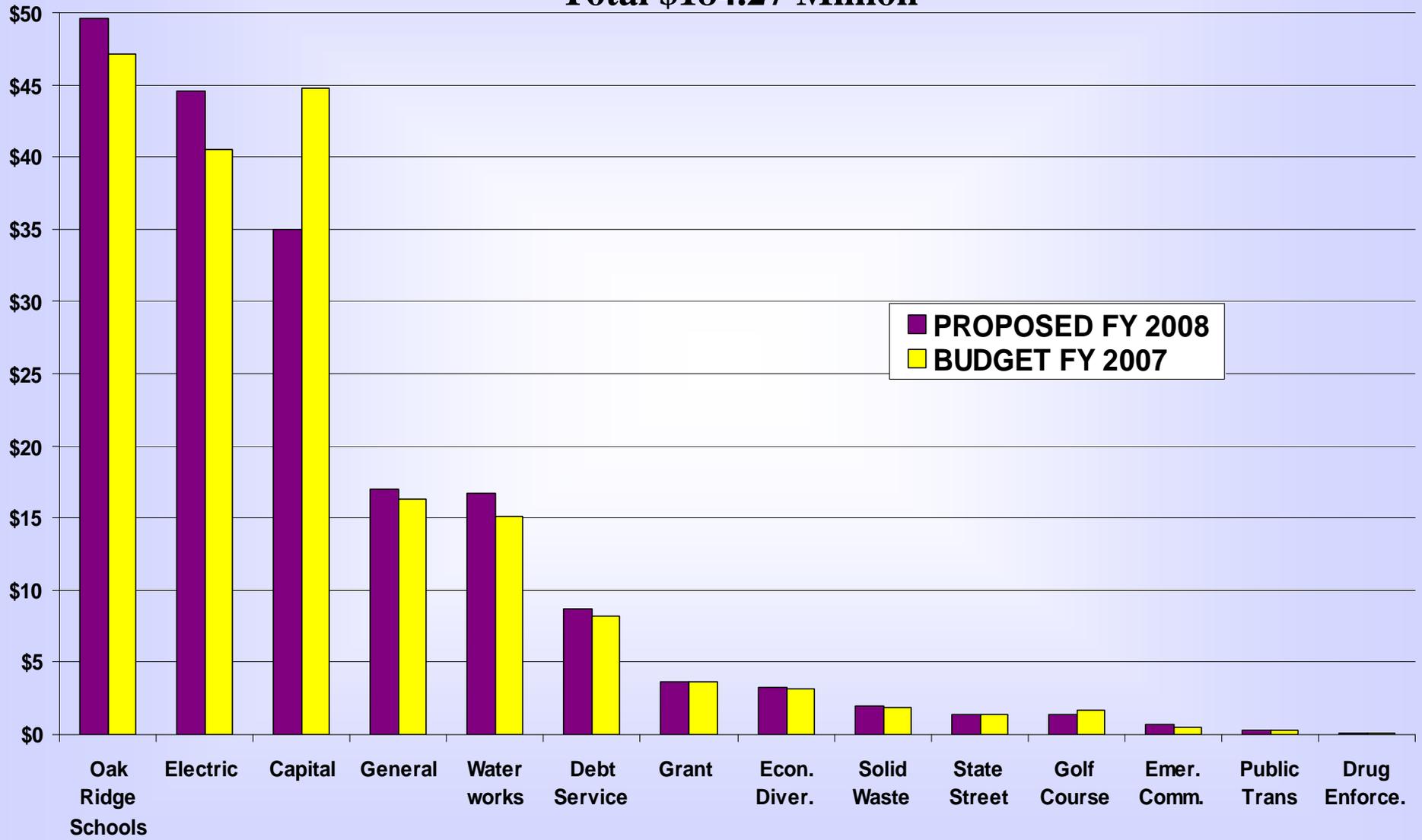


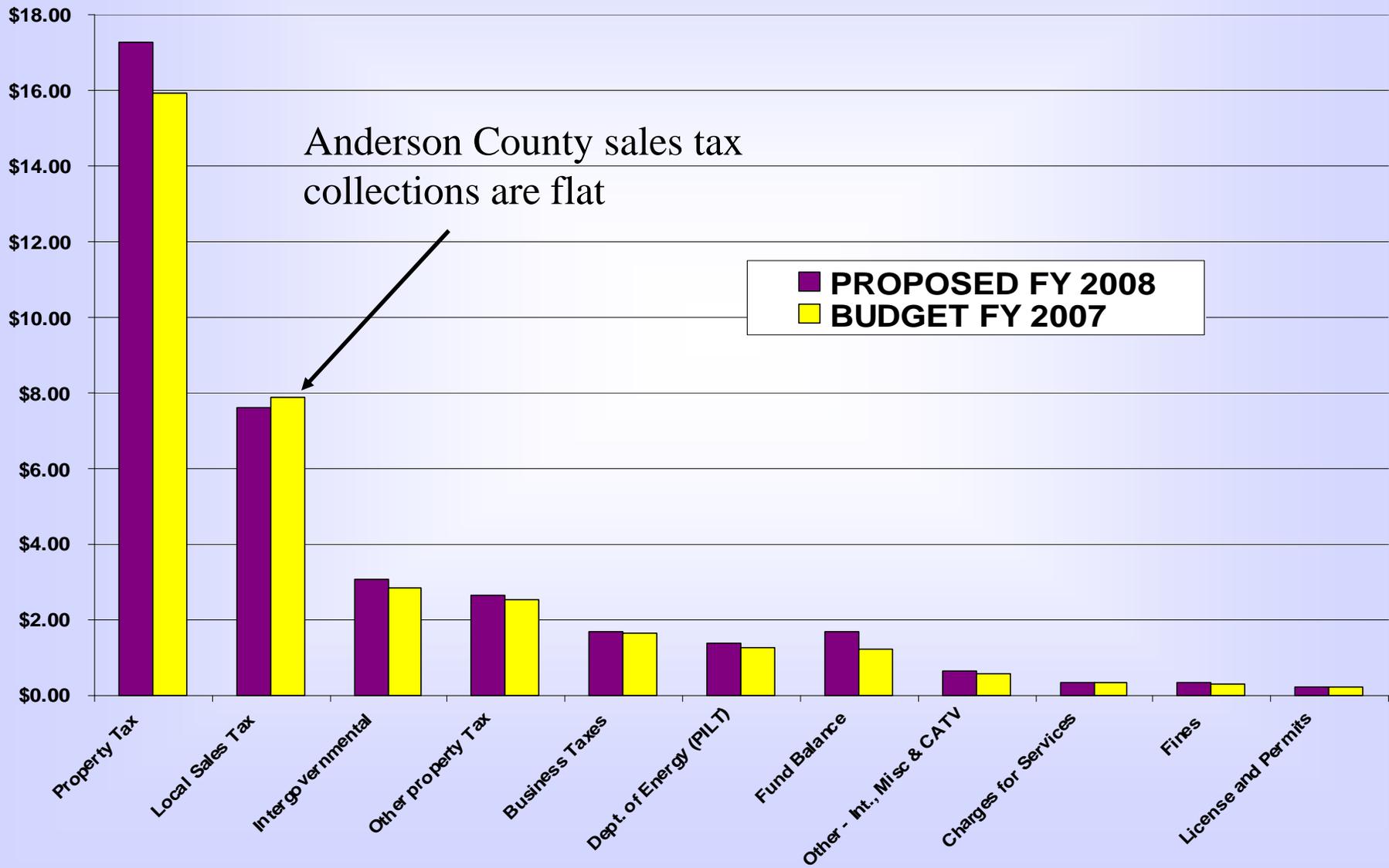
CITY OF OAK RIDGE, TENNESSEE

