

## City of Merrill - Tax Levy Summary

- This is not the % shown on tax bills.

Levy Year	Budget Year	Operations/ Capital	Debt Service	City Tax Levy	Change in Tax Levy - \$ amounts			Change in Tax Levy - %		
					Operations/ Capital	Debt Service	Total Levy Change	Operations/ Capital	Debt Service	Total Levy Change
2013	2014*	\$3,955,829	\$921,619	\$4,877,448	\$0	\$0	\$0	0.00%	0.00%	0.00%
2014	2015	\$4,087,150	\$1,222,234	\$5,309,384	\$131,321	\$300,615	\$431,936	3.32%	32.62%	8.86%
2015	2016	\$4,122,344	\$1,222,234	\$5,344,578	\$35,194	\$0	\$35,194	0.86%	0.00%	0.66%
2016	2017	\$4,135,983	\$1,240,403	\$5,376,386	\$13,639	\$18,169	\$31,808	0.33%	1.49%	0.60%
2017	2018	\$4,216,629	\$1,401,207	\$5,617,836	\$80,646	\$160,804	\$241,450	1.95%	12.96%	4.49%
2018	2019	\$4,262,173	\$1,600,516	\$5,862,689	\$45,544	\$199,309	\$244,853 **	1.08%	14.22%	4.36% **

\* For 2014 budget - General Fund Offset of \$408,018 for increased Debt Service for new fire station.

\*\* For 2019 budget - Finance Director had calculation issues with final spreadsheet. Additional \$76,050 to debt service over the 3.0% tax levy target amount of \$168,803. There will be \$76,050 debt service reduction for 2019 tax bills.

APPENDIX A					
CITY OF MERRILL					
2019 BUDGET AND TAX LEVY					
Budget Category - General Fund	2017 Budget	2018 Budget	2019 Budget	Difference	
<b>Expenditures:</b>					
General Government	\$1,752,894	\$1,885,558	\$1,909,694	\$24,136	
Public Safety	\$5,066,899	\$5,213,967	\$5,298,860	\$84,893	
Public Works	\$2,984,475	\$2,951,409	\$2,962,351	\$10,942	
Health and Human Service	\$123,035	\$140,510	\$142,886	\$2,376	
Culture and Recreation	\$1,791,237	\$1,811,717	\$1,845,411	\$33,694	
Conservation and Development	\$61,200	\$34,883	\$35,193	\$310	
Capital Outlay/Projects	\$2,689,200	\$2,237,100	\$3,649,650	\$1,412,550	
Debt Service Payments	\$1,900,743	\$1,848,900	\$2,375,665	\$526,765	
<b>Total Expenditures</b>	<b>\$16,369,683</b>	<b>\$16,124,044</b>	<b>\$18,219,710</b>	<b>\$2,095,666</b>	13.0%
<b>Revenue:</b>					
Property Tax - General Purposes	\$4,041,133	\$4,146,710	\$4,190,036	\$43,326	
Property Tax - SRO	\$53,350	\$55,236	\$57,144	\$1,908	
Property Tax - Community Dev.	\$41,500	\$14,683	\$14,993	\$310	
General Fund Offset	\$0	\$0	\$50,000	\$50,000	
Property Tax - Debt Service	\$1,240,403	\$1,401,207	\$1,600,516	\$199,309	
Other Funding - Debt Service	\$98,099	\$447,693	\$859,237	\$411,544	
Other Funding - Grant, N/L, or TIDs	\$489,758	\$343,805	\$97,455	(\$246,350)	
Other Tax Revenue	\$437,998	\$503,179	\$502,291	(\$888)	
Special Assessments	\$110,000	\$110,000	\$110,000	\$0	
Intergovernmental Revenue	\$6,460,767	\$6,601,968	\$6,639,434	\$37,466	
Licenses and Permits	\$72,021	\$77,746	\$78,271	\$525	
Law and Ordinance Violations	\$115,500	\$118,500	\$117,500	(\$1,000)	
Public Charges for Services	\$518,351	\$540,767	\$514,283	(\$26,484)	
Miscellaneous Revenue	\$115,125	\$104,050	\$121,150	\$17,100	
Prior Year & Non-GO Borrowing	\$722,898	\$145,000	\$333,500	\$188,500	
Federal Grant - Transit	\$0	\$0	\$2,000,000	\$2,000,000	
New Borrowing	\$1,852,780	\$1,513,500	\$983,900	(\$529,600)	
<b>Total Revenue</b>	<b>\$16,369,683</b>	<b>\$16,124,044</b>	<b>\$18,219,710</b>	<b>\$2,095,666</b>	13.0%
			<b>\$0 Difference</b>		
<b>City of Merrill Tax Levy</b>	<b>2017 Budget</b>	<b>2018 Budget</b>	<b>2019 Budget</b>	<b>Difference</b>	
General Purpose	\$4,041,133	\$4,146,710	\$4,190,036	\$43,326	1.04%
SRO - School Resource Officer	\$53,350	\$55,236	\$57,144	\$1,908	3.45%
Community Development	\$41,500	\$14,683	\$14,993	\$310	2.11%
Debt Service	\$1,240,403	\$1,401,207	\$1,600,516	\$199,309	14.22%
<b>Total City of Merrill Tax Levy</b>	<b>\$5,376,386</b>	<b>\$5,617,836</b>	<b>\$5,862,689</b>	<b>\$244,853</b>	<b>4.36%</b>
<b>General Purpose - Detail:</b>					
General (Fund 10)	\$3,850,133	\$3,955,710	\$4,001,036	General (Fund 10)	
Festival (Fund 24)	\$10,000	\$26,000	\$36,000	Festival (Fund 24)	
Capital (Fund 52)	\$181,000	\$165,000	\$153,000	Capital (Fund 52)	
	\$4,041,133	\$4,146,710	\$4,190,036		
<b>Tax Levy - Without Debt Service</b>	<b>\$4,135,983</b>	<b>\$4,216,629</b>	<b>\$4,262,173</b>	<b>\$45,544</b>	<b>1.08%</b>
				<b>Non-Debt Service</b>	
The above categorical amounts are based on the line item budget document as adopted by the Common Council on November 28, 2018 and incorporated by reference.					
Katherine G. Unertl, Finance Director/Treasurer					

