

**BUDGET 2010
WATER FUND**

Net Assets Summary

Fund 601 Water Fund				
DESCRIPTION	ACTUAL 2007	ACTUAL 2008	BUDGET 2009	BUDGET 2010
Net Assets January 1	9,796,575	9,589,937	9,589,937	9,659,093
Revenues	2,072,396	2,182,436	2,664,178	2,610,990
Total Available	11,868,971	11,772,373	12,254,115	12,270,083
Expenses	2,279,034	2,378,101	2,595,022	2,605,547
Net Income	(206,638)	(195,665)	69,156	5,443
Net Assets December 31	9,589,937	9,394,272	9,659,093	9,664,536
CIP Figure for 4 Years Out				3,555,000

10/30/09
 CITY OF FRIDLEY
 601RSUM

BUDGET 2010
 WATER FUND
 REVENUE SUMMARY

ACCOUNT NUMBER	ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	2009 BUDGET	FINAL 2010
<u>WATER FUND</u>					
601-0000-341.06-11	ADMINISTRATIVE CHARGES	7,578	7,578	0	0
601-0000-341.14-11	NSF CHARGES	0	35	0	0
601-0000-362.10-70	INTEREST EARNINGS	70,313	68,074	141,000	39,000
601-0000-362.11-70	UNREALIZED GAIN/LOSS	10,758	3,706	0	0
601-0000-362.51-60	SALE OF MISC PROPERTY	0	0	0	0
601-0000-362.52-80	FIXED ASSET-GAIN/LOSS	1,278	0	0	0
601-0000-362.61-60	MISCELLANEOUS REVENUE	1,972	601	1,400	1,300
601-0000-371.10-00	WATER SALES	1,809,986	1,912,568	2,354,328	2,389,240
601-0000-371.20-00	WATER FLAT RATE SALES	10,818	9,618	11,700	10,200
601-0000-371.50-00	CONNECT/RECONNECT FEES	6,432	3,600	5,400	5,000
601-0000-371.60-00	PENALTIES/FORFEIT DISCONT	100,707	113,233	98,800	107,000
601-0000-371.70-00	METER SALES	17,363	28,633	15,800	23,000
601-0000-371.80-00	WATER TAPPING & MISC.	24,270	24,430	23,500	24,000
601-0000-371.90-00	ONE-TIME ACCT. SETUP FEE	10,920	10,360	12,250	12,250
* WATER FUND		2,072,395	2,182,436	2,664,178	2,610,990

10/30/09
 CITY OF FRIDLEY
 601ESUM

BUDGET 2010
 WATER FUND
 EXPENDITURE SUMMARY

ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	ORIGINAL 2009 BUDGET	FINAL 2010
<u>UTIL ADMINISTRATION/CIP</u>				
* PERSONAL SERVICES	299,674	312,373	321,966	349,571
* SUPPLIES	184	268	350	350
* OTHER SERVICES & CHARGES	840,021	799,717	977,278	920,288
* CAPITAL OUTLAY	0	0	0	0
** <u>UTIL ADMINISTRATION/CIP</u>	1,139,879	1,112,358	1,299,594	1,270,209
<u>UTILITY OPERATIONS</u>				
* PERSONAL SERVICES	391,337	433,280	422,615	425,288
* SUPPLIES	177,250	203,842	181,600	181,050
* OTHER SERVICES & CHARGES	460,683	440,703	455,262	473,208
* CAPITAL OUTLAY	0	0	0	0
** <u>UTILITY OPERATIONS</u>	1,029,270	1,077,825	1,060,477	1,079,546
<u>DEBT SERVICE-TI BONDS</u>				
* DEBT SERVICE	759	0	0	0
** <u>DEBT SERVICE-TI BONDS</u>	759	0	0	0
<u>DEBT SERVICE-1996A BONDS</u>				
* DEBT SERVICE	694	694	0	0
** <u>DEBT SERVICE-1996A BONDS</u>	694	694	0	0
<u>DEBT SERVICE-1998A BONDS</u>				
* OTHER SERVICES & CHARGES	0	0	0	0
* DEBT SERVICE	24,517	19,294	14,875	9,178
** <u>DEBT SERVICE-1998A BONDS</u>	24,517	19,294	14,875	9,178
<u>DEBT SERVICE-BONDS</u>				
* DEBT SERVICE	63,901	62,755	61,260	59,885
* DEBT SERVICE	20,013	16,897	15,591	11,694
* DEBT SERVICE	0	88,282	143,225	175,035
** <u>DEBT SERVICE-BONDS</u>	83,914	167,934	220,076	246,614
	2,279,033	2,378,105	2,595,022	2,605,547

