

# 2025 BUDGET PRESENTATION





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- 11/21/2023 – ORIGINAL 2024-2025 BIENNIAL BUDGET ADOPTED
- 10/15/2024 – CITY MANAGER DRAFT BUDGET PRESENTATION
- 10/17/2024 – FINANCE COMMITTEE MEETING (1 OF 3)
- 10/23/2024 – FINANCE COMMITTEE MEETING (2 OF 3)
- 10/30/2024 – FINANCE COMMITTEE MEETING (3 OF 3)
- 11/7/2024 – FORMAL PRESENTATION OF THE BUDGET
- **11/19/2024 – APPROVAL AND ADOPTION OF THE BUDGET**



# 2025 BUDGET PRESENTATION

## WALWORTH COUNTY

2024/2025 Budget Years  
2023/2024 Assessment Years

	2024	2025			2024	2025	
ASSESSED VALUE	391,400	423,800	8.28%	ASSESSED VALUE	281,500	311,500	10.66%
MILL RATE	6.76	6.57	-2.81%	MILL RATE	6.76	6.57	-2.81%
CITY'S PORTION TAX BILL	2,645.86	2,784.37	5.23%	CITY'S PORTION TAX BILL	1,902.94	2,046.56	7.55%
	2024	2025			2024	2025	
ASSESSED VALUE	224,300	240,200	7.09%	ASSESSED VALUE	221,400	224,900	1.58%
MILL RATE	6.76	6.57	-2.81%	MILL RATE	6.76	6.55	-2.81%
CITY'S PORTION TAX BILL	1,516.27	1,578.11	4.08%	CITY'S PORTION TAX BILL	1,496.66	1,477.59	-1.27%



# 2025 BUDGET PRESENTATION

JEFFERSON COUNTY

2024/2025 Budget Years  
2023/2024 Assessment Years

	2024	2025		2024	2025	
ASSESSED VALUE	273,400	302,500	10.64%	ASSESSED VALUE	523,700	583,600 11.44%
MILL RATE	6.70	6.12	-8.66%	MILL RATE	6.70	6.12 -8.66%
CITY'S PORTION TAX BILL	1,831.78	1,851.30	1.07%	CITY'S PORTION TAX BILL	3,508.79	3,571.63 1.79%



# 2025 BUDGET PRESENTATION

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## How Does the City Determine the Mill Rates?

1. Establish Total Tax Asking  
(Levy)

6,460,302

4,507,730 Operational Levy  
1,952,572 Debt Levy



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## How Does the City Determine the Mill Rates?

### 2. We Determine the Apportion for Each County

Equalized Value		128,559,200
Remove Increment		(691,300) TID 10
		<u>(4,940,900) TID 14</u>
Equalized Value (No TIF)		122,927,000
City's Total Equalized Value	+	<u>1,019,119,600</u>
% of Levy Allocated to Jefferson Co		0.120620779
Apportioned Levy		779,247 (% of Levy X Total Levy)



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## How Does the City Determine the Mill Rates?

### 3. Determine the Tax Increment

Apportioned Levy	+	779,247
Equalized Value (No TIF)		<u>122,927,000</u>
Interim Value	x	0.006339101
Equalized Value		<u>128,559,200</u>
Total \$ to be Levied		814,950

Total Levied	814,950
Apportion Levied	<u>(779,247)</u>
Increment	35,703



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## How Does the City Determine the Mill Rates?

