

Agenda Item: 8.

MEMORANDUM

TO: Finance, Expenditures and Legal Subcommittee

SUBJECT: FY 2015 Budget – Draft 2

DATE: August 8, 2014

FROM: John Winkler, General Manager

Attached are Drafts 2 of the P-MRNRD FY 2015 budget options for your review. Changes from Drafts 1 are printed in red text on the budget documents. Differences between the options are highlighted. Please remember a budget is a blueprint or estimate of expenses and revenue for the fiscal year and is subject to various changes, some which may be out of the District's control. Therefore, it is impossible to predict with one hundred percent certainty what a particular fiscal year may produce. Fortunately, state statute allows a public body great flexibility to modify their budget at any time during the fiscal year to respond to unforeseen events or to take advantage of an opportunity that wasn't available or known during the drafting of the budget document.

Budget Assumptions:

- ⊕ A 2.0% increase in valuations is used to calculate the tax levy. The District has received a preliminary valuation from Sarpy County reflecting a 2.96% increase. Final valuations are not available until mid-August. Last year's valuation increase was 1.99%.
- ⊕ \$540,000 budgeted for Necessary Cash Reserve
- ⊕ \$42,676,237 estimated for Cash on Hand as of June 30, 2014.

Once again, I would like to point out that there are still several unknowns, i.e. valuations, final IPA budgets, etc.

NOTE: Dates to Remember for P-MRNRD FY 2015 Budget:

- Public Input Meeting at August 14, 2014 Board Meeting
 - Budget Hearings and Adoption of FY 2015 Budget and Set Tax Levy for FY 2015 at September 11, 2014 Board Meeting
- **It is management's recommendation that the Subcommittee recommend to the Board that one FY 2015 budget option be forwarded for review at the September 11, 2014 Budget Hearing with the provision that the General Manager be authorized to make necessary adjustments once final figures are available to achieve compliance of state statutes regarding the lid.**