

***Summary of the  
Proposed 2010 Budget***

***as of October 20, 2009***

## Executive Summary for Proposed 2010 Budget

Presented to the Polk County Board of Supervisors on October 20, 2009 is the Proposed 2010 Budget.

The Finance and Personnel Committees have spent many hours planning this 2010 budget. The Committees have made our residents in the community their first priority with continued services.

This County-wide budget serves the greatest number of clients, customers, and constituents in the most cost effective efficient manner. Community and Local Services will continue to be funded by this budget.

Polk County's valued personnel has also been a priority in drafting this 2010 budget. Retaining trained staff is very important to the efficient operation of the County.

### Revenues Sources

In planning a budget, the revenue expectations are the most difficult to formulate. We predict that revenues will be similar to 2009 and hope that these expectations will be met in 2010. However, many Department Heads have been forced to lower revenues for specific services from 2009 to 2010 in fear that higher expectations may not be met by the down turn of the local economy.

The Polk County Sales tax revenue of 1/2 percent is used towards lowering operating costs supported by the levy in 2010. In 2009, we expected 2,000,000 in total sales tax revenue. Optimistically, we are planning on meeting this expectation in 2009. In 2010, we have an expectation of meeting a budgeted value of \$2,100,000. Watching this revenue closely gives us a very good indicator of the economic times and spending trends of our local residents.

Interest rates, however, are expected to be lower than we have seen in the past. The bank contract has come in at a significantly lower interest rate going from 3% to .8% starting in November, 2009. We have lowered our interest revenue expectations by over 50% foreseeing no improvement in raising the interest rates in 2010.

### Expenditures

Operating costs from 2009 to 2010 have been budgeted only slightly higher. With this 2010 budget, Polk County will be able to fund our operating costs without selling or closing any buildings or function of our business.

Gas prices have remained fairly constant with no drastic increase in the future. Heating and cooling costs for next year remain fairly constant also.

Throughout this 2010 budget discussion, there has been ideas offered by the staff to save costs for next year. Suggestions like a 4 day workweek and furloughs have been given to Employee Relations from staff along with many more ideas. These suggestions show that our employees want to help in maintaining the high level of service offered by Polk County's Departments. In the future, these suggestions will be revisited to see if implementing any of these cost saving measures can be done.

The Health Insurance Premiums charged to the Departments for 2010 has decreased by \$250,000 in an effort to lower operating costs.

Financing Sources

In the 2010 budget, \$134,719 will be spent out of the 2009 ending fund balance. Polk County contributes 90% of the employee's share.

CIP

Capital Improvement Projects totaling \$3,753,390 for 2010 are funded by the following:

|                            |           |                             |
|----------------------------|-----------|-----------------------------|
| Fund Balance               | \$676,250 |                             |
| Equipment Replacement Fund | 109,375   |                             |
| Levy                       | 1,782,050 |                             |
| Fees                       | 33,000    |                             |
| State Transportation Aids  | 140,175   |                             |
| Grants                     | 26,540    |                             |
| GO Borrowed Funds          | 986,200   | Total Revenues: \$3,753,590 |

Points of Interest

Departments have been conservative in their requests for additional funding from the levy. Many Departments search for new funding sources, such as grants, to continue the services they provide to the public above the levy funding. We will continue to support Departments in their efforts to seek new ways to improve existing programs and provide new services to the community.

We have requested our Auditors from the firm of LarsonAllen to do the calculations on the 2010 Levy Limits. This request is being made to complete the County Levy Limit Worksheet.

LarsonAllen have also provided us with the 2010 Debt Service Requirements.

*Many hours have been spent putting these few pages together for the Presentation of the 2010 Polk County Budget. Many hard decisions are involved in getting to this point. Thanks to dedicated Committees and Employees for their efforts in making the 2010 budget a reality.*