Fiscal Year 2008  
Budget Presentation  
April 30, 2007

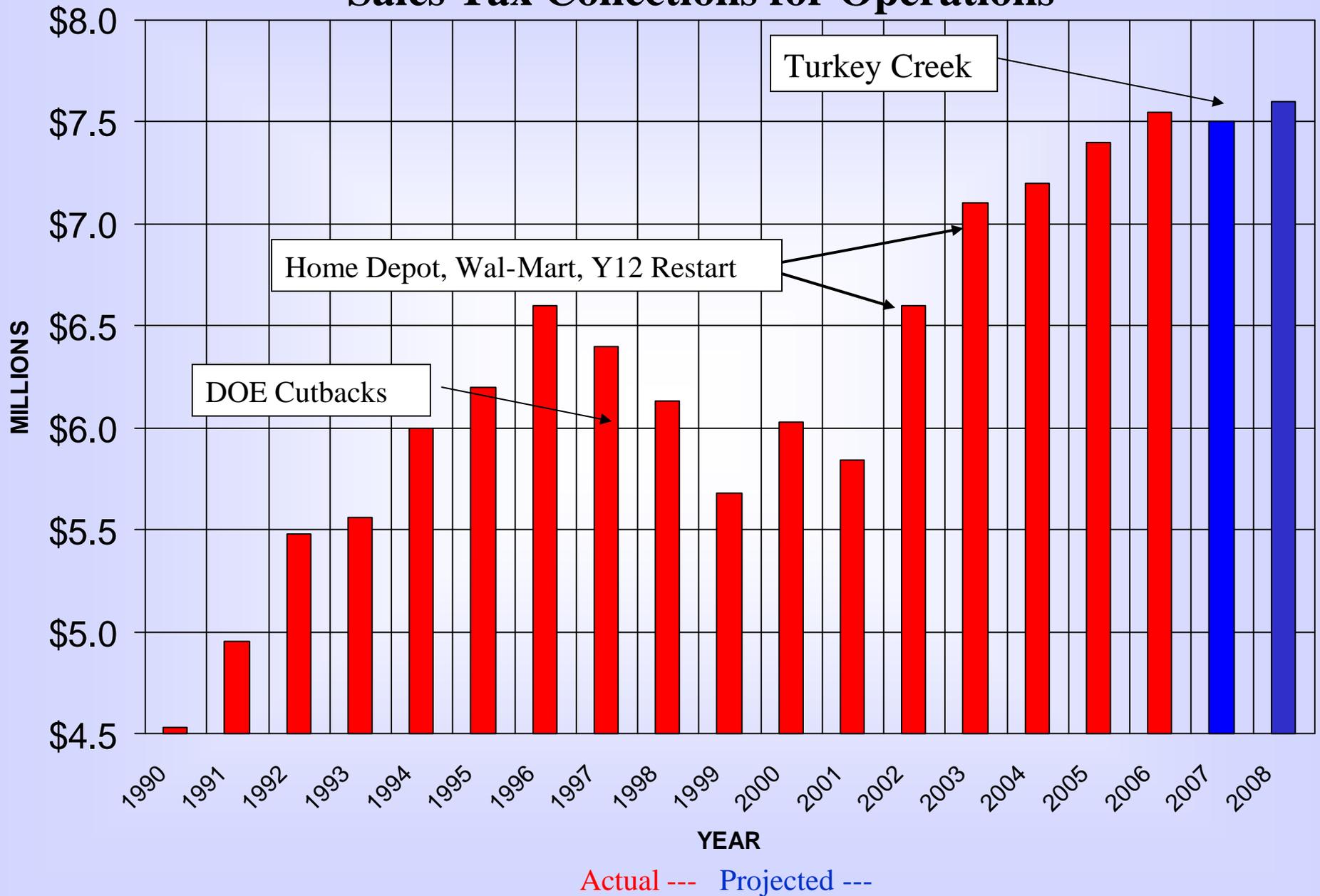
**City of Oak Ridge – FY 2008  
Proposed Expenditures – All Funds (millions)  
Total \$184.27 Million**



