

Long Term Financial Projection 2015-2020

1st quarter 2015

DuPont City Council Regular Meeting

April 14, 2015



Agenda

- Forecast Development
- Key Assumptions
- 1st quarter forecast results



Forecast Development

- Based on the model provided in October 2014 prepared by Paul Lewis, Financial & Management Consulting
- Historical data has been updated and tied to accounting system
- 2015 has been updated based on budget and current estimates
- 2016 includes known revenue sources and expenditures related to union contracts
- Additional data for forecast is based on local, state, and federal forecasts regarding population, inflation, tax base, etc.

Key Assumptions-overview

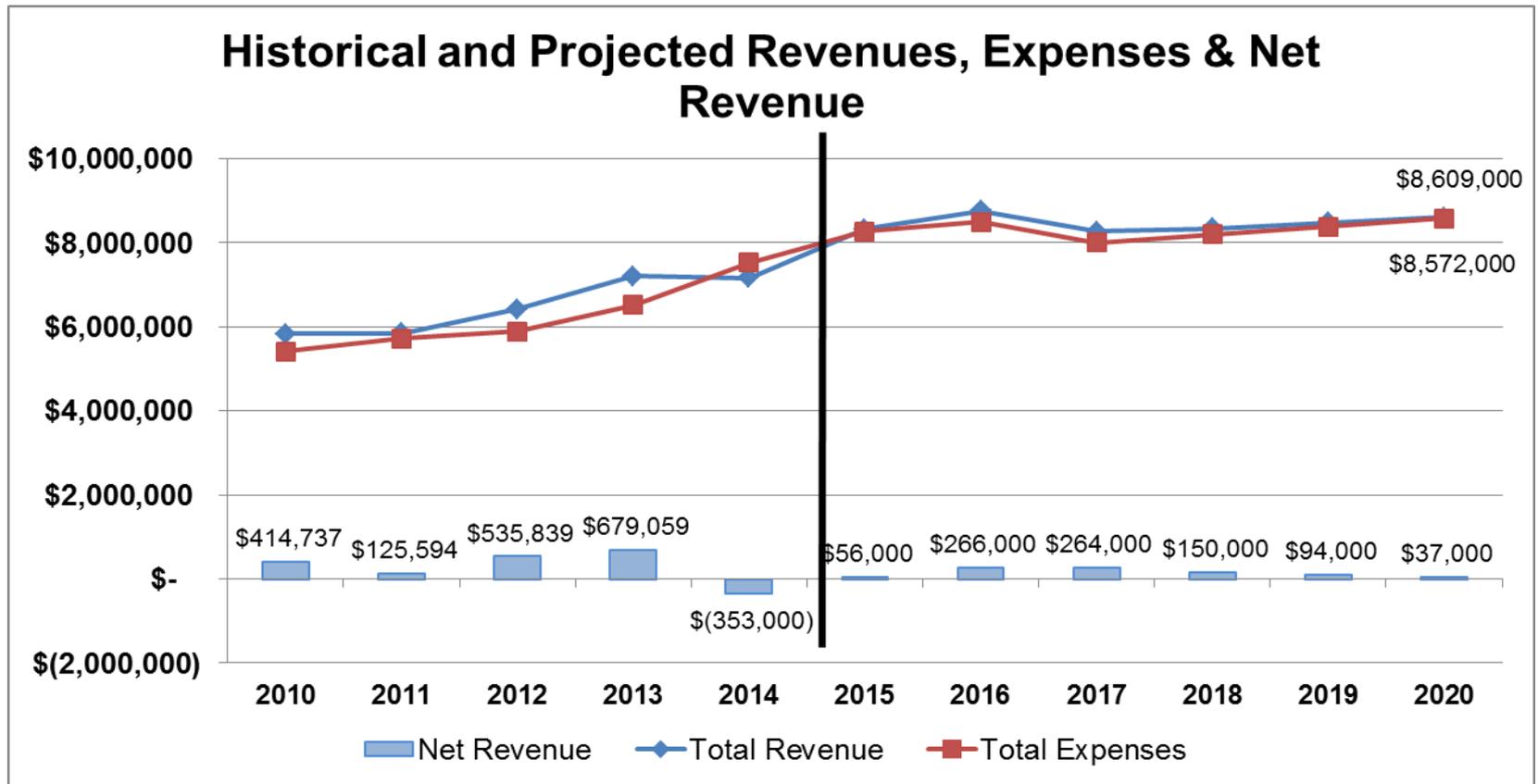
- Property tax will continue to grow at 1% per year and EMS levy will be renewed at the full \$0.50/\$1,000 in 2017
- Staffing remains at currently approved levels
- Salaries increase with inflation. Benefit costs increase per estimated cost increases for each benefit type

