



City of Allegan FY2021 Budget Overview

April 2020

Budget
Message
Main Points



Budget Message Main Points

- Budget was created considering the current health pandemic.
- Budget slightly throttled back State Revenue Sharing projections.
- Budget does not backfill the Community Development Coordinator, who left in August of 2019.
- Budget focuses on continuing public services.
- Budget includes a monthly average \$6.50 water/sewer bill increase for residential customers to increase fresh zone application at the Water Resource Recovery Facility and to begin replacing Lead Service Lines.
- Budget prioritizes capital improvement projects and purchases in the following order:
 1. 2nd Street Reconstruction and 2nd Street Bridge Resurfacing and Repainting.
 2. Cutler Street Parking Lot Reconstruction.
 3. Purchase of a new Police Cruiser.
 4. Purchase of two new DPW work trucks.
- Budget maintains a General Fund Balance north of \$1 Million Dollars.

Last Year
Accomplishments



Major Accomplishments Last Year

1. Completed a significant neighborhood capital improvement project in two neighborhoods where the streets, water and wastewater lines were all replaced.
2. Completed the reconstruction of River Avenue from Babylon Road to 118th Avenue in the fall of 2019.
3. Finalized the rehabilitation of 231 Trowbridge Street to serve as the new City Hall starting in August 2019.
4. Completed the rehab of the lower level of 223 Hubbard Street into a public restroom for the Riverfront Park.
5. Secured a \$630,000 Michigan Economic Development Corporation Community Development Block Grant to rehabilitate the second floor of four downtown buildings to create ten (10) new apartments in Downtown Allegan.

FY2021
City Council
Goals



FY2021 City Council Major Priorities

Water Utilities Department

- a. Create a plan for sustainable water utility rates.
- b. Finalize a plan to control odor at the WRRF Plant.
- c. Create a plan to address the Lead Copper Rule implementation.

Downtown Streetscape Plan

- a. Prioritization of improvements.
- b. Financing plan to pay for work.

Griswold Auditorium

- a. Develop plan to increase programming at the Griswold.
- b. Develop plan to ensure optimal management at the Griswold.

Neighborhood Planning

- a. Work with residents to name and solidify the various neighborhoods in the city.
- b. Work with residents to facilitate neighborhood pride.
- c. Work with residents to facilitate community block/neighborhood parties.

Recreation Planning

- a. Work with community agencies to strengthen youth and adult recreation in the city.
- b. Finalize a plan to ensure optimal management at the Allegan Sports Complex.

Community and Economic Development

- a. Create more housing with a focus on well planned affordable housing.
- b. Create more commercial and industrial investment in the city.
- c. Develop a final plan for the Riverfront considering the potential removal of the Allegan City Dam.

FY2021
Overall Budget



FY2021 Overall Budget

All Funds	2021 Revenues	Fund Balance	TOTAL Revenues	TOTAL 2021 Expenditures
101 General Fund	\$ 4,865,986	\$ (576,006)	\$ 5,441,992	\$ 5,441,992
202 Major Streets	\$ 1,279,828	\$ (158,376)	\$ 1,438,204	\$ 1,438,204
203 Local Streets	\$ 339,955	\$ (93,350)	\$ 433,305	\$ 433,305
393 DDA	\$ 185,150	\$ (31,701)	\$ 216,851	\$ 216,851
394 PA	\$ 107,250	\$ (5,300)	\$ 112,550	\$ 112,550
590 Wastewater	\$ 3,471,176	\$ 16,243	\$ 3,454,933	\$ 3,454,933
591 Water	\$ 1,981,258	\$ 3,355	\$ 1,977,903	\$ 1,977,903
661 MVP	\$ 351,350	\$ 30,800	\$ 320,550	\$ 320,550
711 Perpetual Care	\$ 2,867	\$ 2,367	\$ 500	\$ 500
798 Reserve Sinking	\$ 16,500	\$ 16,190	\$ 310	\$ 310
799 Capital Sinking	\$ 46,000	\$ 17,000	\$ 29,000	\$ 29,000
	\$ 12,647,320	\$ (778,778)	\$ 13,426,098	\$ 13,426,098