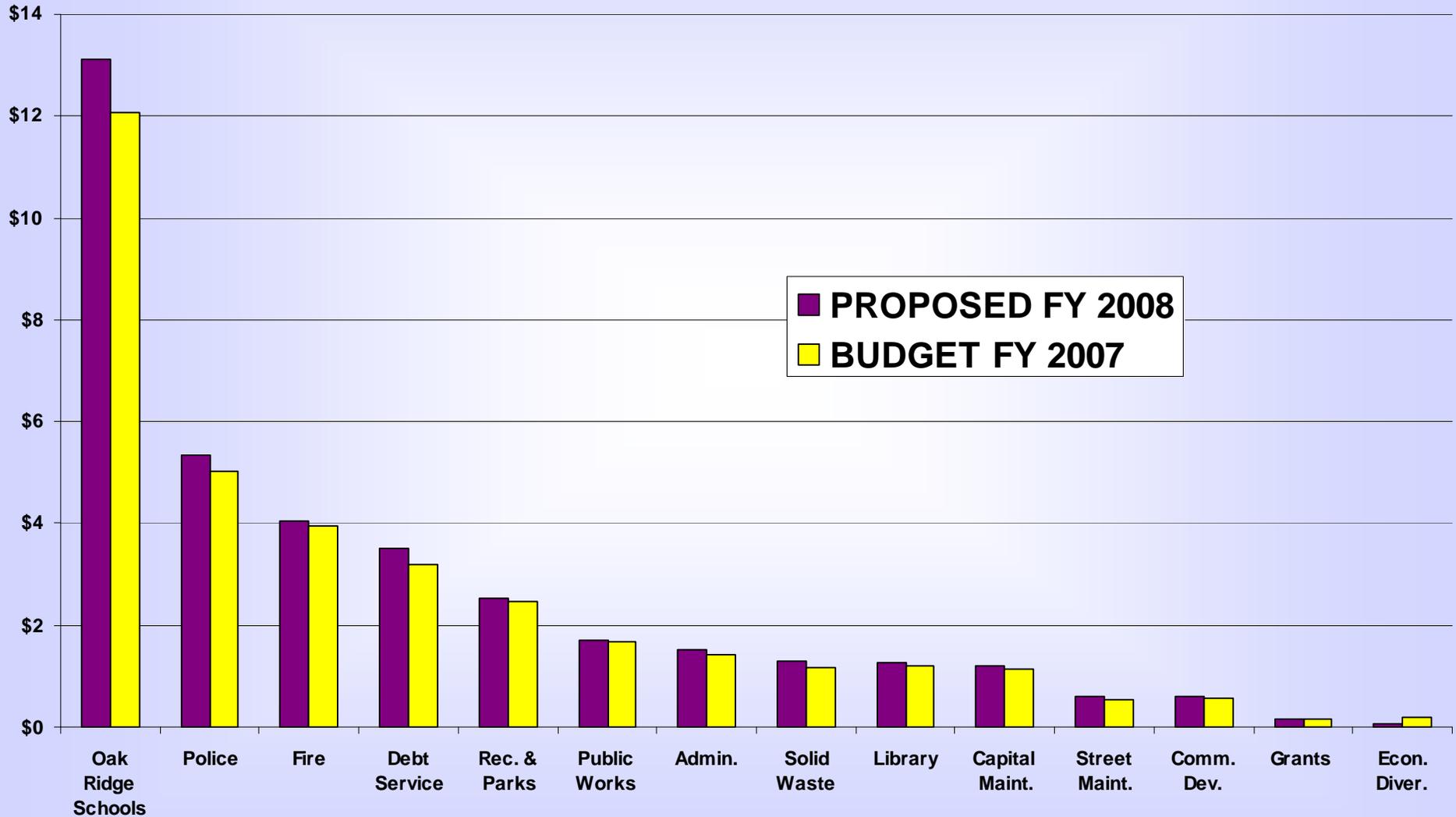
# City of Oak Ridge – FY 2008 General Fund Projected Revenues (millions) Total \$36.93 million



# City of Oak Ridge Sales Tax Collections for Operations



**City of Oak Ridge – FY 2008 General Fund  
Proposed Expenditures and Transfers (millions)  
Total \$36.93 million**



# City of Oak Ridge

## Significant Expenditure Changes

### FY 2008

- Increased Energy and Materials Costs
- Increased Liability Insurance
- Proposed 3% Pay Adjustment (\$360,000)
- Medical Insurance budget - 10% Increase

# City of Oak Ridge

## Proposed Program and Related Personnel Changes

(With the exception of the library this is no anticipated budgetary impact since the City will be collection fees for these services. The library costs are included in the proposed FY 2008 budget)

SUMMARY OF CHANGES BY STAFF YEARS BY DEPARTMENT	AUTHORIZED POSITIONS		AUTHORIZED STAFF YEARS	
	FY	FY	FY	FY
	2007	2008	2007	2008
Fire Department-ETTP				
Fire Fighting	1	26	1	26
Waterworks				
Work Pool -ETTP		5		3.5
Library-Sunday Opening				
Library			0.32	0.32
<b>TOTAL ALL FUNDS</b>	<b>1</b>	<b>31</b>	<b>1.32</b>	<b>29.82</b>

