



2015 Proposed Budget Presentation
November 19, 2014

Sound Business Practices

Budget Challenges

Debt Service:	\$504,500
Loss of Merck Revenue (Electric):	\$420,000
Budgetary Increases:	\$624,500
	<hr/>
	\$1,549,000

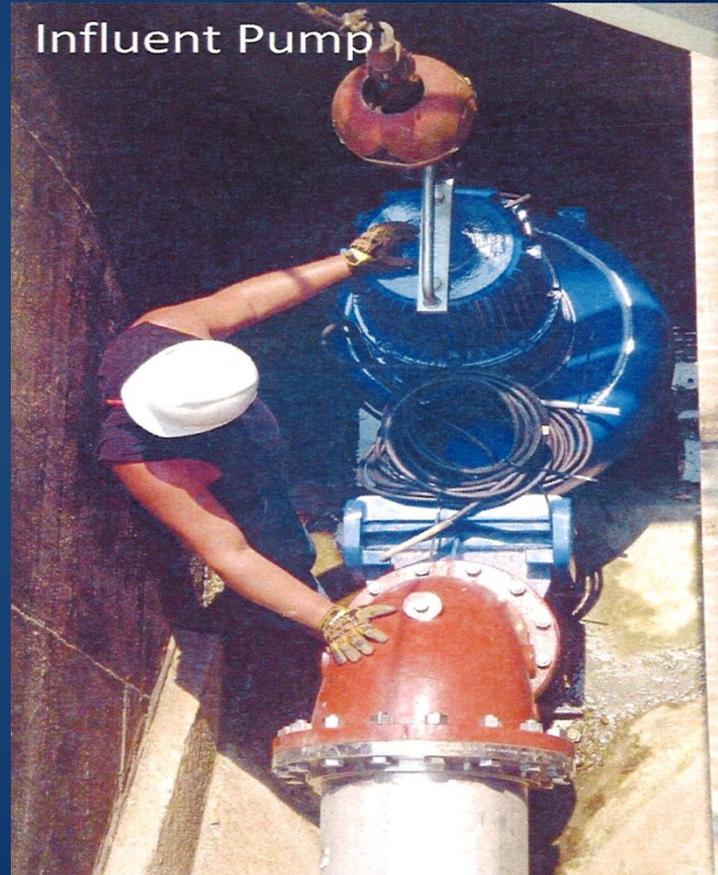
Budget Challenges

1. Debt Service



Budget Challenges

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Budget Challenges

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FOURTH STREET

Budget Challenges

1. Debt Service



Budget Challenges

1. Debt Service



Budget Challenges

1. Debt Service



Electric Infrastructure

Budget Challenges

1. Debt Service



Budget Challenges

1. Debt Service



Municipal Complex

Budget Challenges

1. Debt Service



Budget Challenges

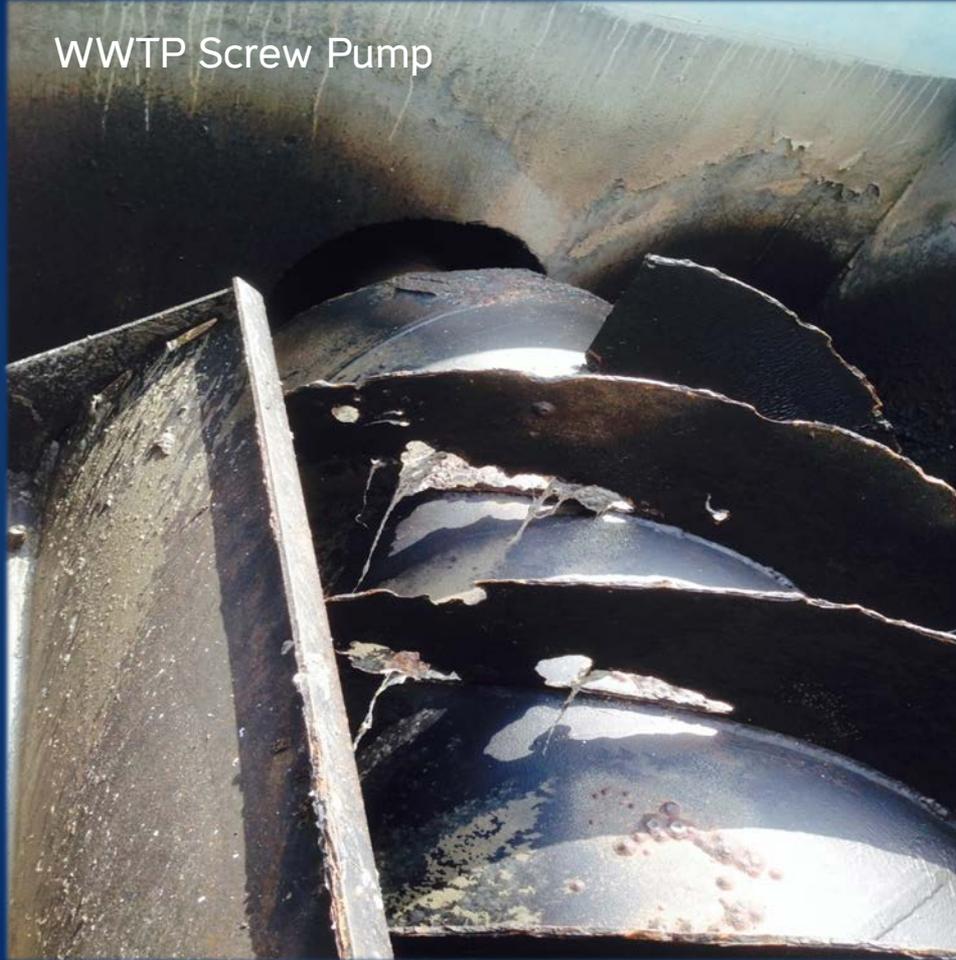
1. Debt Service

\$504,500

The Debt Service stretches
payments across the life of the
improvements.

We've done a lot, but
our job isn't finished.

WWTP Screw Pump





Electric Transformers



Road Repairs

Budget Challenges

2. Loss of Merck Revenue

\$420,000

Budget Challenges

3. Basic Operation Increases

Contractual Obligations

- Union Contracts / Pay Increases \$318,198
- Benefits \$201,305
- Police Pension / MMO \$105,000

Budget Challenges

3. Basic Operation Increases

\$624,503

Digging Into Reserves

2015 = \$1.2 million

Future Road Projects



Digging Into Reserves