Average Property Tax Distribution Principle Resident Properties



Allegan Public Schools – 18.59%
Allegan County – 14.02%
State Education Tax – 13.86%
Allegan Area Educational Service Association – 11.30%
Allegan District Library – 4.15%

City of Allegan – 38.08%

Property taxes account for 49.17% of General Fund revenues and 19.45% of All Fund revenues. Only \$0.38 of every tax dollar paid stays with the City of Allegan to fund the city services provided to citizens. The illustration above shows the distribution of the City's property tax dollars.

FY2021
Projected
Revenue



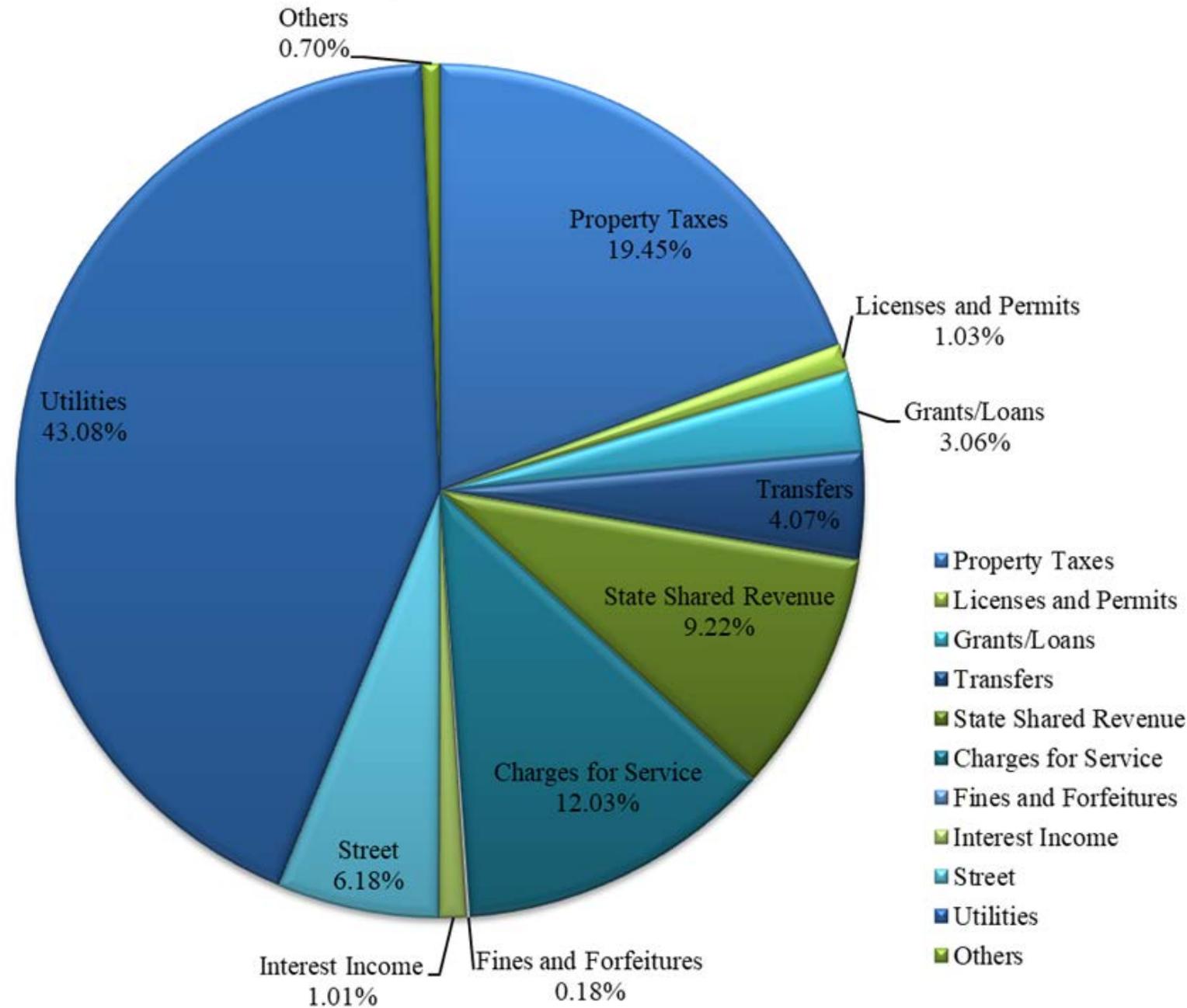
FY2021 Revenue Sources

ALL FUNDS		
<u>2020 Revenue</u>		
Property Taxes	2,460,101	19.45%
Licenses and Permits	130,300	1.03%
Grants/Loans	387,000	3.06%
Transfers	515,000	4.07%
State Shared Revenue	1,165,508	9.22%
Charges for Service	1,521,077	12.03%
Fines and Forfeitures	22,600	0.18%
Interest Income	127,800	1.01%
Street	781,183	6.18%
Utilities	5,448,434	43.08%
Others	88,317	0.70%
	12,647,320	100.00%