## **BUDGET AND FINANCE COMMITTEE ADOPTED MAJOR POLICY GUIDELINES**

March 19, 2007

1. The Committee's desired overall goal is to first stabilize the property tax rate until 2009, and second to direct specific new revenues toward achieving the longer-term goal of a more competitive property tax rate. This is described in the Oak Ridge City Council Strategic Plan, Fiscal Years 2006-2009, as adopted on August 15, 2005.
2. The property tax rate goal shall be a rate at or below the current rate of \$2.55 for FY 2008. After FY 2008, in the absence of any additional windfall revenues, future expenditure growth and tax rate increases shall be at or below the published or anticipated Government Workers Compensation (GWC) Index growth rate (currently, the December 2006 GWC Index growth rate is 4.1%).
3. From FY 2008 - FY 2013, consider funding all General Fund capital projects with "balanced borrowing" only, meaning projects which will not increase the property tax rate. Funding for repayment of the new high school borrowing (-\$65,000,000) is assumed to have no impact upon the tax rate during the project's 30-year repayment duration and, therefore, is not reflected in the Budget Model. All funding for high school debt repayment is to be generated from the legally dedicated sales tax revenue, Education Foundation contributions, and utilizing a portion of the debt service payments as other borrowings are paid off. All major new general obligation capital projects are currently unfunded (such as School Administration Building, preschool building, American Museum of Science and Energy, Senior Center, or new fire stations). No new capital project specific borrowing is currently planned before FY 2013.
4. The City will borrow up to \$3,000,000 for capital maintenance expenditures. The purpose of this borrowing is to pay for budgeted capital expenditures with borrowed funds. The effect of this transaction will be to strengthen the City's reserves. The related fund balance goal for future years will be to maintain a combined City and School Fund Balance of \$7,000,000. This borrowing is keeping with guideline 3 above as it will help the City maintain the current tax rate and increase City reserves.
5. The transfer to the Convention and Visitors Bureau (CVB) for FY 2008 and future years will increase by the same percentage as the City's budget. The proposed FY 2008 increase is based on the GWC, which is 4.1% as described in guideline 2 above. In addition, the City will provide up to \$120,000 in matching funds from the Economic Diversification Fund for the construction of a new CVB facility. The result of this action is a minimum of a 3 cent reduction in future property tax rate increases as new hotels come on line.
6. No new City staffing shall be added through FY 2008 unless the addition of staff reduces overtime expenditures in a like amount and the requesting department is staffed at or above 98% of the currently authorized staff level, or the additional staff is fully funded through DOE or its subcontractors and a Memorandum of Understanding between DOE and the City supports the staff increases.
7. Unfunded mandates or other unanticipated revenue losses must be borne by the impacted budget component unless balancing revenues are identified by the City Manager

**BUDGET AND FINANCE COMMITTEE  
ADOPTED MAJOR POLICY GUIDELINES**

March 19, 2007

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## City of Oak Ridge Budget and Finance Guideline Review

	Budget FY 2007	Proposed FY 2008	Guideline Amount @ 4.1%	Difference	Tax Rate Impact (cents)
Municipal	\$16,326,766	\$16,995,717	\$16,996,163	\$446	0
Oak Ridge Schools	\$12,070,138	\$13,128,482	\$12,565,014	<b>(\$563,468)</b>	7

## City of Oak Ridge – Proposed Property Tax Rate and Financial Impact



	HOME VALUE	TAX RATE	TOTAL (ANNUAL)
<b>FY 2008</b>	<b>\$120,000</b>	<b>\$2.62</b>	<b>\$786.00</b>
<b>FY 2007</b>	<b>\$120,000</b>	<b>\$2.55</b>	<b>\$765.00</b>
<b>Tax Rate Increase</b>		<b>\$0.07</b>	<b>\$21.00</b>
<b>MONTHLY INCREASE</b>			<b>\$1.75</b>

## 2006 Tennessee Property Tax Rates

County	City	RATES City
SHELBY	MEMPHIS	\$3.4332
MADISON	HUMBOLDT	\$2.9900
GIBSON	HUMBOLDT	\$2.9900
KNOX	KNOXVILLE	\$2.8100
ANDERSON	OAK RIDGE	\$2.6200
ROANE	OAK RIDGE	\$2.6200
SULLIVAN	BRISTOL	\$2.3000
GREENE	GREENEVILLE	\$2.2900
SULLIVAN	KINGSPORT	\$2.2600
HAWKINS	KINGSPORT	\$2.2600
HAMILTON	CHATTANOOGA	\$2.2020
LAUDERDALE	HENNING	\$2.1000
MADISON	JACKSON	\$2.1000
OBION	UNION CITY	\$2.0200
OBION	RIVES	\$2.0000
MORGAN	OAKDALE	\$1.9900
BLOUNT	MARYVILLE	\$1.9500
WASHINGTON	JOHNSON CITY	\$1.9300
BLOUNT	ALCOA	\$1.9200
CROCKETT	FRIENDSHIP	\$1.9100
CARROLL	BRUCETON	\$1.8900
WEAKLEY	SHARON	\$1.8700
DYER	DYERSBURG	\$1.8500
LAUDERDALE	GATES	\$1.8500
HAMILTON	LOOKOUT MOUNTAIN	\$1.8000
SULLIVAN	JOHNSON CITY	\$1.8000
CARTER	JOHNSON CITY	\$1.8000
LAUDERDALE	RIPLEY	\$1.7900
GIBSON	MEDINA	\$1.7800
CARTER	ELIZABETHTON	\$1.7800
HAMILTON	SIGNAL MOUNTAIN	\$1.7750
LAKE	TIPTONVILLE	\$1.7600
MARSHALL	CHAPEL HILL	\$1.7500

CITY OF OAK RIDGE, TENNESSEE

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