2016 = \$1.9 million

E. Main Street Streetscape

Wayfinding Signage

WWTP Improvements

Park Stadium Lights

Memorial Park Grandstand



Digging Into Reserves

2017 = \$2.8 million

Electric Substations



Digging Into Reserves

2018 = \$3.6 million

Electric Meter Replacement
MS4 Vacuum Truck

SF-6 Breakers
ARLE Fiberling



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2015 Expenditures & Revenues

2015 Operational Revenues

\$31,933,800

2015 Operational Expenditures

\$33,166,700

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2015 Going Forward

	2014	2015	2016	2017	2018	
Total Operating Budgets						
Revenues	\$31,744,900	\$31,933,800	\$32,223,661	\$32,398,753	\$32,760,620	
Expenditures	<u>31,744,900</u>	<u>33,166,700</u>	<u>34,197,830</u>	<u>35,286,242</u>	<u>36,412,199</u>	
	\$ -	\$ (1,232,900)	\$ (1,974,169)	\$ (2,887,489)	\$ (3,651,578)	\$ (9,746,136)
Additional Revenues						
Millage Increase	\$ -	\$757,376	\$764,949	\$772,599	\$780,325	
Electric Rate Increase	-	1,985,552	1,990,516	1,995,492	2,000,481	
Sewer Rate Increase	-	<u>350,971</u>	<u>69,954</u>	<u>204</u>	<u>(78,916)</u>	
	\$ -	\$3,093,899	\$2,825,419	\$2,768,295	\$2,701,890	\$11,389,503

Total monies placed in reserves for future infrastructure improvements: \$1,643,367

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Proposed Utility Rate Increases

