

# MEMORANDUM

TO: FEL Subcommittee

SUJECT: FY 2006 Proposed Budget

DATE: July 31, 2006 Updated: August 3, 2006

FROM: Marlin J. Petermann, Acting General Manager

The following changes have been made to the FY 2007 Budget that was presented at the July 11, 2006 FEL Subcommittee meeting and the July 13, 2006 Board meeting:

**Adjustments**  
*Italized = Revenue Accounts*  
**Regular print = Expense Accounts**

	Acct #	Description	Adds (+)
Page 3	#3000	<i>Cash on Hand - General – final figure \$5,489,720.30 vs. 5,680,000</i>	- 190,279.70
Page 3	#3001	<i>Cash-County Treasurer's Balance – final figure 284,009.30 vs. 225,000</i>	+ 59,009.03
Page 3	#4151	Health, Life, Disability, Dental - \$547,000 vs. \$585,000. NARD has provided revised figures for the NARD Reserve Account - \$2,900/employee instead of \$3,700/employee. Account has been decreased by \$38,000.	- 38,000.00
Page 11	#3030	<i>Project Maintenance – Fed Rehab Reimbursement – Natural Resources Conservation Service will reimburse the NRD for 65% of Papio Creek Watershed structures S-27, 31 and 32 rehab project costs. NRCS requires NRD to handle project bidding. District's 35% cost share is included in Project Maintenance land rights and professional services.</i>	+ 900,000
Page 11	4479	Project Maintenance – Contract Work - \$1,203,000 vs. \$303,000 – Added \$900,000 to pay for anticipated S-27, 31 and 32 rehab construction costs. This is offset by revenue shown above in Acct. # 3030. District's 35% of total project cost is included in Project Maintenance land rights and profession services.	+ 900,000
Page 21	#3721 thru 4729	Improvement Project Areas – Final figures available for IPAs. Total is \$3,993,645.58 vs. \$3,867,232.02. These are in/out accounts and do not effect the tax requirements or the tax levy. Remember IPAs receive no general fund dollars. IPAs are self-supporting through assessments, water fees, etc.	+126,413.56 +126,413.56

The results of these changes for FY 2007 are:

Operating Budget	\$37,330,156.58
Sinking Fund (Uninsured Liability)	\$ 50,000.00
TOTAL REQUIREMENTS	\$37,380,156.58
Property Tax Levy	0.038872 *
Total Property Tax Requirement	\$16,608,383.19

\* Includes **preliminary valuations** from Sarpy County (+10.89%).

**Once again, I would like to point out that final valuation figures from the counties will not be available until mid-August. Depending on the final valuations, the tax levy could be slightly higher or lower than projected tax levy of 0.038872.**

**It is Management's recommendation that the following resolution be adopted:**

BE IT RESOLVED by the Board of Directors of the Papio-Missouri River Natural Resources District that the attached budget document incorporated herein by reference, showing Total Requirements of \$36,480,156.58 (\$36,430,156.58 – general and \$50,000 – sinking fund) and Property Tax Requirement of \$16,608,383.19 be and is hereby adopted as the Fiscal Year 2007 budget of the Papio-Missouri River Natural Resources District.

BE IT FURTHER RESOLVED that the Board of Directors of the Papio-Missouri River Natural Resources District hold a Public Hearing to set the Final Property Tax Request and Tax Levy for Fiscal Year 2007 at the September 14, 2006 Board of Directors meeting, after final valuations have been received from Douglas, Sarpy, Dodge, Washington, Burt, Thurston and Dakota Counties.

# FACT SHEET

## FY 2007 BUDGET – PROPOSED

	<b>FY 2006</b>	<b>FY 2007</b>
<b>TOTAL OPERATING BUDGET</b> (General)	\$31.12 million	\$37.33 million
<b>PROPERTY TAX LEVY</b>	0.039094	0.038872*
<b>PROPERTY TAX</b>	\$15,730,401.58	\$16,608,383.19
<b>PROPERTY VALUED AT \$100,000</b>	\$39.09	\$38.87

\* Reflects a 5% increase in valuations to calculate the tax levy. The District has received a preliminary valuation from Sarpy County reflecting a 10.89% increase. Final valuations are not available until mid August. Last year’s valuation increase was 9.14%.

The proposed budget is in compliance with provisions of Nebraska state statutes regarding the lid. The District is limited to a 2.5% increase in restricted funds plus growth, if the growth exceeds 2.5%. The Board can also exceed the limit by 1% with a ¾ vote of the members. The following items are lid exceptions that would apply to the District:

1. Capital Improvements (acquisition and improvements to real property)
2. Interlocal Agreements/Joint Public Agency Agreements
3. Repairs to infrastructure damaged by a natural disaster.