FY2021 Revenue Sources

All Revenue

by Function

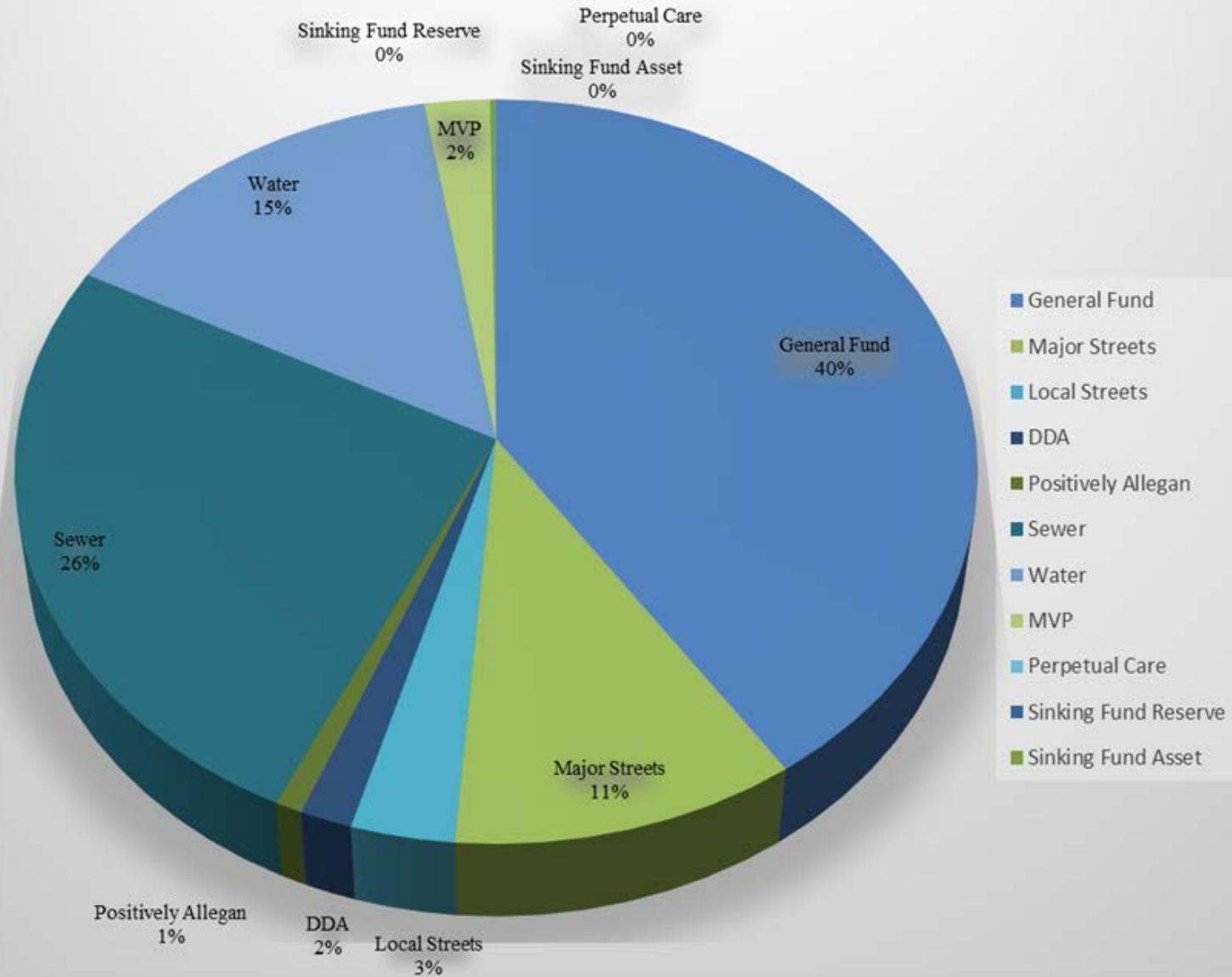


FY2021
Projected
Expenditures