10.44% Electric

1.74% per year

11.1% Wastewater

1.85% per year

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Proposed Electric Increase

\$202 per Average Residential Household per year

\$16.86

per month

\$3.89

per week

\$0.55

per day

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Proposed Sewer Increase

\$51.12 per Average Residential Household per year

\$4.26

per month

\$0.98

per week

\$0.14

per day

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Proposed Tax Increase
1 Mill

\$120 per Average Residential Household per year

\$10.00

per month

\$2.31

per week

\$0.33

per day

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Proposed Total Increase

\$373.12 per Average Residential Household per year

\$31.12

per month

\$7.18

per week

\$1.02

per day

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Going Forward

- Maintaining Essential Services
- Balancing the Budget with appropriate revenue increases
- Addressing critical infrastructure demands
- Planning for future infrastructure demands
- Investing in Lansdale

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Balancing the Budget with appropriate revenue increases

- 2010: Adjusted utility customer service charge
- 2011: Increased taxes by \$161 per average residential household – projected to balance budgets until 2013 – actual 2014
- The time value of money lessens the overall burden on tax and rate payers

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\$1.2 million 2015 budget challenge

\$3.1 million additional revenues

- Balances Budgets through 2018
- Adds \$1.6 million back into Capital Reserves by 2018
- The time value of money lessens the overall burden on tax and rate payers