**CITY OF MERRILL  
2019 BUDGET AND TAX LEVY**

**Tax Increment Districts (TIDs)**

<b>Expenditures:</b>	<b>2017 Actual</b>	<b>2018 Budget</b>	<b>2019 Budget</b>	<b>Difference</b>
TID No. 3 - East Side	\$2,300,283	\$2,205,500	\$3,494,366	\$1,288,866
TID No. 4 - Thielman/Pine Ridge Area	\$649,964	\$183,902	\$555,135	\$371,233
TID No. 5 - State Hwy 107 Area	\$7,751	\$9,567	\$9,780	\$213
TID No. 6 - Downtown Area	\$63,409	\$166,135	\$100,236	(\$65,899)
TID No. 7 - N. Center Ave. Area	\$275,050	\$47,867	\$38,921	(\$8,946)
TID No. 8 - West Side Area	\$84,870	\$725,279	\$125,952	(\$599,327)
TID No. 9 - WI River/S. Center Ave.	\$570,999	\$206,583	\$61,725	(\$144,858)
TID No. 10 - Highway G/Fox Point	\$18,595	\$20,884	\$21,707	\$823
TID No. 11 - State Hwy 107/Rock Ridge	\$932,832	\$84,789	\$198,834	\$114,045
TID No. 12 - Weinbrenner Area	\$12,066	\$5,155	\$142,025	\$136,870
<b>Total TID Expenditures</b>	<b>\$4,915,809</b>	<b>\$3,655,661</b>	<b>\$4,748,681</b>	<b>\$1,093,020</b>