BUDGET 2010
City of Fridley
GOALS and OBJECTIVES

Fund 601 Water Fund	Department		Division	
OBJECTIVES/ACTIVITIES	PERFORMANCE MEASURES	UNITS	COSTS/ EXPLANATION	BUDGET IMPACT
<u>OBJECTIVE #1</u>				
<u>ACTIVITIES</u>				
1a				

WATER FUND - SUMMARY
EXPENDITURE SUMMARY

	2009 Budget	2010 Budget	Change	
			Amount	%
Administration/CIP	\$ 1,299,594	\$ 1,270,209	(\$ 29,385)	(2.26%)
Operations	1,060,477	1,079,546	19,069	1.80%
Debt Service	234,951	255,792	20,841	8.87%
Total	\$ 2,595,022	\$ 2,605,547	\$ 10,525	0.41%

WATER - ADMINISTRATION/CIP EXPENDITURE SUMMARY

	2009 Budget	2010 Budget	Change	
			Amount	%
Personal Services	\$ 321,966	\$ 349,571	\$ 27,605	8.57%
Supplies	350	350	0	0%
Other Services/Charges	977,278	920,288	(56,990)	(5.83%)
Capital Outlay	0	0	0	0%
Other Financing Uses	0	0	0	0%
Total	\$ 1,299,594	\$ 1,270,209	(\$ 29,385)	(2.26%)

Personal Services

1. 4101 Full-Time Employees - The \$1,661 increase is for step increases.
2. 4107 Administrative Charges - The \$24,200 increase is part of the overhead charge from the General Fund.

Supplies

Other Services/Charges

1. 4330 Professional Services - The \$15,200 reduction reflects the absence of expenditures for a wellhead protection planning consultant.
2. 4342 Depreciation - The \$42,820 reduction reflects a combination of fully-depreciated assets falling out of the budget and new depreciation for 2010 projects. It also reflects revisions to 2008 depreciation charges.

Capital Outlay

10/30/09
 CITY OF FRIDLEY
 601E LINE

BUDGET 2010
 WATER FUND
 EXPENDITURE LINE ITEMS

ACCOUNT NUMBER	ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	ORIGINAL 2009 BUDGET	FINAL 2010
WATER FUND					
<u>UTIL ADMINISTRATION/CIP</u>					
601-6000-415.41-01	FULL TIME EMPLOYEE - REG	65,444	72,116	87,408	89,069
601-6000-415.41-02	FULL TIME EMPLOYEE - OT	1,311	0	0	0
601-6000-415.41-07	ADMINISTRATIVE CHARGES	197,400	203,300	209,400	233,600
601-6000-415.41-12	EMPLOYEE LEAVE	12,226	12,303	0	0
601-6000-415.41-13	SEVERANCE & SEPARATION	0	0	0	0
601-6000-415.41-20	MEDICARE CONTRIBUTION	1,111	1,159	1,196	1,242
601-6000-415.41-21	PERA CONTRIBUTION	5,073	5,494	5,900	6,235
601-6000-415.41-22	FICA CONTRIBUTIONS	4,751	4,954	5,112	5,235
601-6000-415.41-31	HEALTH INSURANCE	11,494	12,101	12,008	13,240
601-6000-415.41-32	DENTAL INSURANCE	241	266	264	265
601-6000-415.41-33	LIFE INSURANCE	103	104	108	103
601-6000-415.41-34	CASH BENEFITS	0	0	0	0
601-6000-415.41-50	WORKERS COMPENSATION	520	576	570	582
* PERSONAL SERVICES		299,674	312,373	321,966	349,571
601-6000-415.42-20	OFFICE SUPPLIES	184	210	200	200
601-6000-415.42-21	OPERATING SUPPLIES	0	0	100	100
601-6000-415.42-22	SUPPLIES FOR REPAIR/MAINT	0	58	50	50
* SUPPLIES		184	268	350	350
601-6000-415.43-30	PROFESSIONAL SERVICES	12,254	39,933	26,285	11,085
601-6000-415.43-31	DUES & SUBSCRIPTIONS	0	0	0	0
601-6000-415.43-32	COMMUNICATION	20,878	20,812	21,410	21,410
601-6000-415.43-33	TRANSPORTATION	0	0	20	0
601-6000-415.43-34	ADVERTISING	306	0	0	0
601-6000-415.43-35	PRINTING & BINDING	19,988	22,818	25,070	25,060
601-6000-415.43-36	INSURANCE-NON PERSONNEL	18,247	18,394	19,600	19,800
601-6000-415.43-37	CONFERENCES & SCHOOLS	0	0	70	0
601-6000-415.43-39	IS FUND CHARGE	0	6,836	2,170	3,100
601-6000-415.43-40	SERVICE CONTRACT-NON PROF	105,536	4,337	50	50
601-6000-415.43-42	DEPRECIATION	621,614	622,707	717,603	674,783
601-6000-415.43-45	LOSS ON ASSET RETIREMENT	0	10,129	0	0
601-6000-415.43-48	COST OF GOODS SOLD	41,198	53,751	165,000	165,000
* OTHER SERVICES & CHARGES		840,021	799,717	977,278	920,288
601-6000-415.45-30	IMP OTHER THAN BUILDING	0	0	0	0
* CAPITAL OUTLAY		0	0	0	0
** UTIL ADMINISTRATION/CIP		1,139,879	1,112,358	1,299,594	1,270,209