| 15-Oct-09             | 2010<br>Budgeted<br>Levy | 2010<br>Other<br>Income | 2010<br>Total<br>Revenue | 2010<br>Budgeted<br>Expenditures | Fund Bal<br>Change  | Committee<br>Recommendations | Other Funds        |
|-----------------------|--------------------------|-------------------------|--------------------------|----------------------------------|---------------------|------------------------------|--------------------|
| 17 Aging              | 154,125                  | 659,375                 | 813,500                  | 813,500                          | -                   |                              |                    |
| 2 Clerk of Court      | 467,500                  | 550,500                 | 1,018,000                | 1,018,000                        | -                   |                              |                    |
| 27 Corp Counsel       | 226,650                  | 475,650                 | 702,300                  | 702,300                          | -                   |                              |                    |
| 6 County Clerk        | 214,025                  | 71,425                  | 285,450                  | 285,450                          | -                   |                              |                    |
| 28 County Forester    | -                        | 167,450                 | 167,450                  | 62,125                           | 105,325             |                              |                    |
| 9 County Treasurer    | 172,150                  | 94,050                  | 266,200                  | 266,200                          | -                   |                              |                    |
| 30 Dept of Admin      | 512,475                  | -                       | 512,475                  | 512,475                          | -                   |                              |                    |
| 5 District Attorney   | 394,775                  | 77,700                  | 472,475                  | 472,475                          | -                   |                              |                    |
| 34 Employee Relations | 263,125                  | 252,500                 | 515,625                  | 265,625                          | 250,000             |                              |                    |
| 21 Extension          | 254,925                  | -                       | 254,925                  | 254,925                          | -                   |                              |                    |
| 3 Family Court        | 26,850                   | -                       | 26,850                   | 26,850                           | -                   |                              |                    |
| 1 General (101)       | -                        | 3,787,025               | 3,787,025                | 661,025                          | 3,126,000           |                              |                    |
| 1 General (301)       | 3,681,957                | 380,000                 | \$ 4,061,957             | \$ 4,061,957                     | -                   |                              |                    |
| 29 Highway            | 3,036,900                | 4,718,175               | 7,755,075                | 7,755,075                        | -                   |                              |                    |
| 16 Human Services     | 3,889,600                | 4,547,075               | 8,436,675                | 8,722,175                        | -                   | (285,500)                    |                    |
| 36 ADRC               | -                        | 656,950                 | 656,950                  | 656,950                          | -                   |                              |                    |
| 32 IT                 | 520,300                  | 109,425                 | 629,725                  | 629,725                          | -                   |                              |                    |
| 24 Land Information   | 230,000                  | 433,775                 | 663,775                  | 663,775                          | -                   |                              | -                  |
| 22 Land & Water       | 337,425                  | 187,800                 | 525,225                  | 525,225                          | -                   | -                            |                    |
| 11 Law Enforcement    | 6,738,825                | 427,100                 | 7,165,925                | 7,165,925                        | -                   | -                            |                    |
| 12 Emerg Gov          | 36,825                   | 52,900                  | 89,725                   | 89,725                           | -                   |                              |                    |
| 19 Library            | 649,750                  | 50,000                  | 699,750                  | 699,750                          | -                   |                              |                    |
| 4 Medical Examiner    | 92,225                   | 20,000                  | 112,225                  | 112,225                          | -                   |                              |                    |
| 7 Parks & Buildings   | 1,554,225                | 585,925                 | 2,140,150                | 2,140,150                        | -                   | -                            |                    |
| 26 Fair               | 23,100                   | -                       | 23,100                   | 23,100                           | -                   |                              |                    |
| 20 Historic           | 17,800                   | -                       | 17,800                   | 17,800                           | -                   |                              |                    |
| 14 Public Health      | 1,072,300                | 2,410,425               | 3,482,725                | 3,482,725                        | -                   | -                            |                    |
| 13 Regional Planner   | 129,100                  | -                       | 129,100                  | 129,100                          | -                   |                              |                    |
| 8 Reg of Deeds        | -                        | 300,000                 | 300,000                  | 265,600                          | 34,400              |                              |                    |
| 18 Veterans           | 135,600                  | 11,500                  | 147,100                  | 147,100                          | -                   |                              |                    |
| 15 Golden Age         | -                        | 7,754,175               | 7,754,175                | 7,737,825                        | -                   |                              | 16,350             |
| 23 Lime               | -                        | 420,900                 | 420,900                  | 494,025                          | -                   |                              | (73,125)           |
| <b>Total</b>          | <b>\$ 24,832,532</b>     | <b>\$ 29,201,800</b>    | <b>\$ 54,034,332</b>     | <b>\$ 50,860,882</b>             | <b>\$ 3,515,725</b> | <b>\$ (285,500)</b>          | <b>\$ (56,775)</b> |