### 4. Calculate the Mill Rate

Total \$ Levied / Assessed Value X 1,000 =  
Mill Rate

$$814,950 / 133,155,700 \times 1,000 = 6.12$$

Jefferson County





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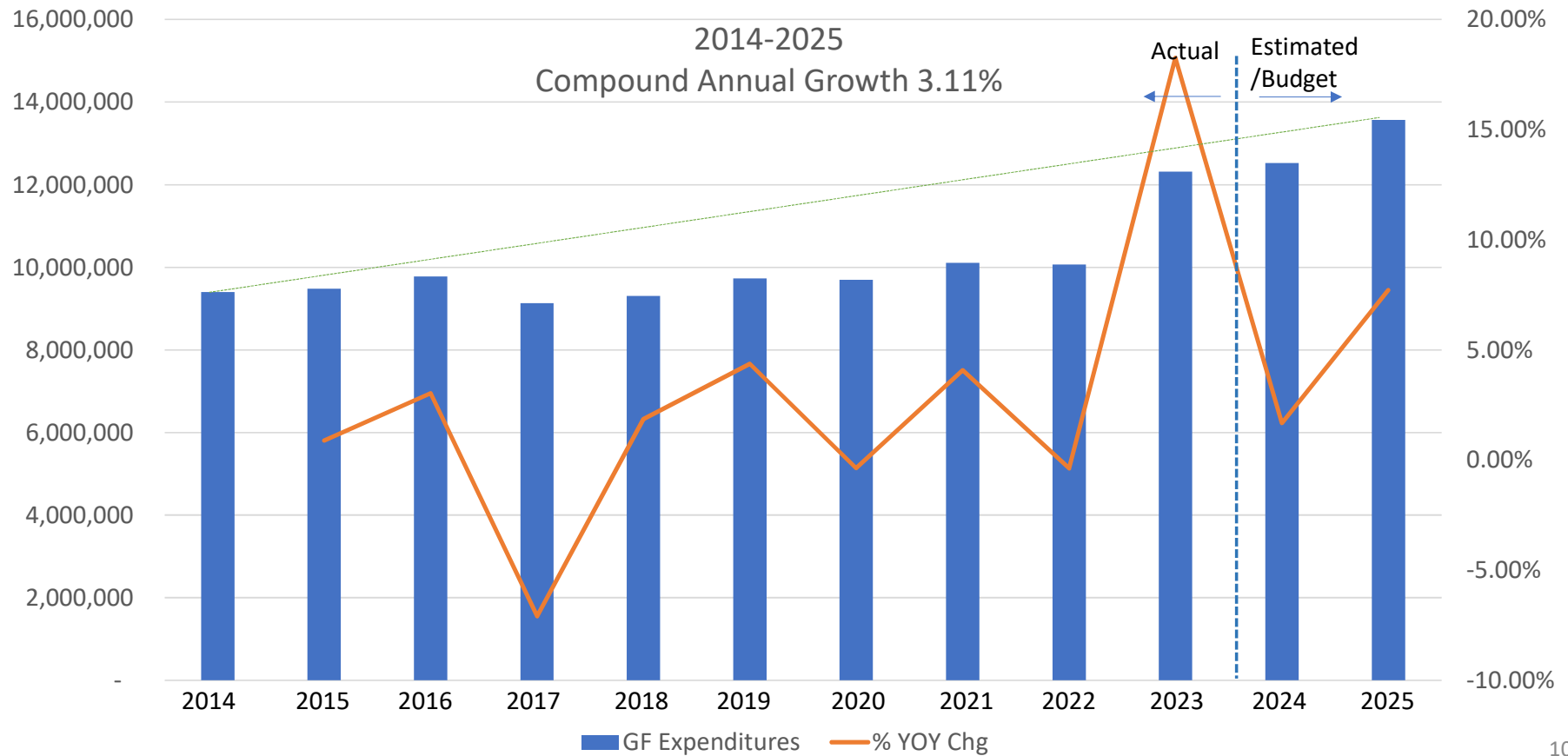
## CITY PROPERTY TAX LEVY (Budget Year)

	2024	2025	YOY Chg
Operations Levy	4,538,657	4,507,730	(30,927)
Debt Service Levy	1,313,705	1,952,572	638,867
	5,852,362	6,460,302	607,940
Assessed Value	914,459,600	1,014,038,650	99,579,050
Blended Mill Rate	6.40	6.37	

Increase in Debt Payment



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## **Factors that Contribute to Inflation:**

1. Demand (Pull)
2. Cost (Push)
3. Built In
4. US Government Fiscal Policies

## **What Can Local Government Do to Reduce the Impacts:**

1. Invest in Workforce Development
2. Increase Affordable Housing & Investing in Infrastructure
3. Reduce Operational Costs for Local Businesses



# 2025 BUDGET PRESENTATION

Original Issue: \$6,350,000			
General Fund Portion: \$6,000,000			
Due Date	Principal	Interest	Total
6/1/2024			0.00
12/1/2024			0.00
6/1/2025	305,000.00	246,288.30	551,288.30
12/1/2025		133,559.38	133,559.38
6/1/2026	400,000.00	133,559.38	533,559.38
12/1/2026		123,559.38	123,559.38
6/1/2027	140,000.00	123,559.38	263,559.38
12/1/2027		120,059.38	120,059.38
6/1/2028	250,000.00	120,059.38	370,059.38
12/1/2028		113,809.38	113,809.38
6/1/2029	315,000.00	113,809.38	428,809.38
12/1/2029		105,934.38	105,934.38
6/1/2030	335,000.00	105,934.38	440,934.38
12/1/2030		97,559.38	97,559.38
6/1/2031	345,000.00	97,559.38	442,559.38
12/1/2031		88,934.38	88,934.38
6/1/2032	365,000.00	88,934.38	453,934.38
12/1/2032		79,809.38	79,809.38
6/1/2033	385,000.00	79,809.38	464,809.38
12/1/2033		70,184.38	70,184.38

