

**CITY OF BESSEMER**  
**CURRENT YEAR BUDGET/PROJECTED BUDGET**

<b>ESTIMATED REVENUES</b>	Adopted Budget <u>6/30/2013</u>	Projected Budget <u>6/30/2014</u>
Property taxes current year	\$ 450,382	\$ 463,800
Constitutional Revenue Sharing	136,701	139,465
Statutory Revenue Sharing	65,000	65,689
Garbage Collection fees	104,400	108,500
Sales of Garbage bags	58,500	62,000
Equipment Rental other funds	202,003	202,000
Fringe Benefits - other funds	148,000	148,000
Admin fees - other funds	130,600	130,600
Loan Proceeds - USDA Fire Hall roof	57,000	-
Loan Proceeds - Usda Equipment Loan	198,000	-
Other Local revenues	<u>69,550</u>	<u>70,950</u>
 <b>TOTAL ESTIMATED REVENUES</b>	 <u>\$ 1,620,136</u>	 <u>\$ 1,391,004</u>

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<b>APPROPRIATIONS</b>	Adopted Budget <u>6/30/2013</u>	Projected Budget <u>6/30/2014</u>
<b>Departments:</b>		
City Council/Administration	\$ 7,754	\$ 7,254
City Manager	49,895	52,015
General Administration	399,775	421,574
City Clerk/Treasurer	55,266	56,695
External Audit	5,500	5,500
Board of Review	1,292	1,292
Public Safety	113,703	114,200
Assessor	16,000	16,000
Elections	1,100	800
Public Works	674,856	475,800
City Attorney	9,000	8,500
Cemetery	47,105	48,495
Building Inspector	6,000	6,000
Street Lighting	43,616	45,773
City Hall Roof Repairs	57,000	-
Planning	1,200	1,200
Parks & Recreation	17,225	19,368
Library Services	60,944	62,538
Debt Service	52,905	48,000
	<u>52,905</u>	<u>48,000</u>
 <b>TOTAL APPROPRIATIONS</b>	 <u>\$ 1,620,136</u>	 <u>\$ 1,391,004</u>

# CITY OF BESSEMER

## Explanation of Assumptions used for Projected Budget

Assumptions used for Projected Budget for June 30, 2014 Fiscal Year:

### REVENUES:

- 1 Inflationary Property Tax increase
- 2 Revenue Sharing from State of Mi based on State Projections
- 3 Nominal increase in garbage collection fees and garbage bags
- 4 All other revenues expected to be comparable to prior years

### APPROPRIATIONS:

- 1 3% increase in wages related payroll taxes based on current contract in place
- 2 3% increase in law enforcement contract with Gogebic County Sheriff Dept.
- 3 Estimated 8% increase in health insurance premiums
- 4 Estimated 3.5% increase in pension contributions
- 5 All other expenditures expected to remain stagnant.

### GENERAL NOTES:

Current year budget includes \$255,000 of loan proceeds and corresponding capital expenditures

### DEBT SERVICE REQUIREMENTS:

	<u>Annual Payments</u>
General Obligation Limited Tax Bond, matures 2032, payable annually @ 4.75% interest. Original amount \$140,000. (Bessemer Building Authority Building improvements)	\$ 8,500
Bank Note, matures 2018, payable annually @3.41% interest. Original amount \$150,000. (Firetruck Purchase)	\$ 22,000
Purchase Contract note, matures 2027, payable annually @3.5% interest. Original amount \$57,000. (Fire Hall roof repairs)	\$ 5,000
Purchase Contract Note, expected to mature 2028, payable annually @3.5% interest. Original amount \$146,000. (Front end loader)	\$ 12,500

The Bank note is financed through the Gogebic Range Bank. The remaining debt is financed through USDA, Rural Development