<b>Revenue:</b>	<b>2017 Actual</b>	<b>2018 Budget</b>	<b>2019 Budget</b>	<b>Difference</b>
TID No. 3 - East Side	\$2,332,576	\$2,063,889	\$3,494,366	\$1,430,477
TID No. 4 - Thielman/Pine Ridge Area	\$810,416	\$231,756	\$668,535	\$436,779
TID No. 5 - State Hwy 107 Area	\$17,433	\$16,774	\$17,348	\$572
TID No. 6 - Downtown Area	\$268,525	\$91,135	\$100,236	\$9,101
TID No. 7 - N. Center Ave. Area	\$372,846	\$47,867	\$38,921	(\$8,946)
TID No. 8 - West Side Area	\$287,040	\$530,355	\$125,952	(\$404,403)
TID No. 9 - WI River/S. Center Ave.	\$448,498	\$212,999	\$4,750	(\$208,249)
TID No. 10 - Highway G/Fox Point	\$49,598	\$0	\$0	\$0
TID No. 11 - State Hwy 107/Rock Ridge	\$1,031,134	\$12,611	\$211,568	\$198,957
TID No. 12 - Weinbrenner Area	\$0	\$0	\$156,775	\$156,775
<b>Total TID Revenues</b>	<b>\$5,618,066</b>	<b>\$3,207,386</b>	<b>\$4,818,449</b>	<b>\$1,611,063</b>

Notes: Tax increment transfers from TID No. 3 to TIDs No. 6, 7, 8, and 9 are planned for 2019.

**Landfill Remediation Fund - Operations**

	<b>2017 Actual</b>	<b>2018 Budget</b>	<b>2019 Budget</b>	<b>Difference</b>
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>	\$26,070	\$27,500	\$28,500	\$1,000
<b>Net (Revenue) or Cost</b>	26,070	\$27,500	\$28,500	\$1,000

Note: Landfill Fund balance as of 12/31/2017 was \$409,752. City General Fund (Pension) loan of \$269,450 will have principal payments made beginning in 2021.

**Water and Sewer Utility Funds**

There are separate summaries for the Water Fund and the Sewer Fund. These are Enterprise Funds entirely funded by utility customers.

**City of Merrill - Water Utility Budget Summary**

**Enterprise Fund**

There have been Simplified Water Rate increases as of 7/1st in 2015 and 2016 and as of 8/1st in 2017 authorized by the Wisconsin Public Service Commission (PSC). Pending potential 2018 rate adjustment.

Finance Director has included Depreciation Adjustment to better reflect Water Utility cash flow.

	2016 Actual	2017 Actual	2018 Budget	2019 Budget	Difference
<b>Revenues</b>					
New Borrowing - Pending Actual 2018 & 2019	\$0	\$0	\$0	\$0	\$0
Utility Revenue - Cellular Towers/Jobbing	\$93,823	\$117,936	\$100,106	\$105,301	\$5,195
Utility Revenue - Specials/Amortized	\$0	(\$1,438)	(\$1,438)	(\$1,438)	\$0
Public Charges - Services	\$1,412,106	\$1,442,456	\$1,444,160	\$1,453,410	\$9,250
Miscellaneous Revenues	\$18,799	\$33,326	\$19,800	\$20,775	\$975
Miscellaneous Revenues - Interest	\$1,123	\$2,365	\$2,500	\$4,000	\$1,500
Other Financing Sources - Including TIDs	\$163,111	\$28,931	\$0	\$0	\$0
<b>Total Revenues</b>	<b>\$1,688,962</b>	<b>\$1,623,576</b>	<b>\$1,565,128</b>	<b>\$1,582,048</b>	<b>\$16,920</b>
<b>Expenditures</b>					
Capital Projects** & Work Orders - Utility	\$577,500	\$154,756	\$440,000	\$285,000	(\$155,000)
Pumping	\$77,430	\$73,210	\$78,250	\$79,750	\$1,500
Water Treatment	\$98,726	\$54,650	\$72,000	\$62,000	(\$10,000)
Transportation & Distribution (Including Water Towers)	\$239,369	\$260,075	\$253,250	\$257,250	\$4,000
Customer Accounts (Collection)	\$86,710	\$79,789	\$69,500	\$84,000	\$14,500
Administration, General, & Depreciation	\$637,142	\$757,773	\$688,131	\$741,706	\$53,575
<b>Depreciation Adjustment</b>	<b>(\$387,006)</b>	<b>(\$412,817)</b>	<b>(\$390,500)</b>	<b>(\$413,000)</b>	<b>(\$22,500)</b>
Contract Work	\$2,070	\$7,774	\$3,500	\$3,500	\$0
Taxes (Including PILOT to City)	\$376,007	\$385,640	\$381,500	\$391,500	\$10,000
Debt Service - Interest	\$30,489	\$28,465	\$27,109	\$25,019	(\$2,090)
<b>Total Expenditures</b>	<b>\$1,718,437</b>	<b>\$1,389,315</b>	<b>\$1,822,740</b>	<b>\$1,516,725</b>	<b>(\$106,015)</b>
<b>Net Revenues minus Expenditures</b>	<b>(\$29,475)</b>	<b>\$234,261</b>	<b>(\$57,612)</b>	<b>\$65,323</b>	<b>\$122,935</b>
	2016	2017	2018	2019	Difference
<b>Debt Service - Principal (Balance Sheet)</b>	<b>\$102,487</b>	<b>\$104,483</b>	<b>\$106,517</b>	<b>\$108,592</b>	<b>\$2,075</b>
Debt service for Water Treatment Improvements - Safe Drinking Water Loan Program (SDWLP) beginning in 2013.					
**Capital projects are reclassified as Assets during the year-end audit process. Shown in this analysis for informational purposes.					

