

Projected Budget Report

Local Unit Name: City of Ishpeming
Local Unit Code: 52-2010
Current Fiscal Year End Date: 12/31/2018
Fund Name: General Fund

REVENUES	Current Year Budget	Percentage Change	Year 2 Budget	Assumptions
Property Taxes	\$ 1,593,741	1.6 %	\$ 1,619,610	Specific Ore Tax reduced by Empire Mine closure
Other Taxes	\$ 15,335	(17.3) %	\$ 12,689	
State Revenue Sharing	\$ 868,400	- %	\$ 868,400	
Income Tax	\$ -	- %	\$ -	
Fines & Fees	\$ 132,712	0.4 %	\$ 133,200	
Licenses & Permits	\$ 172,550	1.4 %	\$ 175,050	\$34,748 in insurance recoveries in 2018 not included in 2019
Interest Income	\$ 3,800	- %	\$ 3,800	
Grant Revenues	\$ -	- %	\$ -	
Other Revenues	\$ 49,200	(79.7) %	\$ 10,000	
Interfund Transfers (In)	\$ 6,435	0.2 %	\$ 6,450	
Total Revenues	\$ 2,842,173		\$ 2,829,199	
EXPENDITURES				
General Government	\$ 1,356,003	(0.7) %	\$ 1,345,928	Hired a part-time code enforcement officer mid-2018.
Police and Fire	\$ 822,791	1.8 %	\$ 837,500	
Other Public Safety	\$ 33,265	28.7 %	\$ 42,826	
Roads	\$ -	- %	\$ -	
Other Public Works	\$ 407,320	(4.6) %	\$ 388,410	
Health and Welfare	\$ -	- %	\$ -	Established a new Motor Pool Fund in 2018. In 2019 the Motor Pool Fund will capture all residual equipment maintenance from the General Fund.
Community & Economic Development	\$ 34,805	(7.8) %	\$ 32,075	
Recreation & Culture	\$ 364,651	(5.3) %	\$ 345,260	
Capital Outlay	\$ -	- %	\$ -	
Debt Service	\$ -	- %	\$ -	
Other Expenditures	\$ -	- %	\$ -	2018 was final year on contract to revise zoning ordinance
Interfund Transfers (Out)	\$ 8,250	9.1 %	\$ 9,000	
Total Expenditures	\$ 3,027,085		\$ 3,000,999	2019 - reduction in park maintenance and library for cost savings
Net Revenues (Expenditures)	\$ (184,912)		\$ (171,800)	2019 - estimated transfer to cover library operating system
Beginning Fund Balance	\$ 885,662		\$ 700,750	
Ending Fund Balance	\$ 700,750		\$ 528,950	

Commentary: The City of Ishpeming set up a new motor pool/equipment fund for 2018 that has captured equipment rental income and equipment maintenance costs previously accounted for in the General Fund. The City of Ishpeming is facing rising pension and healthcare costs, and management has recommended the formation of a sustainability committee to look at ways to generate revenues and/or reduce expenses in order to close the budget shortfall presented above.