WATER - OPERATIONS EXPENDITURE SUMMARY

	2009 Budget	2010 Budget	Change	
			Amount	%
Personal Services	\$ 422,615	\$ 425,288	\$ 2,673	0.63%
Supplies	181,600	181,050	(550)	(0.30%)
Other Services/Charges	456,262	473,208	16,946	3.71%
Capital Outlay	0	0	0	0%
Other Financing Uses	0	0	0	0%
Total	\$ 1,060,477	\$ 1,079,546	\$ 19,069	1.80%

Personal Services

1. 4101 Full-Time Employees - The \$3,788 increase is for a merit step increase for one of the water system maintainers.
2. 4107 Administrative Charges - The \$25,600 charge is the garage charge for service of the Water Fund vehicles and equipment.

Supplies

1. 4221 Operating Supplies - The additional \$350 includes an additional \$200 for pumps, heaters and hydrants. It also includes an additional \$100 for first aid supplies and an additional \$50 for manuals.
2. 4222 Supplies for Repair and Maintenance - The biggest contributors to the increase of \$4,000 are chemicals (+\$3,000).

Other Services/Charges

1. 4331 Dues and Subscriptions - The largest item here is a \$20,000 charge by the Minnesota Department of Natural Resources for the use of Minnesota water. All personal dues and subscriptions not related to licensure or certification have been eliminated from this line item.
2. 4332 Communications - The \$128 increase is for Nextel telephones/radios.
3. 4334 Advertising - The additional \$100 is for legal notices.
4. 4337 Conferences and Schools - All of the courses/conferences are required for certification.
5. 4338 Utility Services - The \$18,500 increase includes an additional \$9,000 in projected electric charges and \$8,500 in projected charges for natural gas. The line item also includes \$35,500 in sewer charges assigned to us by the Met Council.
6. 4340 Services Contracted, Non-Professional - The \$2,500 increase includes \$1,000 for water sampling and testing, an additional \$1,000 for publication of our annual water quality report, and for \$500 SCADA (telemetry) repairs.

Capital Outlay

1. Since the Water Fund is an enterprise fund, vehicle and equipment purchases are depreciated rather than charged to operations. In 2010, the Water Supervisor has asked for the following items:
 - a. A 3/4 ton 4x4 pickup truck with plow - \$40,000.
 - b. A replacement drill rig - \$10,000
 - c. A replacement travel vac - \$7,000
 - d. A new shoring system for water line repairs - \$12,000
- Total: \$69,000