**City of Merrill - Sewer Utility Budget Summary**

**Enterprise Fund**

Annual 2.5% rate increases for 2018 through 2021 were approved by Merrill Common Council on 12/12/2017 (Ordinance 2017-32). Finance Director has included Depreciation Adjustment to better reflect Sewer Utility cash flow.

There is designated a Sewer Replacement Fund which will be used for some capital equipment and facility improvements.

	2016 Actual	2017 Actual	2018 Budget	2019 Budget	Difference
<b>Revenues</b>					
<b>New Borrowing - Pending Actual 2018 &amp; 2019</b>	\$0	\$0	\$0	\$0	\$0
<b>Sewage Replacement Fund</b>	\$227,314	\$282,433	\$420,000	\$95,000	(\$325,000)
Utility Revenue - Contracts/Interest	\$7,384	\$12,035	\$4,750	\$10,000	\$5,250
Utility Revenue - Sale of Equipment	\$0	\$0	\$150,000	\$0	(\$150,000)
Utility Revenue - Interest	\$9,016	\$11,457	\$9,000	\$9,000	\$0
Utility Revenue - BAB Federal	\$594	\$479	\$430	\$275	(\$155)
Other Financing Sources (Including TIDs)	\$208,456	\$0	\$20,000	\$0	(\$20,000)
Public Charges - Services	\$1,474,154	\$1,465,098	\$1,490,000	\$1,484,000	(\$6,000)
Other Charges - Services	\$100,942	\$115,813	\$90,000	\$110,000	\$20,000
<b>Total Revenues</b>	<b>\$2,025,860</b>	<b>\$1,887,315</b>	<b>\$2,184,180</b>	<b>\$1,708,275</b>	<b>(\$475,905)</b>
<b>Expenditures</b>					
<b>Capital Projects** &amp; Work Orders - Utility</b>	\$559,606	\$333,134	\$1,270,000	\$390,500	(\$879,500)
Contract Work	\$0	\$442	\$500	\$500	\$0
Taxes - Social Security/Medicare	\$32,031	\$32,143	\$32,500	\$33,500	\$1,000
Operations	\$275,637	\$277,000	\$283,000	\$276,250	(\$6,750)
Maintenance	\$253,599	\$246,891	\$270,072	\$273,072	\$3,000
Customer Accounts (Collection)	\$77,307	\$98,431	\$93,500	\$100,500	\$7,000
Administration, General, & Depreciation	\$386,960	\$448,675	\$440,400	\$451,150	\$10,750
Taxes & Depreciation on Plant	\$272,717	\$298,828	\$278,500	\$278,500	\$0
<b>Depreciation Adjustment</b>	<b>(\$352,024)</b>	<b>(\$378,135)</b>	<b>(\$358,000)</b>	<b>(\$358,000)</b>	<b>\$0</b>
Tax Equivalent - Meters	\$6,316	\$9,716	\$6,500	\$7,500	\$1,000
Transfers (Amortization/Debt Service Interest)	\$5,456	\$3,600	\$3,000	\$2,750	(\$250)
<b>Total Expenditures</b>	<b>\$1,517,605</b>	<b>\$1,370,725</b>	<b>\$2,319,972</b>	<b>\$1,456,222</b>	<b>(\$863,750)</b>
<b>Net Revenues minus Expenditures</b>	<b>\$508,255</b>	<b>\$516,589</b>	<b>(\$135,792)</b>	<b>\$252,053</b>	<b>\$387,845</b>
<b>Debt Service - Principal (Balance Sheet)</b>	<b>2016 \$31,505</b>	<b>2017 \$35,496</b>	<b>2018 \$36,043</b>	<b>2019 \$38,000</b>	<b>Difference \$1,957</b>

\*\*Capital projects are reclassified as Assets during the year-end audit process. Shown in this analysis for informational purposes.