The 2.5% lid applies to General expenditures such as the Directors’ per diem and expenditures, District’s insurance coverage, equipment/vehicles, salaries, etc.

The total requirements for FY 2007 are:

\$37,330,156.58 – general
\$ <u>50,000.00</u> – uninsured liability fund
\$37,380,156.58 – Total

The budget worksheets are divided into 8 major budget categories: General Administration, Information and Education, Flood Prevention, Erosion Control, Water Quality, Recreation, Forestry, Fish and Wildlife and Improvement Project Areas. Each major project is shown on a separate sheet in the budget document detailing revenues and expenses for specific projects.

## BUDGET SUMMARY (Major Programs and Projects):

### FLOOD CONTROL:

- ◆ West Branch Papio Creek Flood Improvement (36<sup>th</sup> to I-80) – includes construction of 7 tributary crossings \$1,788,000
- ◆ Flood Control – Nonstructural (Flood warning system and Ice Jam Contract) \$173,500
- ◆ Floodway Purchase Program (District all hazard plan, floodplain mapping of West Papio Creek basin, Cole Creek in Omaha and acquisition of floodway properties in Douglas and Sarpy Counties) \$1,252,000
- ◆ Western Sarpy/Clear Creek Project \$1,110,000
  - ❖ Professional Services – Cabin raise ROW and appraisal services - \$80,000
  - ❖ Construction – Cash contribution to Corps - \$300,000
  - ❖ Land Rights – Levee easements and utility relocations for levee - \$700,000
  - ❖ Legal - \$30,000
- ◆ General Project Maintenance – includes S-27, S-31 and S-32 dam rehab and on-going maintenance for District projects, i.e., Union Dike, Elkhorn River, Little Papio, R-613, PL 566 dam sites, etc. \$2,107,000
- ◆ Papio Dam Sites – Private/Public Partnerships that provide joint flood control and rec benefits. Flood control/multi purpose reservoir(s) are of the utmost importance to the Greater Omaha Area. The Papio Watershed has a very high potential for loss of life and property damage from flooding. As urban development continues at a rapid pace, the NRD needs to be more aggressive on achieving the construction of more flood control reservoirs. \$8,330,000
  - ❖ Professional Services – \$1,250,000
    - Design & construction observation DS-13 - \$100,000
    - DS 15 - \$200,000
    - Design review for Shadow & Midland Lake - \$50,000
    - Preliminary study of reservoir sites 1 and 3C - \$500,000
    - DS-7 - \$120,000
    - DS-8 - \$120,000
    - WPT East - \$100,000
    - Zorinsky Basin #2 - \$60,000
  - ❖ Construction - 3,480,000
    - Payment to Dial for construction of DS-13 - \$1,200,000
    - 75% construction cost share for Shadow Lake and 100% construction cost share of Midland Lake (1<sup>st</sup> and 2<sup>nd</sup> of 3 payments) - \$2,280,000
  - ❖ Land Rights - \$3,500,000
    - DS-7 - \$1,000,000
    - DS 8A - \$1,000,000
    - DS 15A - \$500,000
    - WPT East - \$500,000
    - Zorinsky Basin #2 - \$500,000
  - ❖ Legal - \$100,000

## **EROSION CONTROL:**

◆ Small Dam Program	\$22,000
◆ Urban Conservation Assistance Cost Share Program	\$46,320
❖ Papillion - \$22,320	
❖ Bellevue - \$24,000	
◆ Elk/Pigeon Creek – Construction of Elk Creek structure	\$ 35,000
◆ Urban Drainageway Cost Share Program	\$605,877
❖ Papillion (final payment of 2) – \$80,000	
❖ LaVista – (final payment of 2) - \$94,000	
❖ Omaha Tribe - \$149,909	
❖ Elkhorn - \$53,541	
❖ LaVista - \$84,000	
❖ <del>Ft. Calhoun - \$88,920</del>	
❖ Omaha Tribe - \$144,427	
◆ Conservation Assistance Program (Soil conservation/water quality cost-sharing with landowners. Includes Silver Creek Sites 6, 11, 35, 36, 30, 23, 24, 25 and 31.)	\$1,600,000
◆ Pigeon/Jones Recreation Site	\$550,500
❖ Professional Services - \$450,000	
❖ Land Rights - \$90,500	
❖ Legal Services - \$10,000	

