



2023 Operating Budget & 5-Year Forecast



Purpose of the Budget

Worthington City Charter Section 4.02

“The City Manager, at least sixty days prior to the beginning of each budget year, shall submit to Council an operating budget estimate and an explanatory budget message after consultation with the head of each department...”



Purpose of the Budget

- The City's budget identifies funds and organizes how we pay for services, capital and personnel.
- The 2023 Operating Budget again prioritizes maintaining the robust and high level of services that our community expects.



2023 Proposed Budget

- Maintenance of existing services
- Significant assumption of positive revenue growth in out-years
- Flexibility in Parks & Recreation
- Utilizes fund balance in 2023 and 2024



Maintenance of Existing Services

- Services Include:
 - Fire Prevention & Protection
 - Emergency Medical Services
 - Community Center Programming
 - Fitness programs, Summer Camps, Programming for a range of ages, Art Classes, Swim Lessons
 - Economic Development – Attracting & Retaining businesses
 - Grants for Non-Profit Organizations (McConnell Arts Center, Worthington Partnership, Historical Society, Resource Pantry, Counseling Services)



Maintenance of Existing Services (cont)

- Services Include:
 - Griswold Senior Center
 - Programming for older adults
 - Refuse collection, leaf collection, recycling
 - Park and Playground Maintenance and Safety
 - Sport Field & Court maintenance
 - Community Gardening
 - Multi-use path
 - Police – patrol/response
 - Police – crime prevention and investigation
 - Mayor’s Court operation



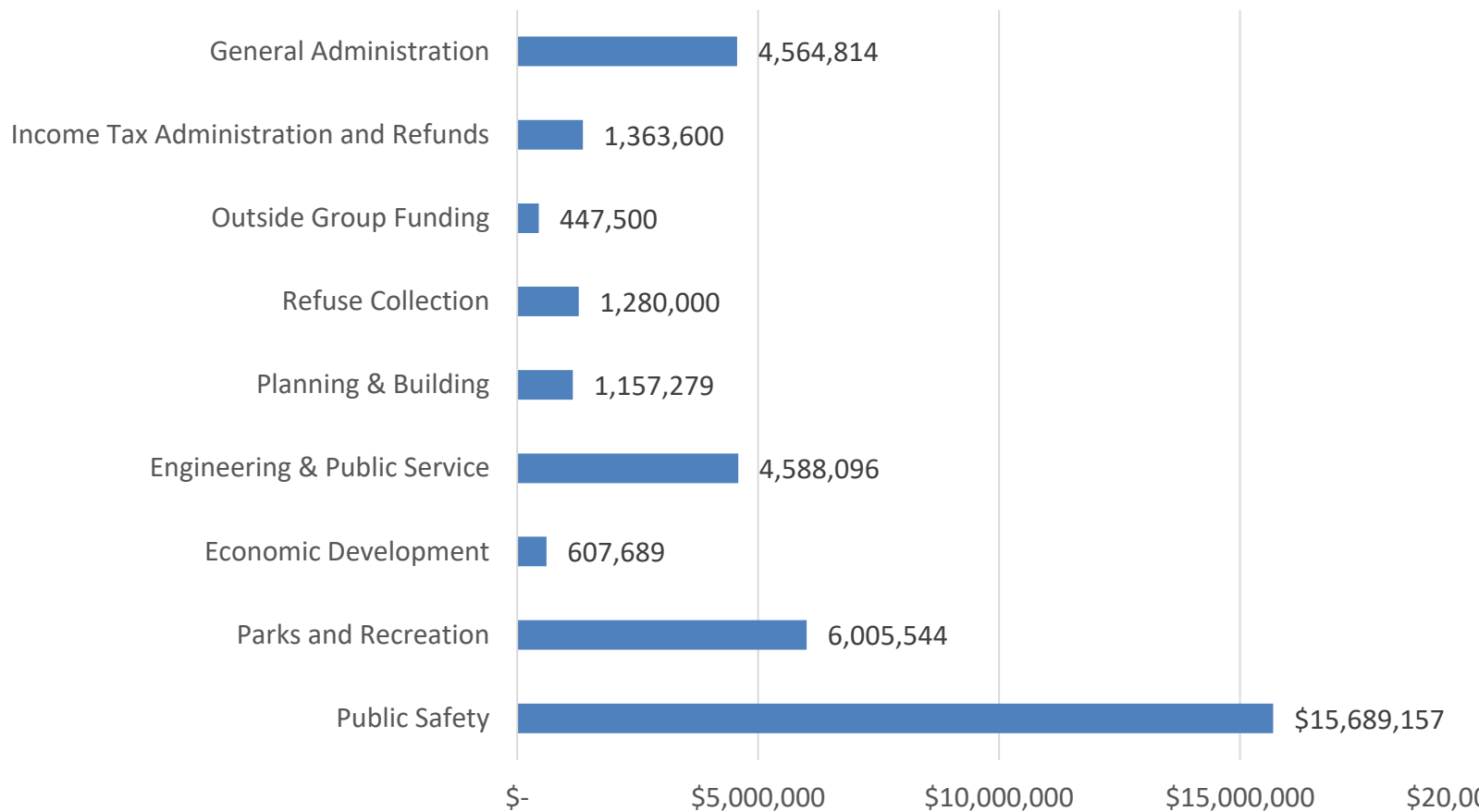
Maintenance of Existing Services (cont)

