

GENERAL FUND

<u>Description</u>	<u>2021-2022 Budget</u>	<u>2022-2023 Proposed Budget</u>	<u>Dollar Increase (Decrease)</u>	<u>Percent Increase (Decrease)</u>
Balance Brought Forward	8,310,920	7,470,672	(840,248)	(10.11%)
Taxes	15,601,711	17,884,249	2,282,538	14.63%
Licenses & Permits	349,110	420,340	71,230	20.40%
Intergovernmental Revenues	620,439	761,722	141,283	22.77%
Charges for Service	2,313,030	2,626,929	313,899	13.57%
Rent & Other Revenue	5,376,342	5,590,944	214,602	3.99%
Other Interest Income	8,900	52,100	43,200	485.39%
Non-Revenue Receipts	240,000	415,000	175,000	72.92%
Total Revenue	<u>24,509,532</u>	<u>27,751,284</u>	<u>3,241,752</u>	<u>13.23%</u>
Total Funds Available	<u>32,820,452</u>	<u>35,221,956</u>	<u>2,401,504</u>	<u>7.32%</u>

Taxes: Preliminary information from the County Assessor shows an increase in valuations, so the budget has a 13% increase in valuations resulting in a \$754,426 or 15.74% increase in property tax budgeted in the General Fund. The City's largest revenue source is sales tax (including motor vehicle sales tax), which is budgeted based on revenue derived from the 1.5% City sales tax. The \$1,421,112 or 14.73% increase in sales tax is due to the recent annexation and increased purchases in the community. Taxes also increase due to an increase in motor vehicle pro rate, liquor tax, miscellaneous occupation tax, natural gas occupation tax, and cable franchise tax. These increases are partially offset by a decrease in telecommunications occupation tax resulting in an overall \$2,282,538 or 14.63% increase in taxes.

Licenses & Permits: Licenses and Permits increase \$71,230 or 20.40% due to increases in city permits, liquor licenses, building, moving, mechanical, and electrical permits, contractors registration, and UTV registration, which is partially offset by a decrease in bicycle licenses.

Intergovernmental Revenues: Intergovernmental Revenues increase \$141,283 or 22.77% due to increases in miscellaneous federal grants, municipal equalization fund revenue, in lieu of taxes, NHA Section 8 Salary Reimbursement, and other intergovernmental funding, which are partially offset by decreases in other state funding and mutual finance organization revenue.

Charges for Service: Charges for Service increase \$313,899 or 13.57% due to increases in administration fees, blood alcohol content tests, ambulance charges, training fees, inspection fees, septic tank inspection and permit, park facility rental, pool admissions, camping fees, recreation program fees, library copier fee, and concessions, which are partially offset by decreases in sale of maps, plats and special, project engineering, and miscellaneous labor.

Rent and Other Revenue: The City's second largest revenue source is lease revenue received from NPPD for lease of the City-owned electrical distribution system. Lease payments are 12% of revenue NPPD receives from the system and NPPD is not projecting a rate increase next year so the budget contains an increase of \$92,416 or 2.03% due to an increase in usage. Other increases include other rental income, keno, and other contributions, which are partially offset by a decrease in parking fines.

Other Interest Income: Other Interest Income increases due to an increase in interest rates.

Non-Revenue Receipts: Non-Revenue Receipts include a \$415,000 transfer from the City Highway Allocation Fund (CHAF) for street maintenance costs.