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Where Your Tax Dollar Goes*



\$378

County
Tax

\$420

Local
Tax

\$2,782

School
Tax

*based on an assessed home value of \$120,000



What you get for \$540 per year



24 Hour Police Service



Fire Services



Community Events



Street & Alley Maintenance



Library Services



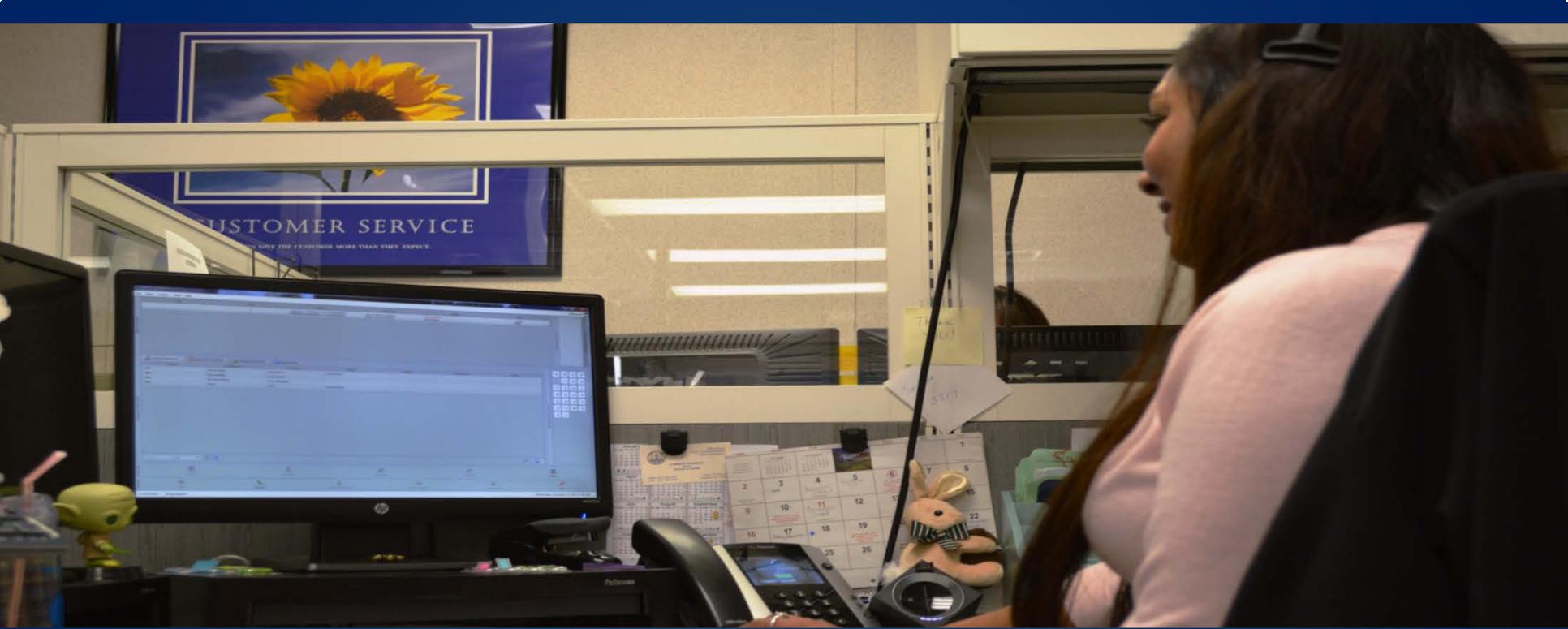
Building & Apartment Inspections



Updated Mapping System



Parks & Recreation Programming



Updated HR & IT Systems



Lansdale Historical Society Programs



Well Maintained Park System



Snow Removal



Road Improvements



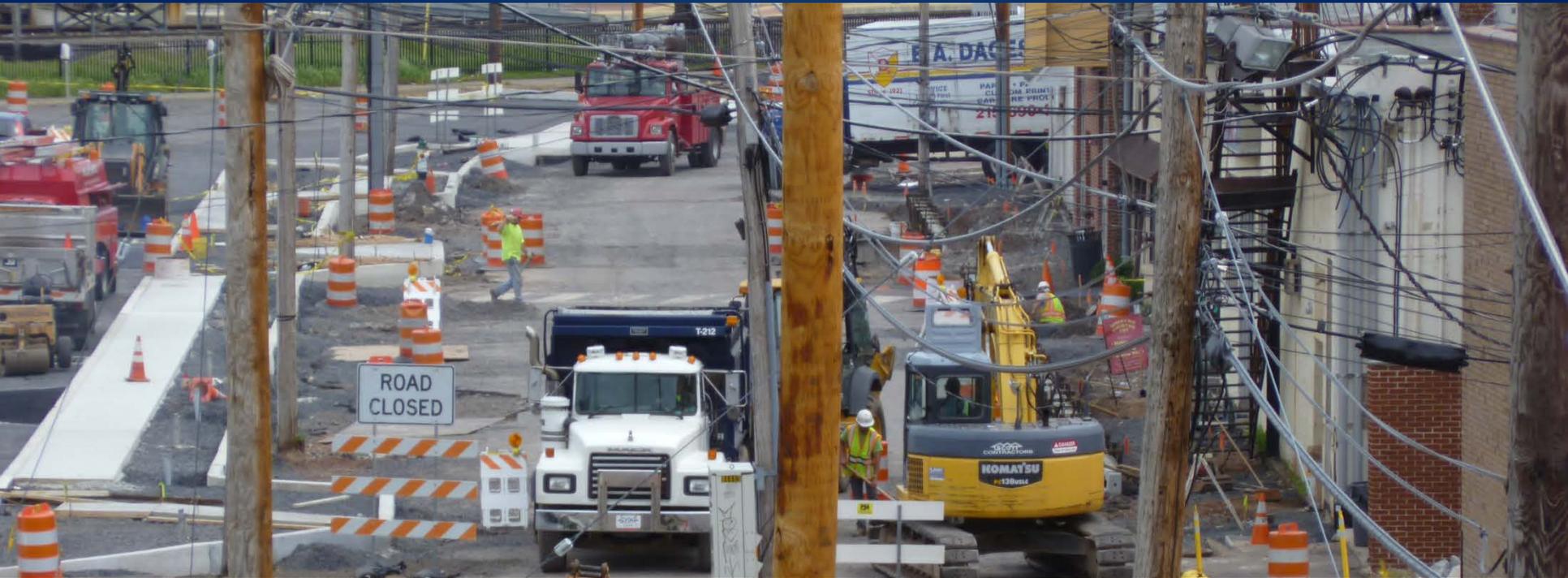
Two Community Pools



Stormwater Inlets



Seasonal Decorations



Land Planning



Property Maintenance



In House Electric Service



Life In Motion



LANSDALE

LIFE IN MOTION