currently stands, the 2009/2010 budget for the General Fund shows an ending balance (this would be the balance in the General Fund on June 30, 2010) of **\$- 704,863**

1 CHANGES FROM THE LAST BUDGET WORK STUDY

At the last budget work-study meeting the General Fund had a balance of \$571,470. This included a \$500,000 loan from the Water Enterprise Funds.

Changes since then:	\$ 571,470
a) Cost of Retiree insurance (Town share) not budgeted	(296,900)
b) Increase cost of Retiree insurance (Town share) not budgeted	(59,300)
c) Percise calculation of increased employee insurance (Town share)	(263,900)
	\$ (48,630)

2 NEW DEVELOPMENTS

a) Removed \$500,000 loan from Water, to allow for a clearer picture of the issues.	(500,000)
b) According the League we will lose \$201,552 from VLT revenue (as the state budget stands now) ⁽¹⁾	(151,552)
c) Crescent Resources LLC bankruptcy. They would owe \$4,681 toward the debt service on the East Loop Rd Improvement District. If they do not pay in 2009/2010, the Town will need to pay their portion of the debt service. This will be a transfer from the General Fund.	(4,681)
	\$ (704,863)

⁽¹⁾ The League believes VLT will be reduced for Payson in the amount of \$201,552, based on the original revenue number of \$950,654. We had originally budgeted \$900,000, therefore our bugetary reduction is only \$151,552.

3 POSSIBLE BUDGET CHANGES

a) Humane Society funding increase to meet their request	(63,258)
b) Further cuts by the State to our revenue	unknown
c) Revenue cut due to possible impact fee 3 year moritorium (current state budget proposal)	(230,000)

3 POSSIBLE OPTIONS

(704,863)

a) Remove Personnel adjustments		54,600
b) Remove repayment of vehicle loan to the Water Funds		35,000
c) Move Public Work Director's salary/benefits to Water		138,800
d) \$1 million dollar loan from the Water Enterprise Fund		1,000,000
e) 1 day a month furlough (ALL Depts)		464,672
	Depts EXCEPT Public Safety	246,442
f) 1 day every other month furlough (ALL Depts)		231,934
	Depts EXCEPT Public Safety	123,008
g) 2% across the board pay cut		161,065
3% across the board pay cut		241,597
4% across the board pay cut		322,130
5% across the board pay cut		402,662