Interest Rate  
4.0247%

6/1/2033	385,000.00	79,809.38	464,809.38
12/1/2033		70,184.38	70,184.38
6/1/2034	315,000.00	70,184.38	385,184.38
12/1/2034		62,309.38	62,309.38
6/1/2035	235,000.00	62,309.38	297,309.38
12/1/2035		56,434.38	56,434.38
6/1/2036	245,000.00	56,434.38	301,434.38
12/1/2036		50,309.38	50,309.38
6/1/2037	255,000.00	50,309.38	305,309.38
12/1/2037		43,934.38	43,934.38
6/1/2038	270,000.00	43,934.38	313,934.38
12/1/2038		37,184.38	37,184.38
6/1/2039	285,000.00	37,184.38	322,184.38
12/1/2039		31,484.38	31,484.38
6/1/2040	295,000.00	31,484.38	326,484.38
12/1/2040		25,584.38	25,584.38
6/1/2041	315,000.00	25,584.38	340,584.38
12/1/2041		19,284.38	19,284.38
6/1/2042	330,000.00	19,284.38	349,284.38
12/1/2042		12,684.38	12,684.38
6/1/2043	335,000.00	12,684.38	347,684.38
12/1/2043		5,775.00	5,775.00
6/1/2044	280,000.00	5,775.00	285,775.00
12/1/2044			
<b>Total</b>	<b>6,000,000.00</b>	<b>2,803,075.98</b>	<b>7,801,872.84</b>



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## **COVID Stimulus Packages Issued**

->Increased disposable income -> increased consumer demand (Demand- Pull)

## **Supply Chain Disruptions**

-Lockdowns and labor shortage -> reduced availability of goods -> increased prices

## **Labor Market Pressures**

-Mass exodus of workers leave the job market -> demand for workers was high -> wages increase -> businesses pass those costs to consumers (Cost- Push)

## **Fiscal Policy**

-Central banks kept rates low -> increased spending and borrowing -> rates were increased to slow spending and borrowing as a means to combat inflation



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## General Fund Budget – Notable Items

- 3% Wage Allowances, 2.25% Effective Rate
  - 1.5% January, 1.5% July
- Health Insurance
  - Cost Savings of \$345,000 with \$282,000 in General Fund
- Lifestyle Accounts
  - FT \$500, PT \$325
- Multiple Studies
  - Comprehensive Lakes Management Plan
  - Comprehensive Plan Use Development Map
  - Community Outdoor Recreation Plan



# 2025 BUDGET PRESENTATION

## New Recommendations

	Year 1 2025	Year 2 2026	Year 3 2027	Total
Health Ins. Fund*	\$180,000 (\$100,000 reallocated)	\$124,000 (\$156,000 reallocated)	\$119,000 (\$161,000 reallocated)	\$423,000
Detective	\$126,320** (Delayed Hiring until 4/1/2025)	\$156,000	\$161,000	\$417,000

Target  
Fund  
Balance  
\$700,000

\*Assuming zero increase to health care costs

\*\*First year includes officer outfitting



# 2025 BUDGET PRESENTATION

## New Recommendations

	Year 1 2025	Year 2 2026	Year 3 2027	Total
Health Ins. Fund*	\$180,000 (\$100,000 reallocated)	\$280,000	\$280,000	\$740,000
Detective	\$126,320** (Delayed Hiring until 4/1/2025)	\$156,000 (funded through referendum)	\$161,000 (funded through referendum)	\$417,000

Target  
Fund  
Balance  
\$700,000

\*Assuming zero increase to health care costs

\*\*First year includes officer outfitting





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## ➤ **Recommended Changes to Fund Detective**

### ➤ **General Fund Transfers**

- Reallocate \$100,000 of Health Savings

### ➤ **General Fund Revenues**

- Interest Income +\$15,788

### ➤ **General Fund Expenses**

- Delay hiring for PT IT Support until 4/1/2025
  - Savings of 5,045
- Delay hiring Grant Writing Intern until 4/1/2025
  - Savings of 2,545
- Reduce the Gala Budget to 7,058
  - Savings of 2,942



