

2009 1st Quarter Revised General Government Operating Budget

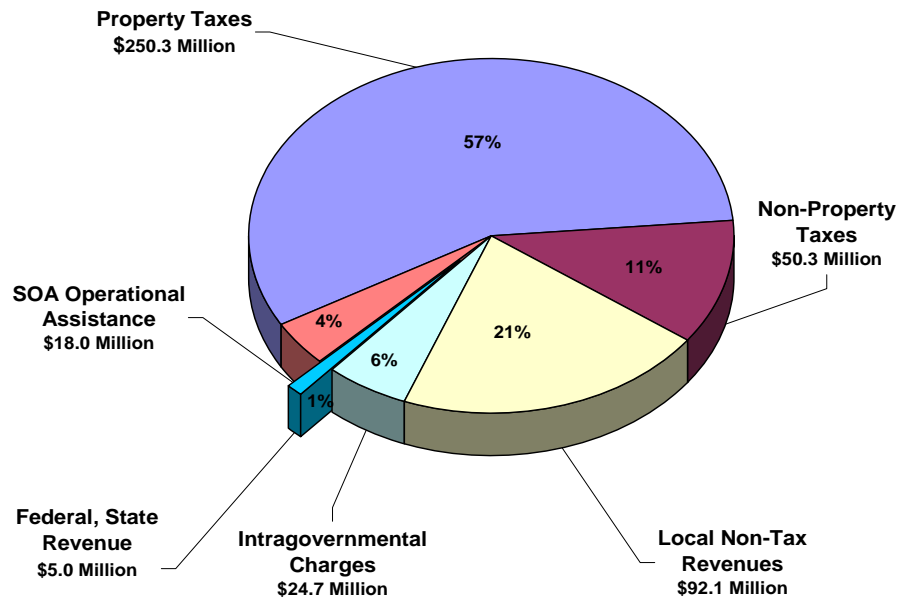
Budget Overview

This section presents summary charts and data tables for 2009 1st Quarter Revised General Government expenditures and revenues as amended by a 1st Quarter 2009 revision. Detailed revenue and expenditure information is presented in later sections of the budget document.

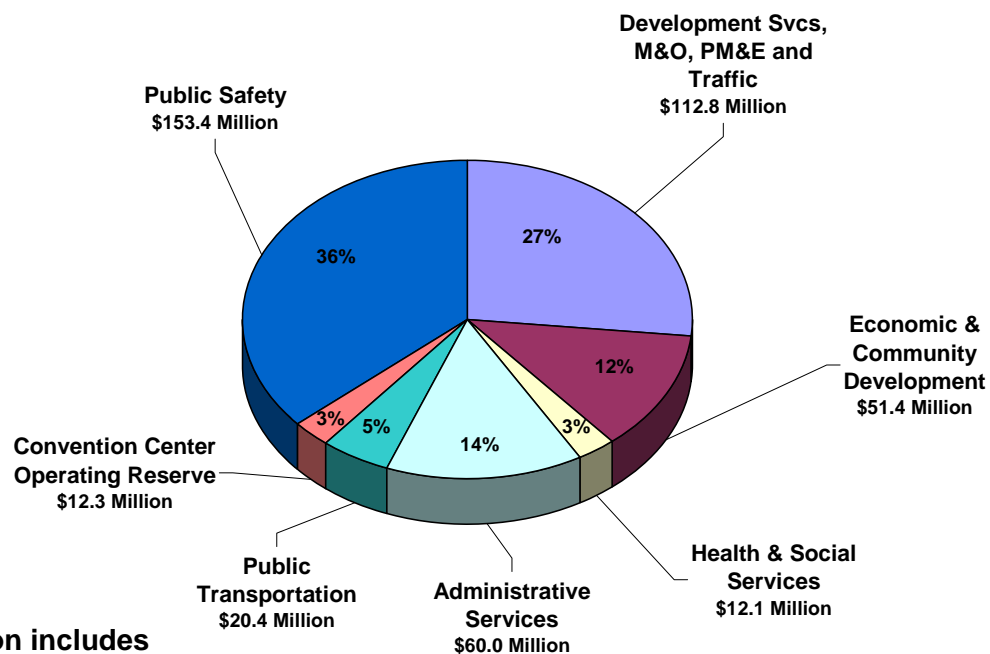
- The Municipality of Anchorage 2009 1st Quarter Revised budget sets forth annual budget requirements for city services for fiscal year 2009.
- The 2009 1st Quarter Revised General Government Operating Budget totals \$422.4 million and is supported by revenues that total \$422.4 million. The 2009 1st Quarter Revised budget covers the period January 1, 2009 through December 31, 2009.
- The most significant highlight of the 2009 1st Quarter Revised General Government Operating Budget is the impact to MOA of the worldwide financial crisis in late 2008. While the state and local economy remains stable, the effect of the crisis on MOA is reflected in reductions in budgeted interest income and bed tax revenues. The lower revenue projections triggered expenditure reductions. Significant reductions included:
 - Postponement of academy and hiring of 13 new police officers
 - Two rounds of voluntary departmental budget cuts totaling \$10.4 million
 - Budgeted employee wage concessions of \$4.2 million
 - Reductions in voter-approved maintenance and operations resources
- On a positive note, late in the 2009 1st Quarter Revised budget Assembly review, MOA was advised of additional, unrestricted Federal stimulus funding that would be made available in 2009, in the estimated amount of \$8.6 million. The Assembly used this opportunity to increase State Revenue Sharing applied as 2009 property tax relief from \$15.1 to \$18.0 million, choosing to reserve the \$5.7 million balance for anticipated budget shortfalls in 2010.
- Fund Balance Policy Compliance
 - \$11.1 million was allocated to five major funds to adjust bond and emergency reserves in accord with MOA policy

