

FY12 BUDGET HEARING



May 17, 2011

HIGHLIGHTS

Reductions to date since FY2008

| | <u>Total</u> | <u>% Cut</u> |
|-----------------------|--------------------|--------------|
| Public Safety | 33,697,000 | 9.8% |
| General Government | 37,164,000 | 43.6% |
| Cultural & Recreation | 14,106,000 | 24.6% |
| Judicial | 8,824,000 | 27.2% |
| Public works | 15,816,000 | 49.2% |
| Economic Assistance | <u>5,609,000</u> | 41.8% |
| | <u>115,216,000</u> | 20.0% |

BUDGET STABILIZATION PROGRESS

- × Deficit Reduction
 - × 80% reduction from peak (5 years)
 - × FY09 & FY10 8% reduction
 - × FY11 Budget 9% reduction
 - × FY11 Savings 3% additional reduction
 - × 270 Layoffs and 615 positions eliminated
 - × Vacancy Management
 - × FY11 closing in the black
 - × Currently 1% General Fund Deficit

ASSUMPTIONS

✘ Labor

- ✘ No COLA
- ✘ No resets of FY11 concessions
- ✘ Base adjustment for employee share of PERS
- ✘ \$3M reduction in Exec/Appt positions
- ✘ \$6M in IAFF concessions to avoid service impacts
- ✘ Restoration of \$6.9M to Employee Benefits ISF
- ✘ \$300K support for Economic Development
- ✘ Addresses compression, market, comp/class and reorg