**CITY OF MERRILL 2019 BUDGET**

**OPERATING BUDGET HIGHLIGHTS**

Based upon 11/28/2018 final revisions

**Net Cost (Expenditures minus Revenues)**

	2018	2018	2018	2019	2019	Difference	
	Budget	Projected	Difference	Request	Council	18 to '19	Comment
<b>Non-Departmental Revenue</b>							
Taxes	4,395,210	4,400,019	4,809	4,525,436	4,525,436	130,226	
Intergovernmental	4,153,782	4,130,112	(23,670)	4,182,184	4,182,184	28,402	
Licenses & Permits	41,246	36,041	(5,205)	39,021	39,021	(2,225)	
Fines, Forfeits, & Penalties	118,500	114,500	(4,000)	117,500	117,500	(1,000)	Muni Court transition to State Debt Collection
Public Services - Charges	7,375	7,715	340	7,625	7,625	250	
Miscellaneous Revenues	96,350	109,924	13,574	109,150	109,150	12,800	
<b>Revenues</b>	<b>8,812,463</b>	<b>8,798,311</b>	<b>(14,152)</b>	<b>8,980,916</b>	<b>8,980,916</b>	<b>168,453</b>	
<b>Departmental Net Cost (Expenditures minus Revenues)</b>							
Common Council	52,000	50,000	(2,000)	50,275	50,275	(1,725)	
Municipal Court	88,640	87,971	(669)	89,544	89,544	904	
City Attorney	202,413	203,113	700	210,601	210,601	8,188	
Mayor	15,355	15,355	0	14,605	14,605	(750)	
City Administrator	92,777	90,777	(2,000)	93,932	93,932	1,155	
Personnel - HR	5,750	5,000	(750)	4,850	4,850	(900)	
City Clerk	86,170	85,132	(1,038)	87,036	87,036	866	
Clerk/Treasurer Staff	175,148	172,770	(2,378)	170,983	170,983	(4,165)	
Elections (Averaged)	38,500	52,000	13,500	39,775	39,775	1,275	Averaged - four (4) year cycle
Treasurer/Finance Director	108,820	111,945	3,125	110,191	110,191	1,371	
Information Technology	205,250	213,510	8,260	204,250	204,250	(1,000)	
Assessment of Property	28,300	28,125	(175)	28,525	28,525	225	
Independent Auditing	16,850	16,054	(796)	16,750	16,750	(100)	
Over-Collected Taxes	1,150	2,776	1,626	1,150	1,150	0	
Insurance/Employee	321,725	321,725	0	321,000	321,000	(725)	Flexible Spending Plan eliminated 12/31/2018
City Sealer	4,800	4,800	0	4,800	4,800	0	
City Maintenance	219,088	206,596	(12,492)	221,710	221,710	2,622	
Building Inspector/Zoning	103,336	98,661	(4,675)	106,161	106,161	2,825	
Community Development	14,683	14,683	0	14,993	14,993	310	
Economic Development	20,200	20,200	0	20,200	20,200	0	Plus TID contributions for LCEDC
Police	2,385,590	2,404,761	19,171	2,457,038	2,457,038	71,448	Wages & benefits and increased fuel expenses
Police SRO (Tax Levy)	55,236	55,236	0	57,144	57,144	1,908	
Traffic Control	26,025	26,655	630	30,845	30,845	4,820	
Hydrant Rental	125,160	125,160	0	125,160	125,160	0	
Fire Protection	1,317,265	1,285,956	(31,309)	1,312,628	1,312,628	(4,637)	Health Insurance savings in 2018
Ambulance	0	0	0	0	0	0	Lincoln County reimbursement