Significant changes from previous model

- Savings from new court contract are included (\$58,000)
- Expenses related to Civic Center debt assume annual savings of \$100,000 (*conservative estimate*)

Forecast results

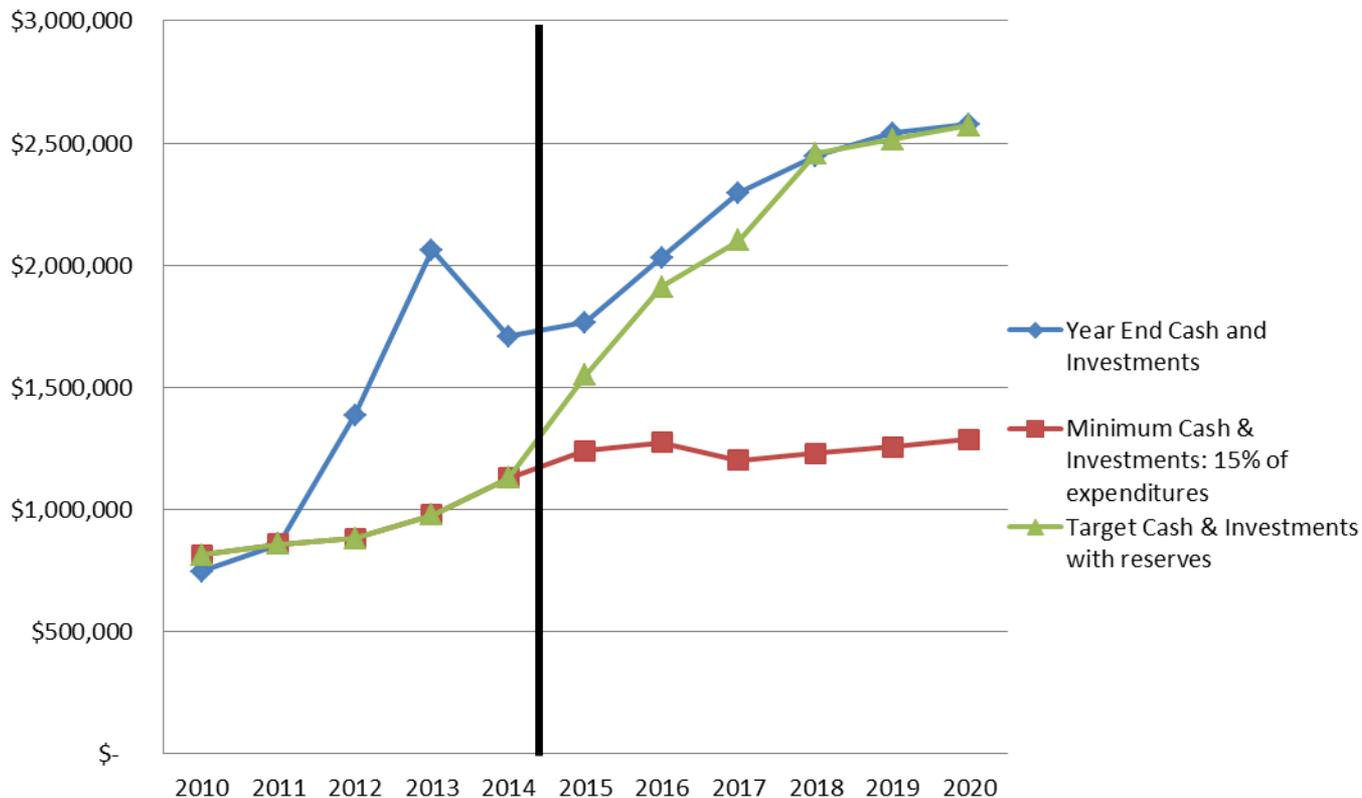
Revenues and Expenses



Forecast results

Cash and Investments / Reserve Balances

Historical and Projected Cash and Investments



Targets by 2018:

Contingency reserve-5% of expenditures

Revenue stabilization-10% of expenditures

Unreserved fund balance-15% of expenditures