✘ Non-Labor

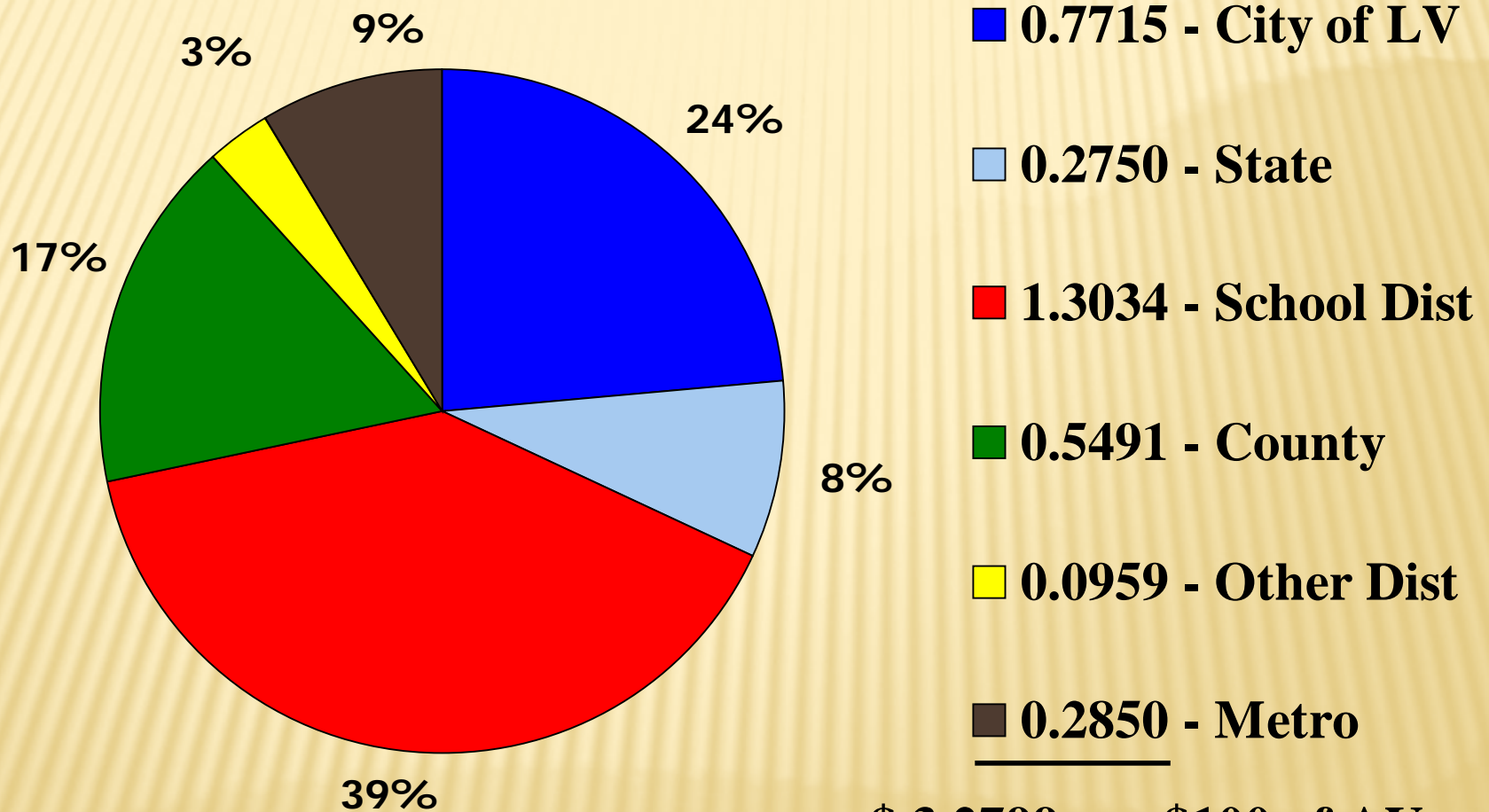
- ✘ Flat from FY11 Budget

GENERAL FUND

\$ IN MILLIONS

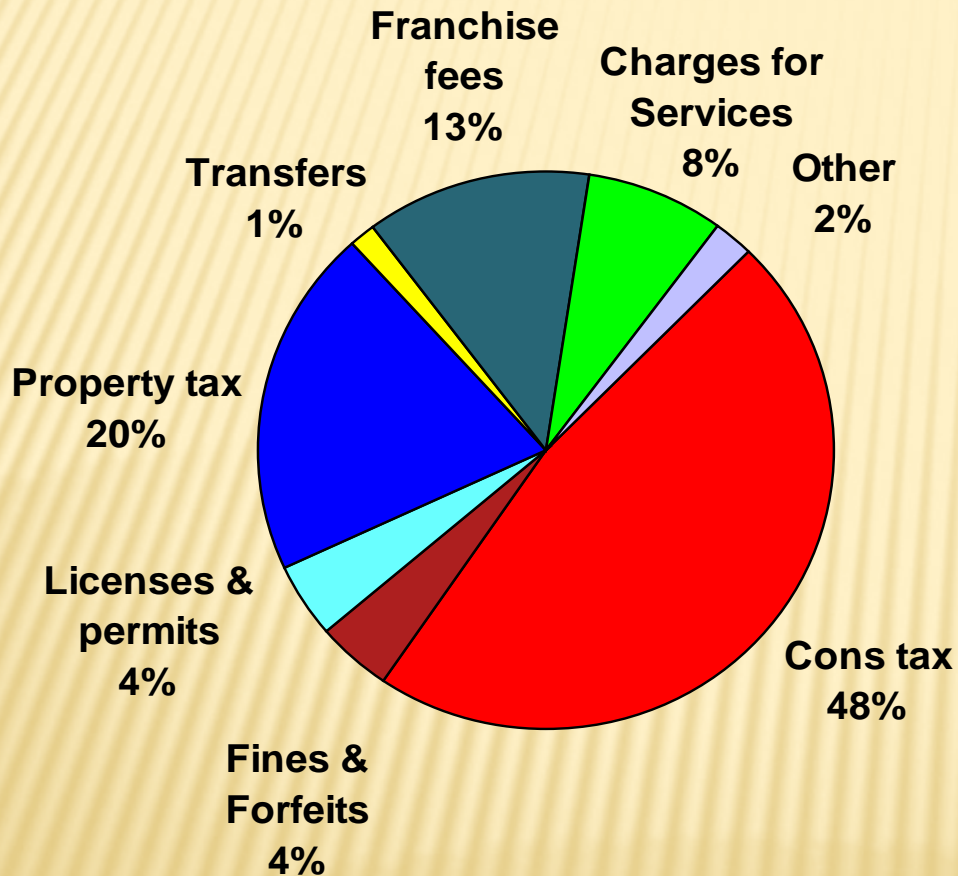
| | <u>FY11</u> | <u>FY12</u> |
|-------------------------------|--------------|--------------|
| C-Tax | 206.5 | 211.7 |
| Prop Tax | 101.8 | 91.5 |
| Lic & Fran | 82.3 | 82.1 |
| Other | 57.2 | 59.7 |
| Transfers In From Other Funds | 14.5 | 6.1 |
| <i>Revenues</i> | <u>462.3</u> | <u>451.1</u> |
| Wages | 164.9 | 164.5 |
| Benefits | 76.8 | 76.6 |
| Wages & Benefits | 241.7 | 241.1 |
| Non- Labor | 74.3 | 82.0 |
| LVMPD - Operations | 130.3 | 118.0 |
| LVMPD - Facilities Capital | 2.9 | 1.8 |
| T/O - Debt Serv | 10.0 | 10.8 |
| T/O - Other | 1.2 | 1.5 |
| <i>Expenditures</i> | <u>460.4</u> | <u>455.2</u> |
| Excess (Shortfall) | <u>1.9</u> | <u>(4.1)</u> |
| Fund Balance | <u>76.7</u> | <u>72.6</u> |