## **WATER QUALITY:**

◆ Papi Creek Watershed Partnership (Partnership w/communities Within the watershed to address water quality and quantity concerns)	\$520,800
◆ Clean Lakes Construction – Savannah Shores (carry over)	\$100,000
◆ Lower Platte River Corridor Alliance	\$102,083
◆ Water Quality Grants	\$425,000
❖ Arlington (1 <sup>st</sup> of 2 payments) - \$175,000	
❖ Kennard - \$250,000	
◆ Water Monitoring Programs	\$ 95,175

## **OUTDOOR RECREATION:**

◆ Recreation Development and general O&M and improvements for Chalco Hills, Walnut Creek, Prairie View, Platte River and Elkhorn River Rec Sites, development of Elkhorn River Access Site at West Dodge Road; MoPac trail maintenance/improvements.	\$485,000
◆ Recreation Area Development Program:	\$247,425
❖ Omaha (Kiwanis Park) - \$82,150	
❖ Bellevue (2 projects) - \$77,775	
❖ Omaha (Zorinsky Trail) - \$50,000	
❖ Dakota City - \$37,500	
◆ Omaha Neighborhood Parks Program (3rd of 4 payments)	\$250,000

◆ Trails:		
❖ Professional Services		\$415,000
• MoPac–(Platte Lied Bridge– Hwy 31 to Hwy 50) – \$100,000		
• Western Douglas County – \$240,000		
• Pedestrian Bridge Inspection – \$5,000		
• Quad States Trail - \$5,000		
• MoPac Equestrian Trail - \$15,000		
• MoPac Trail (Hwy 50 – Chalco) - \$50,000		
❖ Construction		\$2,323,762
• MoPac (Hwy 50 to Lied Bridge) – \$1,700,000		
• Springfield (carry over) - \$14,170		
• Arlington (carry over) - \$26,983		
• Waterloo (carry over) - \$43,104		
• MoPac Equestrian Trail - \$71,000		
• Omaha - \$26,000		
• South Sioux City – \$11,975		
• Blair - \$43,202		
• Winnebago - \$40,569		
• Ralston - \$61,819		
• Ft. Calhoun - \$61,179		
• Winnebago (carry over) - \$23,761		
• Western Douglas - \$200,000		
❖ Land Rights: Hwy 50 to Chalco		\$25,000

**FORESTRY, FISH AND WILDLIFE:**

◆ Wetland Banking		\$305,000
◆ Missouri River Corridor Project		
❖ Professional Services –		\$220,000
• Missouri River Trail Design Phase 2 and construction engineering - \$196,000		
• Misc. surveys, appraisals, monitoring Gallup and Washington County mitigation - \$7,500		
• NRD/Omaha Tribal agreement at Blackbird Site - \$2,500		
• California Bend – four season biological inventory - \$14,000		
❖ Construction		\$4,360,500
• Lower Decatur Bend - \$627,000		
• Miller Land Park (4 <sup>th</sup> of 5 payments) - \$200,000		
• Bellevue Riverfront Development (2nd of 4 payments) - \$334,000		
• O&M for Back to the River sites – \$9,500		
• Missouri River Trails – \$2,350,000 (Phase 2 – Ponca Road north to Wash Co. - \$2,150,000; and Missouri River Trail Crossing Bridge - \$200,000)		
• Wetland Reserve Enhancement Program (NE Env. Trust funded) - \$840,000		
❖ Land Rights – ROW for Lower Decatur Bend		\$115,000

## F Y 2 0 0 7 B U D G E T - P R O P O S E D

Revenue and Expense Figures  
As of 6/30/06

Tax Levy =	0.038872
Property Tax Requirement =	\$16,608,383.19
Total Requirements =	\$37,330,156.58

### Papio-Missouri River NRD

Budget Summary for FY 2006 (July 1, 2005 - June 30, 2006)  
and FY 2007 (July 1, 2006 - June 30, 2007)