2009 1st Quarter Revised General Government Operating Budget

Where the Money Comes From \$440.4 Million



****\$440.4 Million How the Money Is Used**



****\$440.4 Million includes a tax relief of \$18 Million**

2009 1st Qtr Revised General Government Operating Budget

Summary Reconciliation

Department	2008 Revised	2009 Updated	Adjustments				2009 Revised
			Personnel	Fleet & Fuel Adjustment	Debt Service	Other	
Assembly	\$ 2,895,819	\$ 2,777,840	\$ (165,549)	\$ 4,332	\$ -	\$ 200,000	\$ 2,816,623
Chief Fiscal Officer	847,846	732,396	(2,732)	-	-	(236,620)	493,044
Development Services	11,436,368	9,089,448	10,568	28,016	-	-	9,128,032
Economic & Community Develop.	22,670,266	22,811,780	(327,389)	16,290	79,784	(469,324)	22,111,141
Employee Relations	5,105,317	5,105,800	(261,554)	-	-	(9,350)	4,834,896
Office of Equal Opportunity	392,422	364,256	(177,588)	-	-	(5,515)	181,153
Equal Rights Commission	723,369	700,213	(26,566)	-	-	(19,630)	654,017
Finance	12,712,249	11,974,766	(241,000)	8,516	-	(160,000)	11,582,282
Fire	69,165,701	71,394,848	(964,420)	-	153,158	22,590	70,606,176
Health & Human Services	13,453,258	12,608,468	(462,462)	6,072	(878)	(53,000)	12,098,200
Heritage Land Bank	7,807,432	7,749,856	(9,025)	866	-	40,485	7,782,182
Information Technology	17,928,117	17,267,516	(513,566)	1,832	-	(376,582)	16,379,200
Internal Audit	568,648	537,963	(9,557)	866	-	-	529,272
Maintenance & Operations	84,823,181	89,120,656	339,069	175,026	(244,712)	(857,156)	88,532,883
Management & Budget	1,155,449	1,001,613	(17,880)	-	-	(75,081)	908,652
Mayor	1,627,248	1,570,218	(129,537)	(570)	-	-	1,440,111
Municipal Attorney	7,518,473	7,185,262	(217,873)	(3,004)	-	347,000	7,311,385
Municipal Manager	12,122,843	11,579,885	(212,188)	5,262	25,559	(41,406)	11,357,112
Anchorage Parks & Recreation	17,880,108	18,018,144	(577,260)	224,776	(183,464)	(78,238)	17,403,958
Planning	4,497,486	4,168,071	(124,978)	1,484	-	30,224	4,074,801
Police	82,990,417	84,341,193	(1,913,274)	136,773	(7)	273,859	82,838,544
Project Management & Engineering	9,160,591	8,196,507	(12,002)	(6,828)	-	(123,800)	8,053,877
Public Transportation	21,866,579	21,720,040	(529,164)	(1,980)	24,156	(851,793)	20,361,259
Purchasing	1,578,243	1,531,610	(53,836)	-	-	-	1,477,774
Traffic	7,246,644	7,317,631	(152,122)	47,438	-	(70,807)	7,142,140
Convention Center Reserve	11,753,890	14,026,630	-	-	-	(1,704,040)	12,322,590
	\$ 429,927,964	\$ 432,892,610	\$ (6,751,885)	\$ 645,167	\$ (146,404)	\$ (4,218,184)	\$ 422,421,304