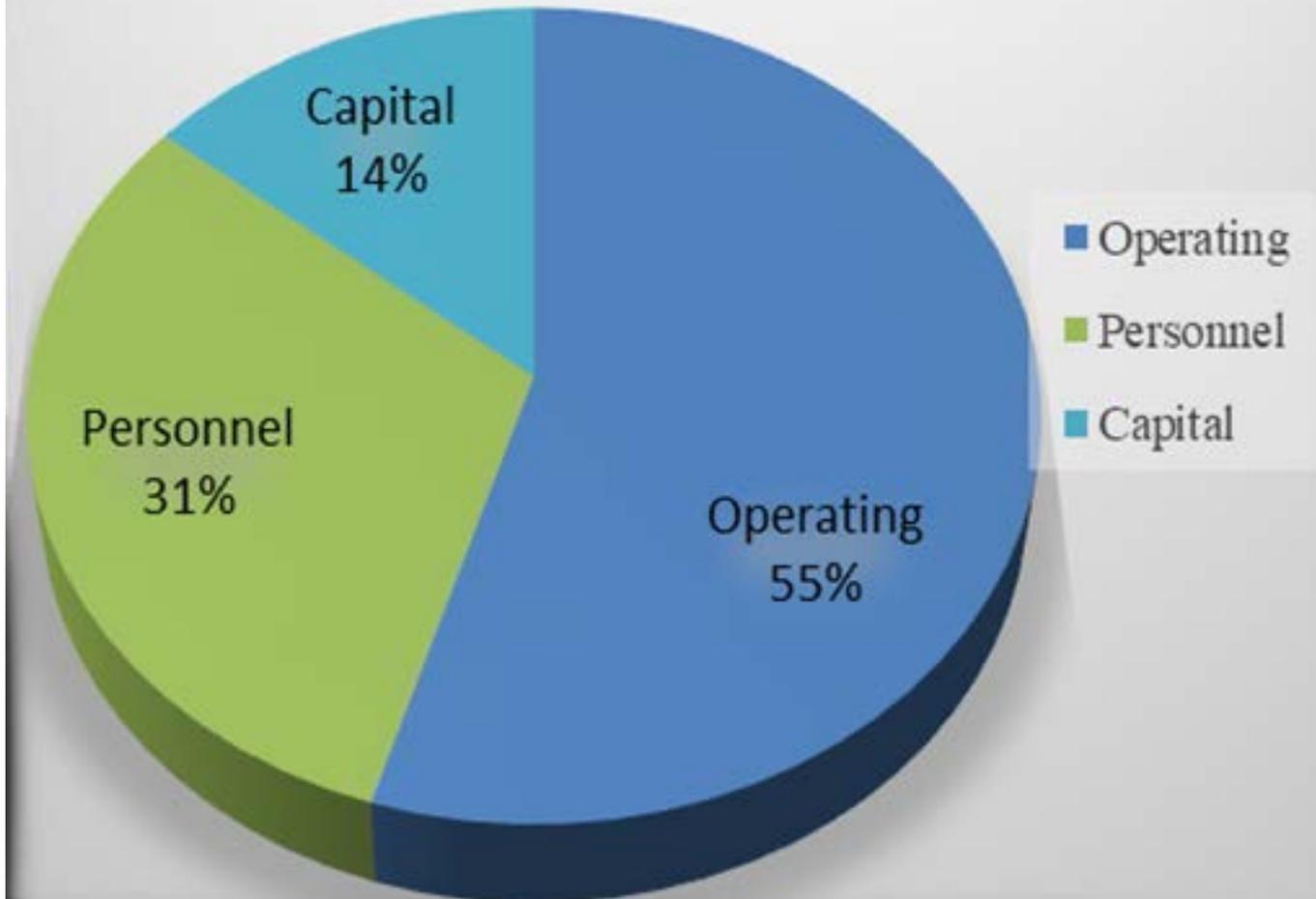


FY2021 Expenditures by Funds

City of Allegan All Funds Expenditures By Fund Fiscal Year Ending 2021