Revised: 11/29/2018

**CITY OF MERRILL 2019 BUDGET**

Based upon 11/28/2018 final revisions

**OPERATING BUDGET HIGHLIGHTS**

**Net Cost (Expenditures minus Revenues)**

	2018	2018	2018	2019	2019	Difference	
	<u>Budget</u>	<u>Projected</u>	<u>Difference</u>	<u>Request</u>	<u>Council</u>	<u>18 to '19</u>	<u>Comment</u>
			<b>NET - 1</b>				
Street Commissioner	2,225	3,094	869	3,750	3,750	1,525	
Public Works/City Engineer	45,248	45,159	(89)	45,337	45,337	89	
Storm Water Plan/Const.	6,500	5,500	(1,000)	6,500	6,500	0	
Street Superintendent	84,434	86,558	2,124	87,100	87,100	2,666	
Garage Maintenance	53,570	55,758	2,188	47,320	47,320	(6,250)	
Operations Support (M&E)	229,000	257,823	28,823	257,550	257,550	28,550	Increased fuel expenses in 2018/2019
Roads	248,466	224,429	(24,037)	252,377	252,377	3,911	
Street Cleaning	47,850	46,300	(1,550)	42,122	42,122	(5,728)	
Snow & Ice	230,375	254,875	24,500	254,408	254,408	24,033	
<b>Sealcoat</b>							<b>Borrowing</b>
Storm Water Maintenance	48,835	66,698	17,863	57,033	57,033	8,198	
Street Painting	42,450	56,475	14,025	40,574	40,574	(1,876)	
Street Leave Expenses	71,300	70,697	(603)	72,506	72,506	1,206	
Garbage Collection	243,078	241,303	(1,775)	238,808	238,808	(4,270)	
Recycling	160,650	155,963	(4,687)	167,039	167,039	6,389	Increased fuel expenses in 2018/2019
Weed and Nuisance Control	12,775	7,251	(5,524)	11,330	11,330	(1,445)	
Decorations & Banners	7,075	6,575	(500)	5,575	5,575	(1,500)	
							<b>Net Streets total increase of \$53,684</b>
Street Lighting	167,500	164,863	(2,637)	167,500	167,500	0	LEDs & Meters/Time of Use
Airport	123,000	129,425	6,425	123,000	123,000	0	See Fund 27 - Aviation Fuel also
Transit	61,900	50,830	(11,070)	61,773	61,773	(127)	
Health Officer	3,760	3,760	0	3,760	3,760	0	
Enrichment Center	121,750	122,750	1,000	126,626	126,626	4,876	
Library	511,807	511,807	0	510,954	510,954	(853)	
			<b>NET - 2</b>				

**CITY OF MERRILL 2019 BUDGET**

**OPERATING BUDGET HIGHLIGHTS**

Based upon 11/28/2018 final revisions

**Net Cost (Expenditures minus Revenues)**

	2018	2018	2018	2019	2019	Difference	
	<u>Budget</u>	<u>Projected</u>	<u>Difference</u>	<u>Request</u>	<u>Council</u>	<u>18 to '19</u>	<u>Comment</u>
Parks	294,471	294,222	(249)	299,040	299,040	4,569	New facilities - Normal Park and Stange Park
River Bend Trail (Operations)	1,450	2,846	1,396	3,550	3,550	2,100	New Agra Pavillion & expended trail lighting
Athletic Park Lights	2,000	2,000	0	2,000	2,000	0	
Ott's Field Lights	1,500	1,500	0	1,500	1,500	0	
Recreation Programs	158,572	172,618	14,046	171,737	171,737	13,165	
MARC - Smith Center	56,500	51,025	(5,475)	52,350	52,350	(4,150)	
Aquatic Center	45,000	45,000	+ Non-Lapsing	60,000	60,000	15,000	Based upon 2017 and 2018 actual net
							<b>Net Parks &amp; Rec total increase of \$30,684</b>
Marketing - PR	23,500	24,626	1,126	21,500	21,500	(2,000)	
Outside Agencies	44,500	44,500	0	46,500	46,500	2,000	
CATV - MP3	(5,750)	(5,900)	(150)	(6,000)	(6,000)	(250)	Expenses in Non-Lapsing Fund
<b>Total Expenditures</b>	<b>8,855,522</b>	<b>8,999,291</b>	<b>43,769</b>	<b>9,029,265</b>	<b>9,029,265</b>	<b>173,743</b>	
			<b>NET - 3</b>				