

## Projected Budget Report

**Local Unit Name:** City of Ishpeming  
**Local Unit Code:** 52-2010  
**Current Fiscal Year End Date:** 12/31/2019  
**Fund Name:** General Fund

REVENUES	Current Year Budget	Percentage Change	Year 2 Budget	Assumptions
Property Taxes	\$ 1,574,331	1.5 %	\$ 1,598,084	
Other Taxes	\$ 14,026	(0.2) %	\$ 14,000	
State Revenue Sharing	\$ 869,128	1.6 %	\$ 883,450	
Income Tax	\$ -	- %	\$ -	
Fines & Fees	\$ 144,479	1.7 %	\$ 146,980	
Licenses & Permits	\$ 172,598	1.3 %	\$ 174,900	
Interest Income	\$ 3,800	- %	\$ 3,800	
Grant Revenues	\$ 25,000	- %	\$ -	
Other Revenues	\$ 34,103	(50.2) %	\$ 17,000	Includes insurance recoveries which vary annually
Interfund Transfers (In)	\$ 6,450	89.1 %	\$ 12,200	Anticipate increased transfer from cemetery perpetual care in 2020
<b>Total Revenues</b>	<b>\$ 2,843,915</b>		<b>\$ 2,850,414</b>	
<b>EXPENDITURES</b>				
General Government	\$ 1,466,721	(5.9) %	\$ 1,379,713	For 2020, City Clerk was combined with Assistant to the City Manager and Part-time Code Enforcement and Part-time Office Positions eliminated
Police and Fire	\$ 799,330	6.8 %	\$ 853,946	Police Department was down four officers at various points during 2019. 2020 budget assumes full police force.
Other Public Safety	\$ 23,152	27.7 %	\$ 29,568	Increase hours for Rental Inspector and anticipated vehicle maintenance
Roads	\$ -	- %	\$ -	
Other Public Works	\$ 345,133	(6.5) %	\$ 322,700	Converted streetlights to LEDs in 2019 and anticipate 13% energy savings in 2020
Health and Welfare	\$ -	- %	\$ -	
Community & Economic Development	\$ 34,132	5.3 %	\$ 35,925	Anticipate increase zoning activity with revision of the master plan
Recreation & Culture	\$ 359,433	0.9 %	\$ 362,647	
Capital Outlay	\$ -	- %	\$ -	
Debt Service	\$ -	- %	\$ -	
Other Expenditures	\$ -	- %	\$ -	
Interfund Transfers (Out)	\$ 7,099	26.8 %	\$ 9,000	2020 - estimated transfer to cover library operating system
<b>Total Expenditures</b>	<b>\$ 3,035,000</b>		<b>\$ 2,993,499</b>	
<b>Net Revenues (Expenditures)</b>	<b>\$ (191,085)</b>		<b>\$ (143,085)</b>	
<b>Beginning Fund Balance</b>	<b>\$ 893,834</b>		<b>\$ 702,749</b>	
<b>Ending Fund Balance</b>	<b>\$ 702,749</b>		<b>\$ 559,664</b>	

Commentary: The City of Ishpeming is facing rising pension and healthcare costs. Management is working with the city council and unions to look at ways to generate revenues and/or reduce expenses in order to close the budget shortfall presented above.