OVERLAPPING PROPERTY TAX RATES



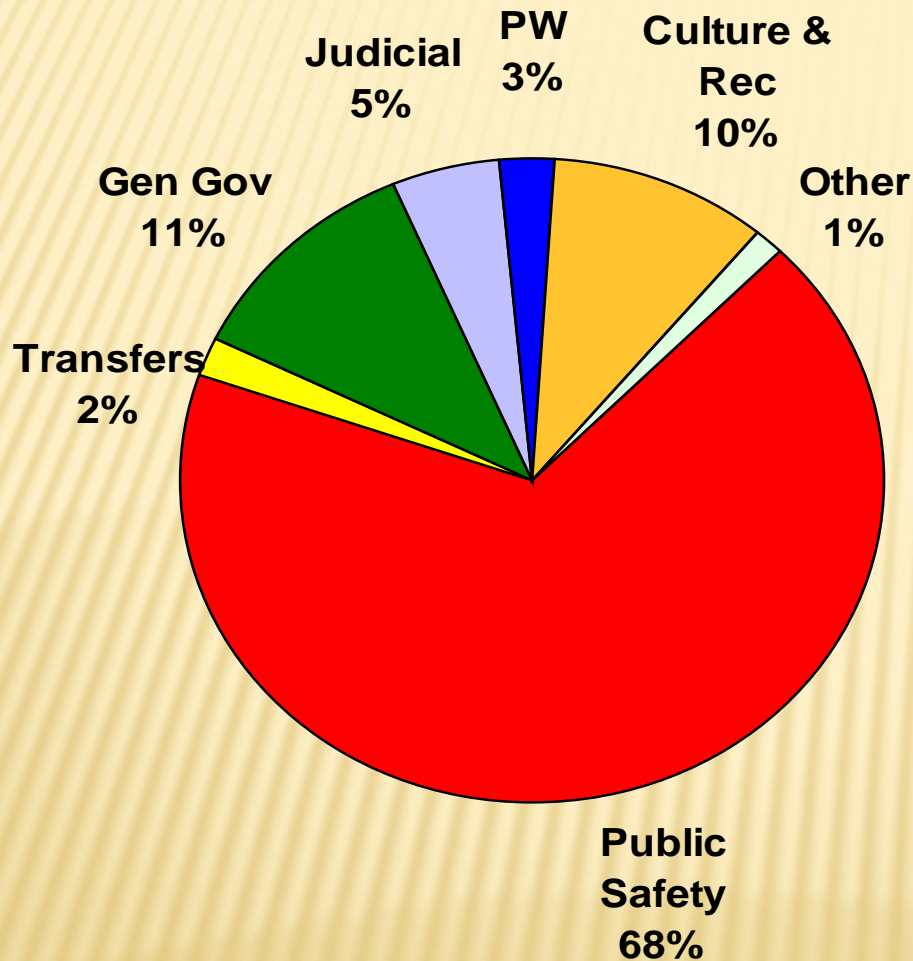
\$ 3.2799 per \$100 of AV

GENERAL FUND REVENUES



- FY12 budgeted revenues = \$451.1M
- \$11.2M less than FY11 projected revenue
- C-Tax increase by 2.4% (\$5.2M)
- Property tax decreased 10.1% (\$10.3M)

GENERAL FUND EXPENDITURES



- FY12 budgeted expenditures = \$455.2M
- FY11 projected expenditures = \$460.4M
- Reduction of \$5.2M

FY12 GENERAL FUND RECAP

| | |
|--------------------------|----------------|
| Revenue | \$ 451M |
| Expenditures | <u>(455M)</u> |
| Budget Deficit | <u>\$ (4M)</u> |
| Beginning Fund Balance | \$ 77M |
| Ending Fund Balance | \$ 73 M |
| Budget Policy Percentage | 16% |

FY12 CAPITAL IMPROVEMENT PLAN

| | |
|-------------------------|--------------|
| General | \$ 25.2 M |
| City Facilities | 99.5 M |
| Fire Services | 39.0 M |
| Public Works | 35.9 M |
| Traffic | 9.0 M |
| Parks & Leisure | 105.3 M |
| Road & Flood | 127.9 M |
| Detention & Enforcement | .6 M |
| Special Assessments | <u>4.6 M</u> |
| Total | \$ 447.0 M |

REDEVELOPMENT AGENCY

| | | |
|----------------------|-------|---------------|
| Revenue | | \$19.0M |
| Operations | | (4.6)M |
| Debt | | (13.6)M |
| Program Expenditures | | <u>(3.2)M</u> |
| Budget Deficit | | (\$2.4)M |
| Ending Fund Balance | | \$17.1M |
| Reserved | 15.7M | |
| Unreserved | 1.4M | |

FY2012 City of Las Vegas Final Budget

Questions?