- Services Include:
 - Snow and Ice Removal
 - Special Events (parades, festivals, etc)
 - Street Maintenance
 - Street Tree Programs
 - Winter Holiday Decorating



What services are provided?

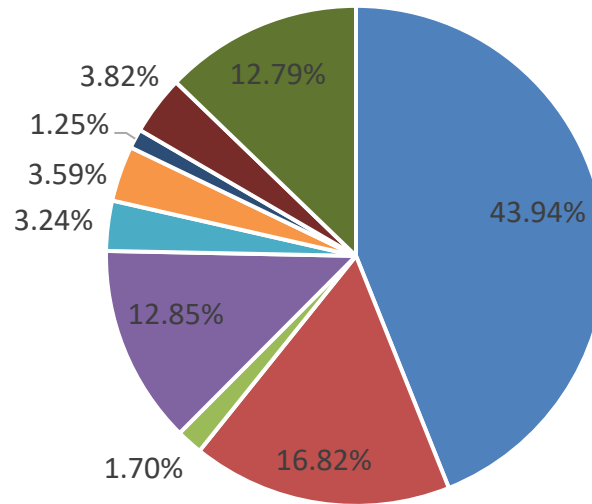
Operating Expenditures by Major Category
2023 Proposed Budget (Consolidated - Operations)





What services are provided?