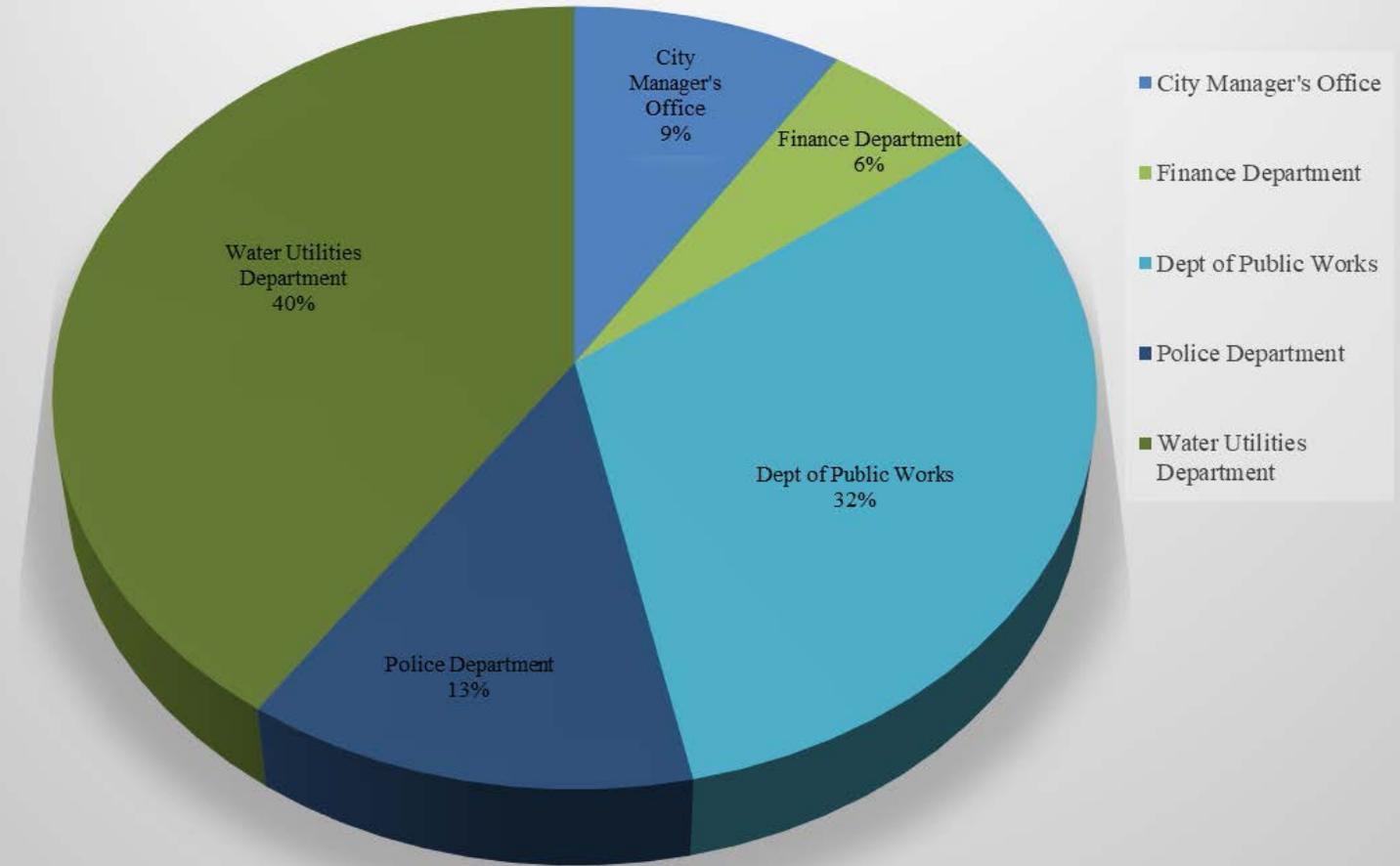
City of Allegan
All Funds
Expenditures By Object
Fiscal Year Ending 2021