#### R E V E N U E S

Acct. No.	Account Description	FY 2006 Revenues	FY 2006 Revenues (thru 6/30/06)	% Used	Proposed FY 2007 Budget
<b>Beginning Balance:</b>					
	County Treasurer's Balance	\$222,119.37	\$222,119.37		\$284,009.30
	Cash on Hand as of 6/30/04 & 6/30/05				
	General (Page 3)	\$2,693,689.23	\$2,693,689.23		\$5,489,720.30
	Ice Jam (Page 9)	\$110,000.00	\$110,000.00		\$113,500.00
	Papio Creek Watershed Partnership (Page 15)	\$194,500.00	\$194,500.00		\$163,800.00
	Wetland Banking (Page 19)	\$94,000.00	\$94,000.00		\$191,000.00
	Missouri River Corridor Project (Page 20)	\$616,000.00	\$616,000.00		\$627,000.00
	<b>TOTALS</b>	\$3,930,308.60	\$3,930,308.60		\$6,869,029.60
01 01-00	General Administration	\$1,131,261.37	\$1,213,871.48	107.3%	\$1,172,727.53
	Property Tax - General	\$15,272,234.54			\$16,124,643.87
	County Treasurer's Commission (1%)	\$152,722.35			\$161,246.44
	Delinquent Tax Allowance (2%)	\$305,444.69			\$322,492.88
	TOTAL PROPERTY TAX REQUIREMENT	\$15,730,401.58	\$15,864,277.78	100.85%	\$16,608,383.19
			\$877,981.61	5.58%	
			<i>(increase from fy 2006)</i>		
	TOTAL General Administration	\$16,403,495.91	\$17,078,149.26	104.1%	\$17,297,371.40
01 03-00	Flood Prevention	\$2,823,170.00	\$1,147,472.67	40.6%	\$5,342,100.00
01 04-00	Erosion Control - PL 566	\$417,800.00	\$201,262.36	48.2%	\$455,000.00
01 05-00	Water Quality - Clean Lake Study	\$419,000.00	\$462,916.53	110.5%	\$469,110.00
01 06-00	Recreation - Rec Areas, Trails	\$724,500.00	\$145,531.58	20.1%	\$1,141,900.00
01 07-00	Forestry, Fish & Wildlife	\$1,108,500.00	\$352,791.91	31.8%	\$1,762,000.00
01 08-00	Improvement Project Area Assessments	\$5,301,514.51	\$7,659,565.61	144.5%	\$3,993,645.58
	TOTALS	\$31,128,289.02	\$30,977,998.52	99.5%	\$37,330,156.58

#### E X P E N S E

Acct. No.	Account Description	FY 2006 Expenses	FY 2006 Expenses (thru 6/30/06)	% Used	Proposed FY 2007 Budget
01 01-00	General Administration	\$4,860,062.51	\$4,173,693.61	85.9%	\$5,345,119.00
01 02 00	Information & Education	\$167,500.00	\$164,705.63	98.3%	\$181,000.00
01 03 00	Flood Prevention	\$12,078,000.00	\$7,185,415.59	59.5%	\$14,760,500.00
01 04-00	Erosion Control	\$2,109,919.00	\$1,880,825.52	89.1%	\$2,862,197.00
01 05-00	Water Quality	\$915,500.00	\$678,312.06	74.1%	\$1,313,258.00
01 06-00	Recreation - Rec Areas, Trails	\$2,747,001.00	\$866,292.03	31.5%	\$3,812,187.00
01 07-00	Forestry, Fish & Wildlife	\$2,948,792.00	\$1,500,158.87	50.9%	\$5,062,250.00
01 08-00	Improvement Project Area Assessments	\$5,301,514.51	\$7,659,565.61	144.5%	\$3,993,645.58
	TOTALS	\$31,128,289.02	\$24,108,968.92	77.5%	\$37,330,156.58

Valuation Information

County	FY 05-06	FY 05-06
Sarpy	\$8,105,260,699.00	\$8,987,891,031.00 *
Douglas	\$29,199,416,920.00	\$30,659,387,766.00 **
Washington	\$1,514,051,147.00	\$1,589,753,704.35 **
Dodge	\$2,088,143.00	\$2,192,550.15 **
Burt	\$326,936,497.00	\$343,283,321.85 **
Thurston	\$129,550,374.00	\$136,027,892.70 **
Dakota	\$959,718,291.00	\$1,007,704,205.55 **
	<u>\$40,237,022,071.00</u>	<u>\$42,726,240,471.60 *</u>

\* Preliminary valuation

\*\* Estimated 5% increase used

TAX LEVY REQUIREMENT (per \$100.00)	0.039094	0.038872
-------------------------------------	----------	----------

Valuation Increases:

Sarpy	10.89%	[FY 2002 increase - 6.56%]
Douglas	5.00%	[FY 2003 increase - 4.89%]
Washington County	5.00%	[FY 2004 increase - 5.32%]
Dodge County	5.00%	[FY 2005 increase - 5.55%]
Burt County	5.00%	[FY 2006 increase - 9.14%]
Thurston County	5.00%	
Dakota County	5.00%	
Overall Valuation Increase =	6.19%	

Valuation distribution - % in each County

Sarpy	20.14%	21.04%
Douglas	72.57%	71.76%
Washington	3.76%	3.72%
Dodge	0.01%	0.01%
Burt	0.81%	0.80%
Thurston	0.32%	0.32%
Dakota	2.39%	2.36%
	=====	=====
	100.00%	100.00%