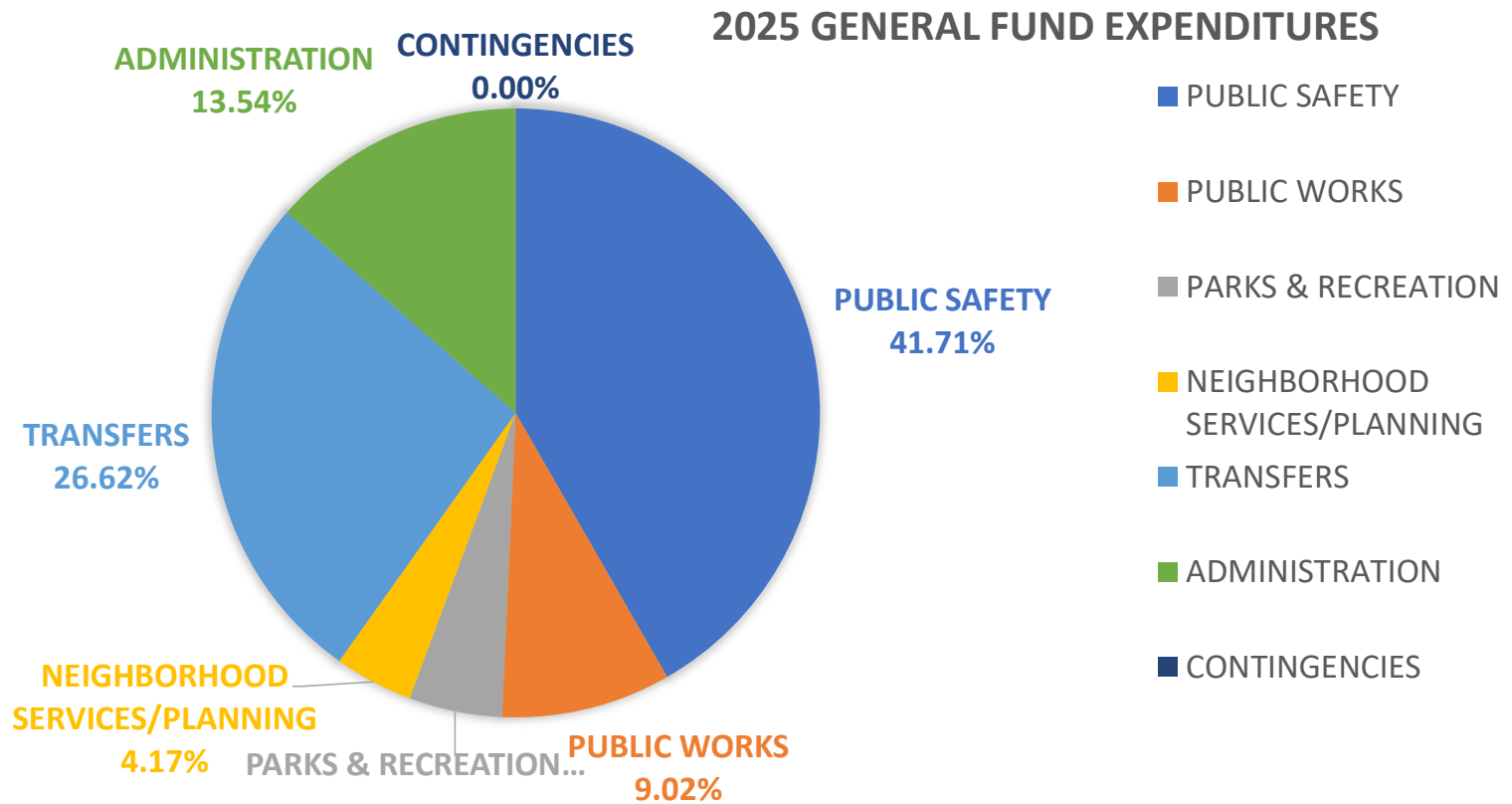
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## Potential Budget Cuts to Fund Detective:

Item	Cost
Discover Whitewater Series	6,000 Donation 2,900 Total Staff Hours Related
Downtown Whitewater Grant	25,000
Gala	10,000
Grant Writing Intern (vacant)	10,185
Information Technology Support PT Position (vacant)	20,175
Total	74,260