2023 Operating Expenditures by Major Category

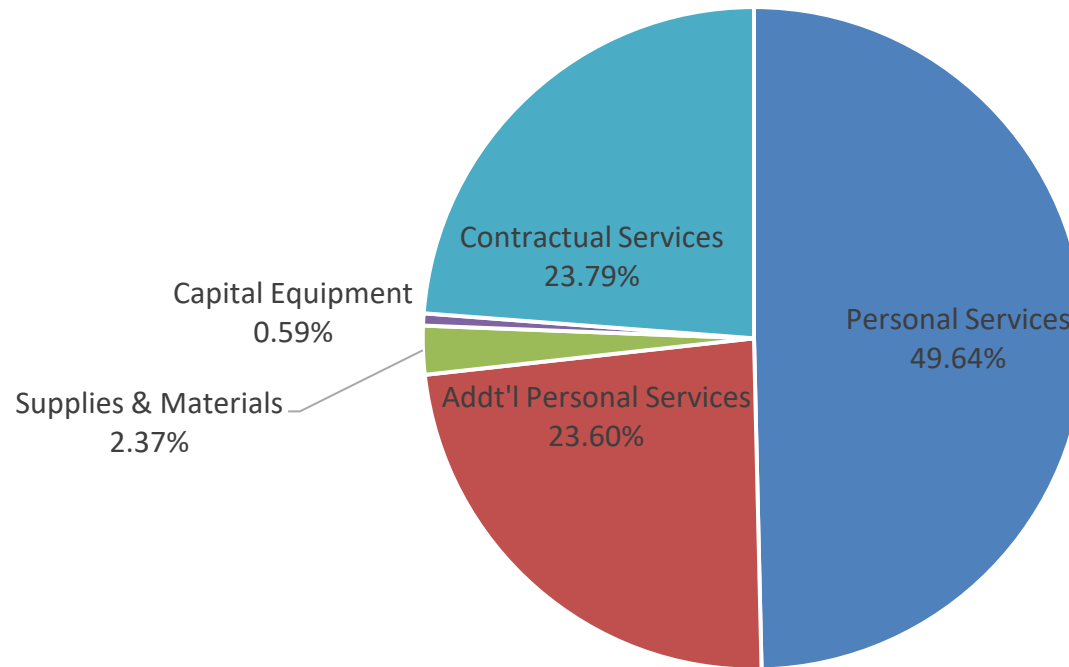


- Public Safety
- Economic Development
- Planning & Building
- Outside Group Funding
- General Administration
- Parks and Recreation
- Engineering & Public Service
- Refuse Collection
- Income Tax Administration and Refunds



How are these services provided?

2023 General Fund Expenses
By Program Category



■ Personal Services ■ Addt'l Personal Services ■ Supplies & Materials ■ Capital Equipment ■ Contractual Services



Budget Growth

- 2023 Proposed General Fund Budget is:
 - +5.01% over 2022 Original Appropriations
 - \$1,053,414 or 60% of that increase can be attributed to wages, pensions and employee benefits
 - Proposed an additional .5 position in Division of Fire
 - \$250,000 or 15% is in legal fees
 - Remaining increase is from a variety of sources including: small equipment, consultants, EMS supplies, and computer equipment
 - -3.33% below Amended Appropriations as of 06/30
 - Unique appropriation related to High North Development incentive



Highlights

- Preliminary 2022 Staffing Chart increases the number of full-time positions from 147 to 147.5
 - Additional of one part-time social services coordinator in the Division of Fire
- Continued utilization of consulting dollars in Engineering, Planning and for Digital Communication support.
- Re-allocated some expenses previously funded from the Capital Improvement Fund.