2009 1st Qtr Revised General Government Operating Budget

PERSONNEL SUMMARY BY DEPARTMENT

Department	2008 Revised Budget				2009 Revised Budget			
	FT	PT	Tmp	Total	FT	PT	Tmp	Total
Assembly	25	-	-	25	23	-	-	23
Chief Fiscal Officer	2	1	-	3	2	-	-	2
Development Services	94	-	1	95	86	-	1	87
Economic & Community Development	84	40	37	161	84	40	34	158
Employee Relations	21	-	-	21	20	-	-	20
Office of Equal Opportunity*	4	-	-	4	-	-	-	-
Equal Rights Commission	6	2	-	8	6	2	-	8
Finance	105	-	-	105	106	-	-	106
Fire	410	-	-	410	398	-	-	398
Health & Human Services	77	4	-	81	70	9	-	79
Heritage Land Bank	8	2	-	10	8	2	-	10
Information Technology	93	1	-	94	89	1	-	90
Internal Audit	4	1	-	5	4	1	-	5
Maintenance & Operations	163	1	32	196	163	1	31	195
Management and Budget	7	1	-	8	7	-	-	7
Mayor*	10	1	-	11	9	-	-	9
Municipal Attorney	60	-	-	60	57	1	-	58
Municipal Manager	16	3	-	19	14	3	-	17
Anchorage Parks & Recreation	83	59	130	272	82	58	132	272
Planning	33	-	-	33	34	-	-	34
Police	594	-	-	594	572	-	-	572
Project Management & Engineering	63	-	5	68	62	-	5	67
Public Transportation	156	-	-	156	152	-	-	152
Purchasing	14	-	-	14	14	-	-	14
Traffic	52	1	4	57	50	1	2	53
Total General Government	2,184	117	209	2,510	2,112	119	205	2,436

* Office of Equal Opportunity was transferred to the Mayor's Department

2009 1st Qtr Revised General Government Operating Budget

Final Tax Limit Calculation

	2008	2009
	Revised	Revised
<u>PRIOR YEAR LOCAL TAXES:</u>		
Real/Personal Property Taxes	\$ 203,926,060	\$ 218,372,412
Payment in Lieu of Taxes (State & Federal)	579,410	579,410
Automobile Tax	5,500,000	5,500,000
Tobacco Tax	16,014,000	16,300,000
Aircraft Tax	225,000	225,000
Motor Vehicles Rental Tax	4,680,000	4,819,000
Total Prior Year Local Taxes	<u>\$ 230,924,470</u>	<u>\$ 245,795,822</u>
<u>LESS PRIOR YEAR ONE-TIME EXCLUSIONS:</u>		
Judgments/Legal Settlements	17,240	210,000
Debt Service	44,171,670	45,962,780
Emergency Ordinances	-	-
	<u>\$ 186,735,560</u>	<u>\$ 199,623,042</u>
<u>ADJUSTMENT FACTORS</u>		
Population 5 Year Average	1.20%	0.90%
Change in Consumer Price Index (5 Year Average for 2009)*	2.20%	3.10% *
Total	<u>3.40% 6,349,010</u>	<u>4.00% 7,984,920</u>
Total Base Local Taxes Allowed	<u>\$ 193,084,570</u>	<u>\$ 207,607,962</u>
<u>PLUS CURRENT YEAR EXCLUSIONS:</u>		
New Construction	3,961,490	3,510,290
New, Additional or Expanded Services	-	-
Special Taxes Authorized by Voter-Approved Ballot (O&M)	2,576,982	2,933,181
Judgments/Legal Settlements	210,000	83,345
Debt Service	45,962,780	47,823,086
Emergency Ordinances	-	-
Services in SSAs Already Subject to Max Mill Rate	-	-
Estimate of Next-Year Non-property Taxes and Fees	-	-
TOTAL LIMITATION FOR LOCAL TAXES	<u>\$ 245,795,822</u>	<u>\$ 261,957,864</u>
<u>LESS NON-PROPERTY TAXES:</u>		
Payment in Lieu of Taxes (State & Federal)	(579,410)	(870,741)
Automobile Tax	(5,500,000)	(5,500,000)
Tobacco Tax	(16,300,000)	(16,300,000)
Aircraft Tax	(225,000)	(225,000)
Motor Vehicle Rental Tax	<u>(4,819,000)</u>	<u>(4,419,000)</u>
ALLOWABLE PROPERTY TAX CHARTER LIMIT	\$ 218,372,412	\$ 234,643,123
ALLOWABLE PROPERTY TAX SERVICE AREAS	14,971,641	15,704,837
TOTAL ALLOWABLE PROPERTY TAX	<u>\$ 233,344,053</u>	<u>\$ 250,347,960</u>
PROPERTY TAX RELIEF		
SOA PERS Assistance	-	-
SOA Operational Assistance	(15,636,117)	(18,000,000)
Allowable Tax Capacity Remaining	-	-
TOTAL PROPERTY TAX TO BE COLLECTED	<u>\$ 217,707,936</u>	<u>\$ 232,347,960</u>

* a 5 year average was used for the 2009 CPI, resulting in a lower than the legally mandated tax cap for 2009