Levy Cap \$ 20,666,063

Library \$ 496,825

Hwy Aide \$ 19,200

Total Available \$ 21,182,088

Remaining Need \$ (3,650,444)

\$ 3,515,725

\$ (134,719) Need after levy reduction

3,515,725 levy reduction by operating revenues

## 2010 vs 2009 Levy Allocation

| 19-Oct-09             | 2010<br>Budgeted<br>Levy | 2090<br>Budgeted<br>Levy | Increase<br>(Decreased)<br>In 2010 | Revenues<br>Expected<br>2009 vs 2010 |
|-----------------------|--------------------------|--------------------------|------------------------------------|--------------------------------------|
| <u>Department</u>     |                          |                          |                                    |                                      |
| 17 Aging              | 154,125                  | 117,450                  | 36,675                             |                                      |
| 2 Clerk of Court      | 467,500                  | 239,375                  | 228,125                            |                                      |
| 27 Corp Counsel       | 226,650                  | 154,450                  | 72,200                             |                                      |
| 6 County Clerk        | 214,025                  | 173,175                  | 40,850                             |                                      |
| 28 County Forester    | (105,325)                | (80,725)                 |                                    | <b>24,600</b>                        |
| 9 County Treasurer    | 172,150                  | 185,875                  | (13,725)                           |                                      |
| 30 Dept of Admin      | 512,475                  | 506,125                  | 6,350                              |                                      |
| 5 District Attorney   | 394,775                  | 360,825                  | 33,950                             |                                      |
| 34 Employee Relations | 263,125                  | 257,650                  | 5,475                              |                                      |
| 21 Extension          | 254,925                  | 253,450                  | 1,475                              |                                      |
| 3 Family Court        | 26,850                   | 26,850                   | -                                  |                                      |
| 1 General (101)       | (3,126,000)              | (3,132,946)              |                                    | <b>(6,946)</b>                       |
| 1 General (301)       | 3,681,957                | 3,342,225                | 339,732                            |                                      |
| 29 Highway            | 3,036,900                | 3,117,731                | (80,831)                           |                                      |
| 16 Human Services     | 3,889,600                | 3,638,200                | 251,400                            |                                      |
| 36 ADRC               |                          |                          |                                    |                                      |
| 32 IT                 | 520,300                  | 516,800                  | 3,500                              |                                      |
| 24 Land Information   | 230,000                  | 227,750                  | 2,250                              |                                      |
| 22 Land & Water       | 337,425                  | 285,725                  | 51,700                             |                                      |
| 11 Law Enforcement    | 6,738,825                | 6,238,175                | 500,650                            |                                      |
| 12 Emerg Gov          | 36,825                   | 35,800                   | 1,025                              |                                      |
| 19 Library            | 649,750                  | 643,400                  | 6,350                              |                                      |
| 4 Medical Examiner    | 92,225                   | 79,350                   | 12,875                             |                                      |
| 7 Parks & Buildings   | 1,554,225                | 1,577,150                | (22,925)                           |                                      |
| 26 Fair               | 23,100                   | 38,100                   | (15,000)                           |                                      |
| 20 Historic           | 17,800                   | 18,000                   | (200)                              |                                      |
| 14 Public Health      | 1,072,300                | 1,090,575                | (18,275)                           |                                      |
| 13 Regional Planner   | 129,100                  | 148,800                  | (19,700)                           |                                      |
| 8 Reg of Deeds        | (34,400)                 | (40,125)                 |                                    | <b>(5,725)</b>                       |
| 18 Veterans           | 135,600                  | 129,875                  | 5,725                              |                                      |

Increase in Revenues lowering

Health Insurance (250,000)  
Fund Balance (134,719)

| 23           | Difference           |                      |                     |                     | Revenues         | Expenses            |
|--------------|----------------------|----------------------|---------------------|---------------------|------------------|---------------------|
| <b>Total</b> | <b>\$ 21,182,088</b> | <b>\$ 20,149,085</b> | <b>\$ 1,033,003</b> | <b>\$ 1,429,651</b> | <b>\$ 11,929</b> | <b>\$ 1,417,722</b> |