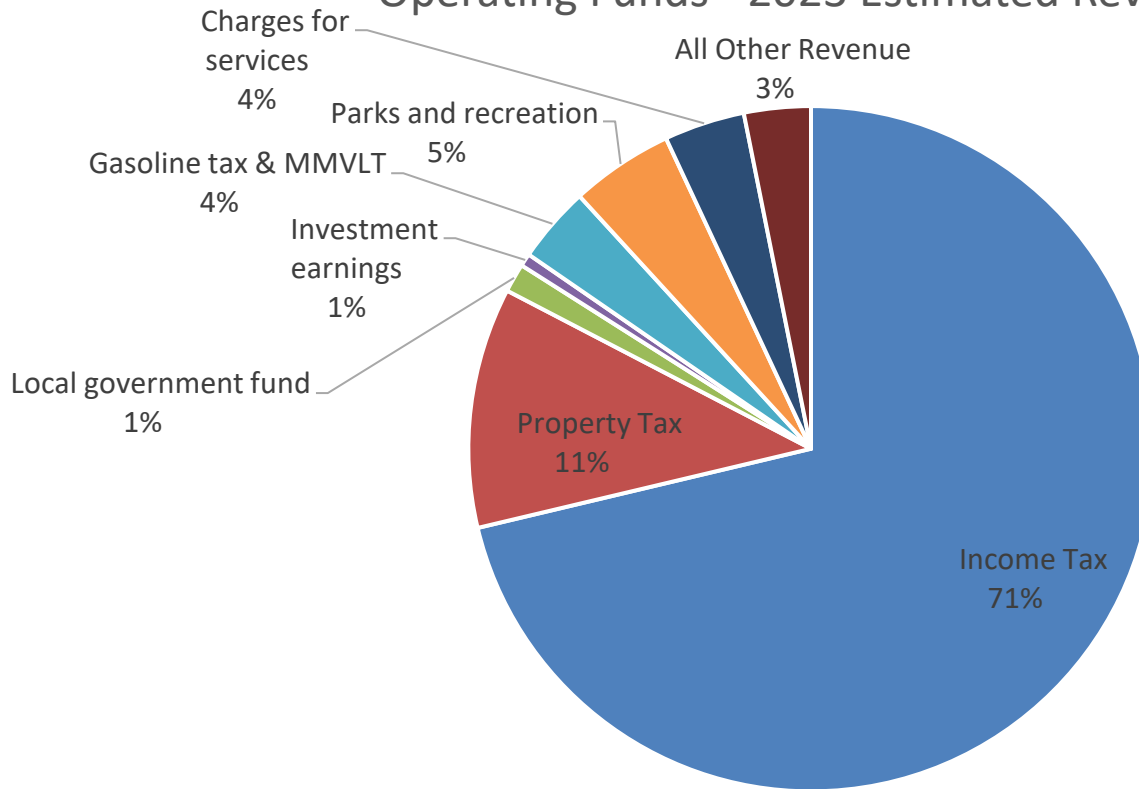
Highlights

- 3.5% wage increase for non-union personnel
- 3.5% wage increase for Division of Fire
- 3.5% wage increase for Division of Police
- 5% increase in health insurance costs



How do we pay for services?

Operating Funds - 2023 Estimated Revenue



- Income Tax
- Property Tax
- Local government fund
- Investment earnings
- Gasoline tax & MMVLT
- Parks and recreation
- Charges for services
- All Other Revenue



How do we pay for services – Income Tax

- 2023 Income Tax Estimate: \$29,570,000
 - 3.75% increase from the 2022 estimate
- 2024: \$30,456,431 (3.00% increase)
- 2025: \$31,522,406 (3.50% increase)
- 2026: \$32,625,691 (3.50% increase)
- 2027: \$33,930,718 (4.00% increase)



How do we pay for services – Property Taxes

- 2023 Property Tax: \$3,903,617
 - General Fund: \$3,526,617
 - Police Pension Fund: \$239,000
 - General Bond Retirement Fund: \$138,000
- 2024 (collection year) is a reappraisal year, expect significant increase



How do we pay for services – Charges for services

- 2023 Parks and Recreation Fees:
\$1,600,000
- 2023 EMS Transport Fees: \$675,000
- 2023 Fire Protection Service:
\$500,000
- 2023 Riverlea Police Protection:
\$88,300



