



- \$3.86 million in water/wastewater capital projects
- \$1.23 million in replacement tangible personal property
- \$626,400 in new assets
- Reallocation or reservation of \$3.92 million in existing project budget balances from FY 2015 completed capital projects or remaining capital funds (a positive net impact of \$200,000 increase in capital reserves) as follows:
  - a) Add \$70,000 to the Surface Water Management System Improvements Project from the Swale Maintenance Program now funded in the Acme Fund operating budget (net impact of \$0)
  - b) Reserve \$200,000 remaining in the Gas Tax Capital Fund from the Shellrock and Path & Roadway Overlay Program budgets now funded in the Road Maintenance Fund operating budget (\$200,000 increase to capital reserves)
  - c) Reallocate \$3.65 million among Water & Wastewater capital projects to align funding with planned improvements to Water Distribution, Water Treatment Facility and Wastewater Treatment Facility Renewal and Replacement projects (net impact of \$0)
- General Fund reserves at or exceeding the 25-30% range per Council policy, after allocation of \$705,000 in unrestricted fund balance for FY 2016 expenditures
- Rate Stabilization reserves of \$1.72 million, assuming that the current year Rate Stabilization allocation of \$665,000 for FY 2015 legal expenses and Recreation Impact Debt Service is fully expended
- Emergency Reserves of \$2.48 million
- Use of Building Reserves of \$658,000
- Funding of:
  - a) 297 full-time permanent positions, no change from FY 2015; also includes funding for 74,640 part-time position hours, an increase of 1,770 hours over the current year budget
  - b) 2.5% total wage increase for employees (1.5% CPI, 1% Merit) and 10% higher health insurance

The required legal advertisement will be placed in local newspapers before the second budget hearing. On September 24th, 2015 the final budget and ad valorem millage rate will be adopted.

**BUDGET AMENDMENT REQUIRED:** YES

**PUBLIC HEARING:** YES                      **QUASI-JUDICIAL:** NO

**FIRST READING:**                              **SECOND READING:**

**LEGAL SUFFICIENCY:** NO

**FISCAL IMPACT:** At 2.45 mills, \$16,160,495 in property tax revenues are generated, as adjusted for discounts. The budget appropriates a total of \$51.02 million for Wellington governmental funds (excluding Acme).

The FY 2015/2016 budget appropriates \$8.41 million for Capital Outlay and reallocates \$3.92 million among projects, adding \$200,000 to capital project reserves.

**WELLINGTON FUNDAMENTAL:** Responsive Government

**RECOMMENDATION:** Tentative adoption of the FY 2015/2016 budget and millage rate and approval to advertise the second Public Hearing on September 24<sup>th</sup> for final adoption of the FY 2015/2016 budget and Capital Improvement Plan as presented.