Sinking Fund	Balance 6/30/06	FY 06 Activity	Balance 6/30/06	FY 07 Activity
Uninsured Liability Fund	\$50,000	None	\$50,000	None

General Expenditures	\$37,330,156.58
Uninsured Sinking Fund	\$50,000.00
<b>TOTAL REQUIREMENTS</b>	<b>\$37,380,156.58</b>



Division: 02 - PAPIO-MISSOURI RIVER NRD  
Budget07 - BUDGET07

ID Type: A - (Financial Reporting System)  
Budget Period: 7/1/2006 - 6/30/2007  
Report Type: Revenue & Expense  
Historical Period: 7/31/2005 - 6/30/2006  
Report Description: FY 2007 Budget - Proposed

Account Number and Description	FY 2006	Actual MTD	Column 5
<b>01 00 01 - GENERAL ADMINISTRATION</b>			
01 00 3000 - CASH - CHECKING:FOR	2,693,689.23	0.00	5,489,720.30
01 00 3001 - CASH - CO TREAS:FOR	222,119.37	0.00	284,009.30
01 00 3010 - STATE AID	609,261.37	609,261.37	562,727.53
01 00 3050 - GENERAL PROPERTY TAX	15,730,401.58	15,864,277.78	0.00
01 00 3070 - PROPERTY RENTAL INCOME	182,000.00	181,463.65	170,000.00
01 00 3091 - SALES	10,000.00	3,340.74	5,000.00
01 00 3092 - RENTAL	5,000.00	6,918.60	5,000.00
01 00 3110 - INCOME FROM INVESTMENTS	75,000.00	223,014.26	180,000.00
01 00 3130 - MISCELLANEOUS INCOME	50,000.00	31,037.70	50,000.00
01 00 3131 - REIMBURSEMENTS FROM IPAS	200,000.00	158,835.16	200,000.00
<b>Total Income</b>	<b>19,777,471.55</b>	<b>17,078,149.26</b>	<b>6,946,457.13</b>
01 00 4051 - VEHICLE/EQUIPMENT - GAS & OIL	95,000.00	107,890.20	120,000.00
01 00 4052 - VEHICLE/EQUIPMT-REPAIR &	100,000.00	100,681.30	110,000.00
01 00 4053 - VEHICLE -REGISTRN FEES,	6,500.00	5,414.69	6,500.00
01 00 4071 - DIRECTOR TRAVEL & EXPENSES	30,000.00	30,854.78	30,000.00
01 00 4090 - DIRECTORS PER DIEM	24,000.00	31,973.00	27,500.00
01 00 4138 - DUES & MEMBERSHIPS MISC-NRD	37,500.00	35,435.15	40,300.00
01 00 4151 - HEALTH,LIFE,DISABILITY,DENTAL	333,250.00	330,132.99	547,000.00
01 00 4152 - RETIREMENT	120,500.00	127,483.21	141,500.00
01 00 4153 - WORKERS COMPENSATION	70,000.00	59,942.00	65,000.00
01 00 4154 - REIMBURSEMENT & SVC AWARDS	4,000.00	1,924.67	4,000.00
01 00 4155 - UNIFORMS/SAFETY EQUIPMENT	9,500.00	9,876.44	9,500.00
01 00 4156 - DEFERRED COMPENSATION ACCT.	4,000.00	0.00	6,000.00
01 00 4171 - STAFF TRAVEL & EXPENSES	50,000.00	56,701.46	52,000.00
01 00 4191 - ELECTION FEES	27,500.00	1,003.81	20,000.00
01 00 4230 - BONDS	800.00	963.00	2,000.00
01 00 4250 - INSURANCE	156,000.00	151,711.56	156,000.00
01 00 4311 - PUBLIC NOTICES - MEETINGS	15,000.00	23,726.89	15,000.00

**4138 - Dues and Memberships - 40,300.00:**  
Includes NARD dues - 26,900 (9% increase for FY07) and miscellaneous District and individual dues and memberships - 13,400.

**4151 - Health, Life, Disability, Dental - 547,000:** Employee insurance program is administered by the NARD. Premium for FY 2007 reflects an 8% increase; 1 additional project manager and one employee on LTD. Premium increase for the past 8 calendar years: FY98 - 0%; FY99 - 3%; FY00 - 5%; FY01 - 25%; FY02 - 8.25%; FY 03 - 3%; FY-04 - 7%; FY 05 - 17% - FY 06- 8% FY 07-28%. \$127,000 added for NARD Reserve Acct.