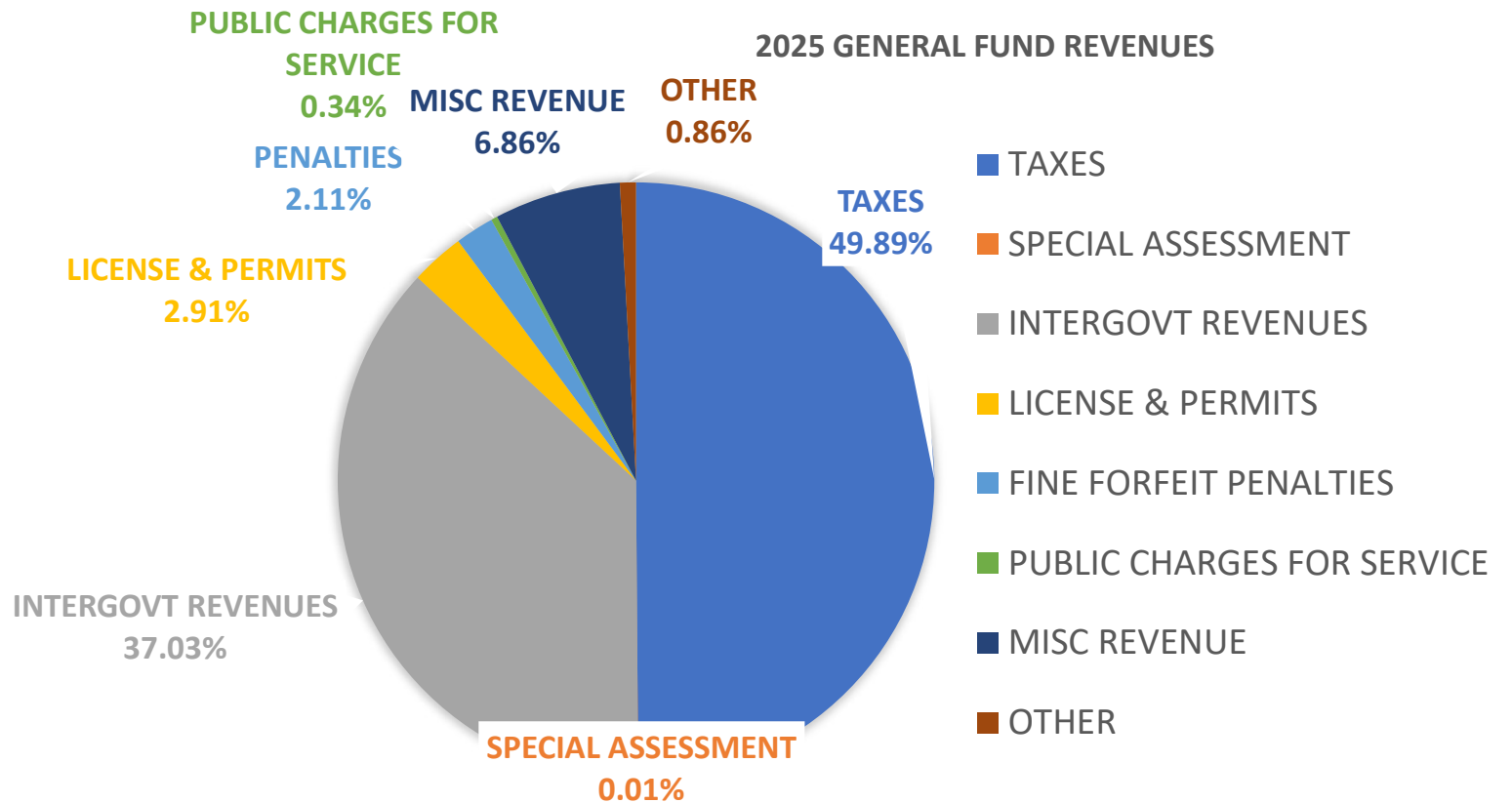


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## ➤ Updates since the initial draft

### ➤ General Fund Revenues

- Tax Levy +\$15,788
- Interest Income -\$15,788

### ➤ General Fund Expenses

- Legal -\$3,422
- IT -\$3,491
- Public Works Admin -\$2,254
- Shop/Fleet Operations +\$48
- Snow & Ice +\$119
- Street Maintenance +\$1,902
- Street Lights +\$144
- Parks Maintenance +\$73

### ➤ Transfers

- Health Ins SIR +\$6,881



# 2025 BUDGET PRESENTATION

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- **Budget Concerns for the Future**
  - Adequate Staffing for Public Safety
  - Lakes Management
  - WAFC Funding
  - Shared-Ride Taxi Service
  - Starin Park Water Tower
  - Capital Financing

# QUESTION/ANSWER

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