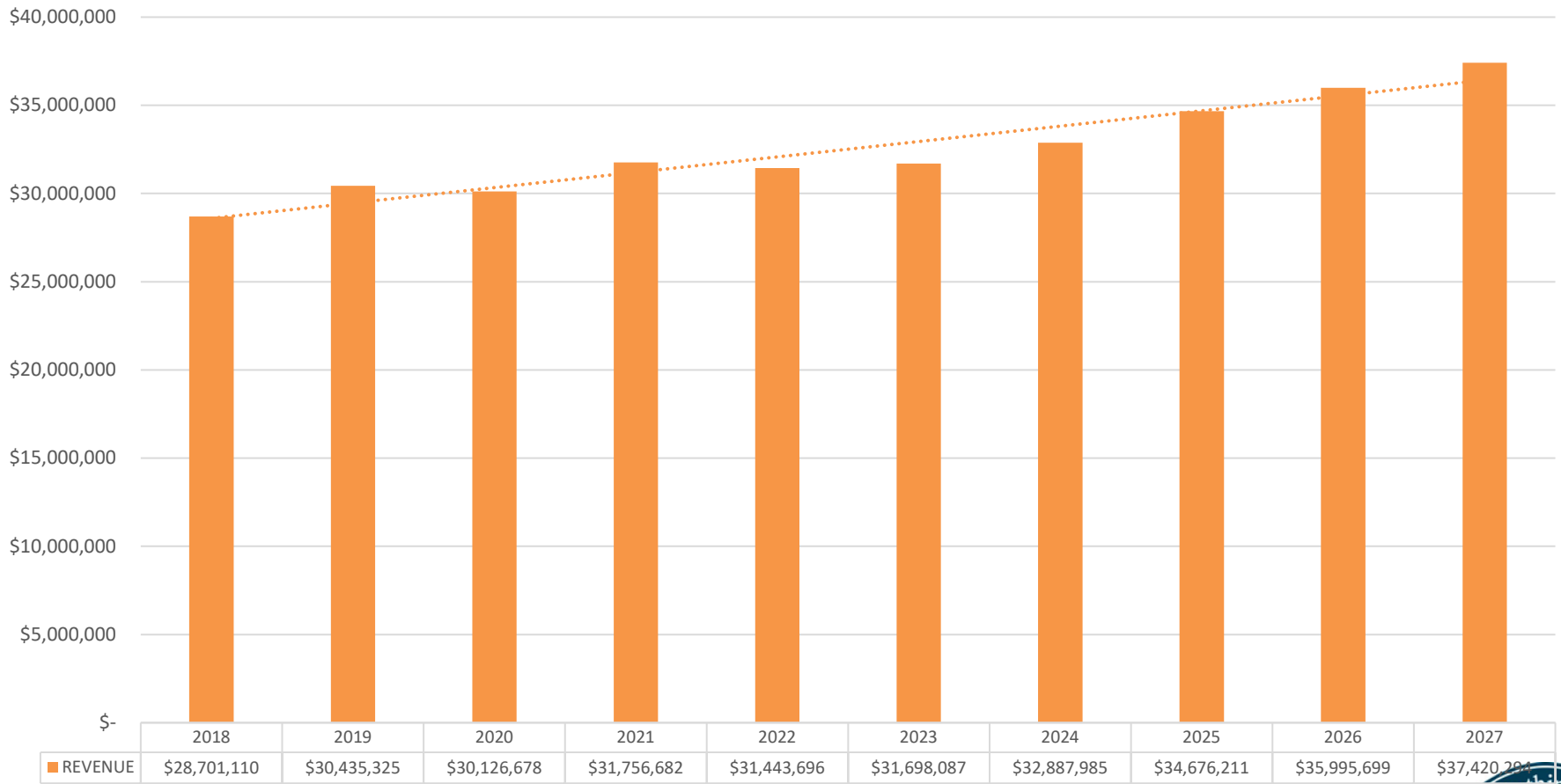
How do we pay for services – Gas Tax & MMVLT

- 2023 Estimate: \$1,195,000
 - Gas Tax: \$925,000
 - MMVLT: \$270,000
- No change from the 2022 Estimate