FY2021
Expenditures
by Object

FY2021 Department Expenditures

City of Allegan All Funds Expenditures By Department Fiscal Year Ending 2021



FY2021
Miscellaneous
Financial Data



General Fund Balance

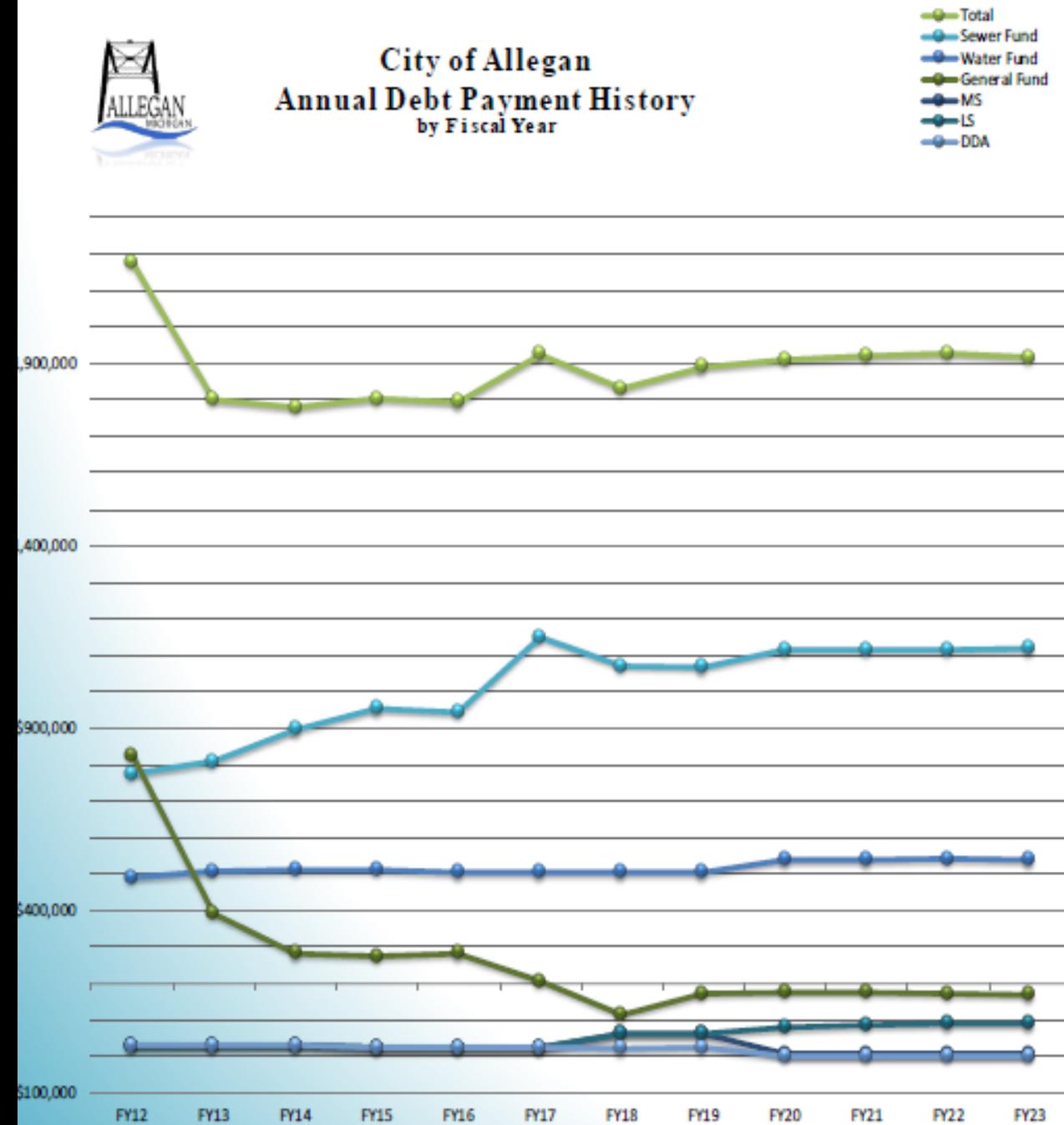


Fund Balance Summaries



Description	Fund	2017 Audited Actual	2018 Audited Actual	2019 Audited Actual	2020 Budget Projected	% of Budget	2021 Budget Proposed	% of Budget	2022 Budget Proposed	2023 Budget Proposed
Governmental Funds										
General	101	2,440,691	2,320,633	2,346,645	1,640,125	29%	1,064,119	20%	1,066,874	1,004,246
Major Streets	202	337,526	357,708	97,869	188,461	26%	30,085	2%	93,165	909
Local Streets	203	146,778	214,700	421,912	472,162	33%	378,812	87%	280,357	1,152
Grants	225	0	(312,170)	(172,775)	0	0%	0	0%	0	0
DDA	393	18,837	52,905	29,532	81,701	57%	50,000	23%	50,000	50,000
PA	394	3,240	2,693	16,724	21,474	23%	16,174	14%	10,474	3,819
Perpetual Care	711	166,112	166,352	168,032	172,232		174,599		176,639	3,339
Reserve	798	159,341	170,913	190,204	196,404		212,594		225,959	39,501
Capital Sinking	799	2,566,770	2,555,565	2,593,210	2,593,210		2,610,210		2,627,710	2,645,710
Proprietary Funds										
Wastewater	590	483,492	1,031,103	1,442,574	1,923,507	49%	1,939,750	56%	2,062,530	1,543,514
Water	591	1,387,119	1,307,536	1,350,728	1,142,062	38%	1,145,417	58%	1,472,761	854,090
Motor Vehicle	661	129,014	151,316	92,122	131,472	45%	162,272	51%	82,059	3,324
		7,838,920	7,707,082	8,716,173	8,735,583		7,784,030		8,148,527	6,149,605

Historic Annual Debt Payments



For more information on the
FY2021 City of Allegan Budget
please visit the [City's Website](#)