5-Year Forecast – General Fund Revenue

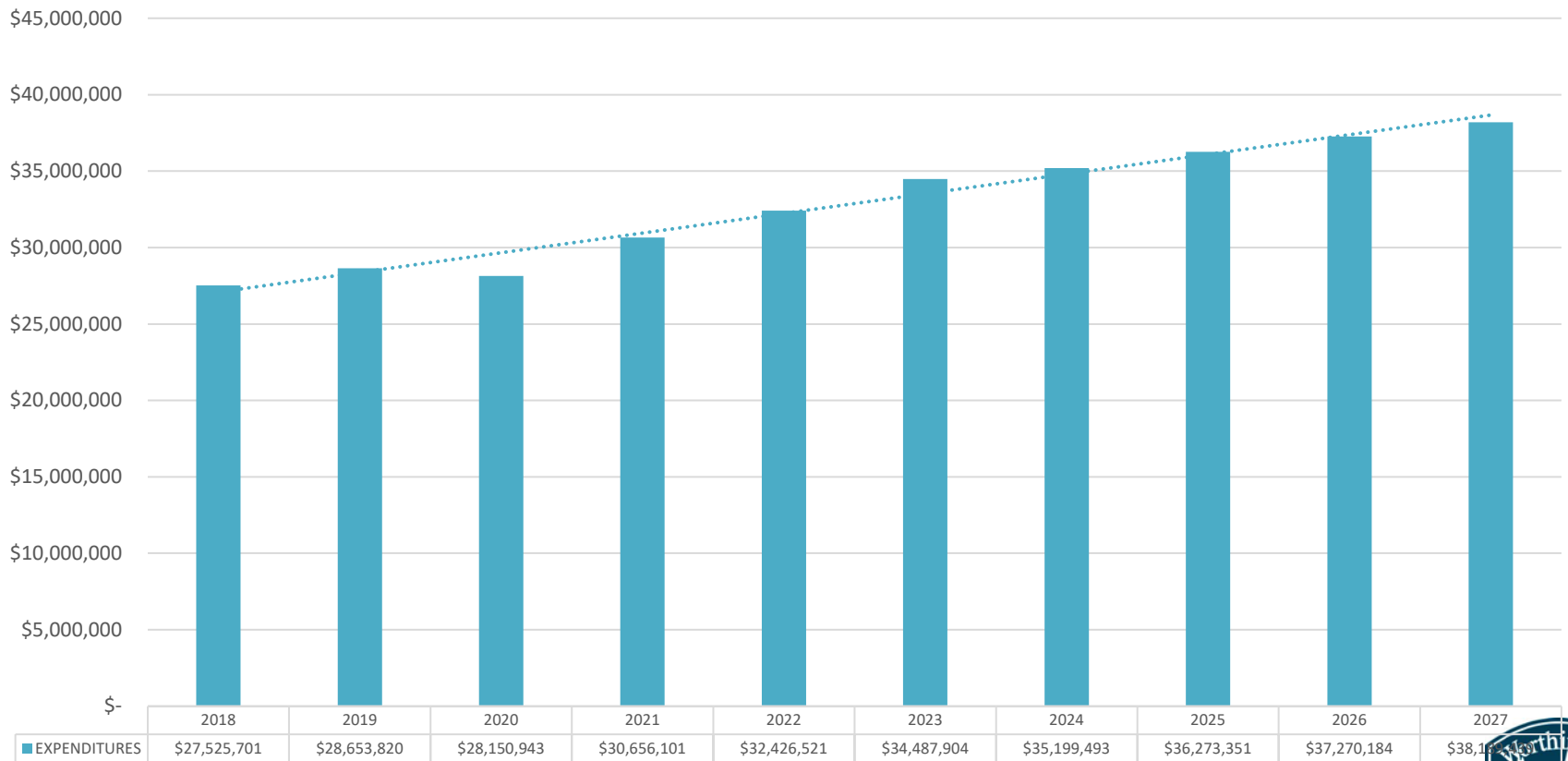
General Fund Revenue
2018 - 2027 (2022-2027 Estimate)





5-Year Forecast – General Fund Expenses

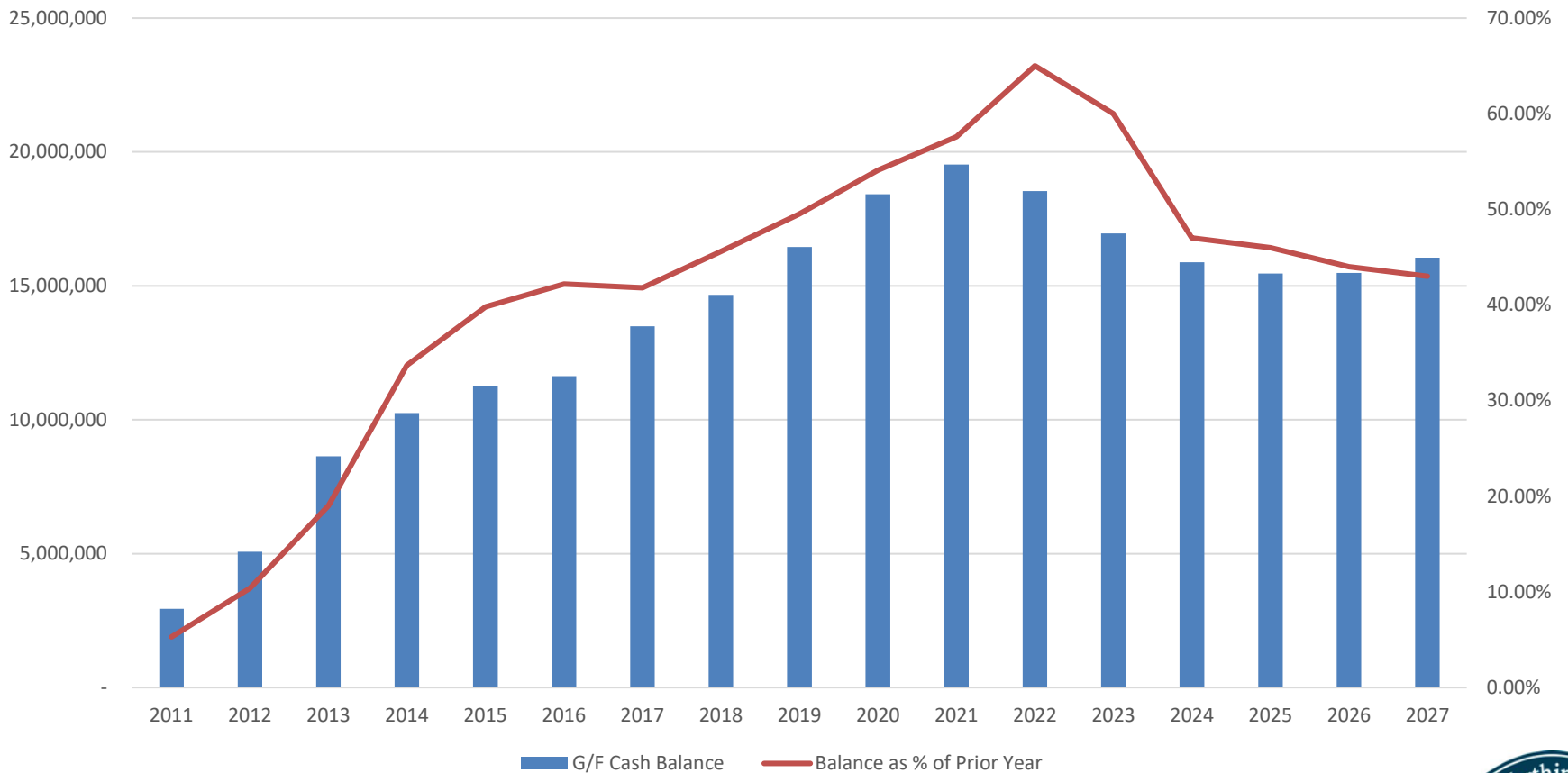
General Fund Expenditures
2018-2027 (2022-2027 Estimate)





5-Year Forecast – General Fund Fund Balance

General Fund
Fund Balance Cash Balance
2011-2027 (2022- 2027 Estimate)





Budget Schedule

- City Council Meetings
 - October 10th – Operating Overview
 - October 17th – Capital Improvement Overview
 - November 7st – Departmental Discussion
 - November 14th –Community Groups
 - November 21st – Budget Follow Up



Potential Modifications & Items for Discussion

- Northwest Regional Emergency Communications Contract (NRECC) (9% decrease)
- Court Clerk addition
- Sustainability Position
- Capital Project Support