BUDGET 2010
 WATER FUND
 EXPENDITURE LINE ITEMS

ACCOUNT NUMBER	ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	ORIGINAL 2009 BUDGET	FINAL 2010
<u>UTILITY OPERATIONS</u>					
601-7000-415.41-01	FULL TIME EMPLOYEE - REG	211,265	232,440	279,661	283,449
601-7000-415.41-02	FULL TIME EMPLOYEE - OT	32,386	30,251	25,022	25,091
601-7000-415.41-04	TEMPORARY EMPLOYEE - REG	0	0	0	0
601-7000-415.41-05	TEMPORARY EMPLOYEE - OT	0	0	0	0
601-7000-415.41-07	ADMINISTRATIVE CHARGES	20,720	24,340	25,100	25,600
601-7000-415.41-12	EMPLOYEE LEAVE	40,804	55,775	0	0
601-7000-415.41-20	MEDICARE CONTRIBUTION	4,087	4,539	4,478	4,558
601-7000-415.41-21	PERA CONTRIBUTION	17,389	19,562	20,108	21,598
601-7000-415.41-22	FICA CONTRIBUTIONS	17,475	19,407	19,148	19,488
601-7000-415.41-31	HEALTH INSURANCE	17,606	18,143	19,221	19,374
601-7000-415.41-32	DENTAL INSURANCE	483	532	528	530
601-7000-415.41-33	LIFE INSURANCE	257	259	270	257
601-7000-415.41-34	CASH BENEFITS	12,318	13,676	14,929	14,964
601-7000-415.41-50	WORKERS COMPENSATION	13,929	11,538	14,150	10,379
601-7000-415.41-70	WORK ORDER TRANSFER-LABOR	2,618	2,818	0	0

* PERSONAL SERVICES		391,337	433,280	422,615	425,288
601-7000-415.42-12	FUELS & LUBES	12,117	13,648	19,900	15,000
601-7000-415.42-17	CLOTHING/LAUNDRY ALLOW	2,897	4,126	3,100	3,100
601-7000-415.42-20	OFFICE SUPPLIES	12	4	0	0
601-7000-415.42-21	OPERATING SUPPLIES	2,724	6,490	2,950	3,300
601-7000-415.42-22	SUPPLIES FOR REPAIR/MAINT	156,485	175,616	150,750	154,750
601-7000-415.42-25	SMALL TOOLS & MINOR EQUIP	1,156	557	1,900	1,900
601-7000-415.42-29	WORK ORDER TRANSFER-PARTS	1,859	3,401	3,000	3,000

* SUPPLIES		177,250	203,842	181,600	181,050
601-7000-415.43-30	PROFESSIONAL SERVICES	1,220	1,358	2,250	1,625
601-7000-415.43-31	DUES & SUBSCRIPTIONS	20,987	21,437	23,730	23,230
601-7000-415.43-32	COMMUNICATION	6,976	8,775	8,200	8,328
601-7000-415.43-33	TRANSPORTATION	184	164	400	400
601-7000-415.43-34	ADVERTISING	131	139	250	350
601-7000-415.43-35	PRINTING & BINDING	534	209	550	550
601-7000-415.43-37	CONFERENCES & SCHOOLS	1,285	2,378	2,000	2,000
601-7000-415.43-38	UTILITY SERVICES	292,701	292,299	291,000	309,500
601-7000-415.43-39	IS FUND CHARGE	0	0	4,157	0
601-7000-415.43-40	SERVICE CONTRACT-NON PROF	133,820	111,175	118,000	120,500
601-7000-415.43-41	RENTALS	1,834	1,678	5,725	5,725
601-7000-415.43-50	PMTS TO OTHER AGENCIES	1,011	1,091	0	1,000

* OTHER SERVICES & CHARGES		460,683	440,703	456,262	473,208
601-7000-415.45-40	MACHINERY	0	0	0	0

* CAPITAL OUTLAY		0	0	0	0

** UTILITY OPERATIONS		1,029,270	1,077,825	1,060,477	1,079,546

**WATER - DEBT SERVICE
EXPENDITURE SUMMARY**

	2009 Budget	2010 Budget	Change	
			Amount	%
1998A Bonds	14,875	9,178	(5,697)	(38.30%)
2004A Bonds	61,260	59,885	(1,375)	(2.24%)
2004C Bonds	15,591	11,694	(3,897)	(25.00%)
2008B Bonds	143,225	131,635	(11,590)	(8.09%)
2010 Bonds	0	43,400	43,400	100%
Total	\$ 234,951	\$ 255,792	\$ 20,841	8.87%

Bonds

10/30/09
 CITY OF FRIDLEY
 601BLINE

BUDGET 2010
 WATER FUND
 EXPENDITURE LINE ITEMS

ACCOUNT NUMBER	ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	ORIGINAL 2009 BUDGET	FINAL 2010
DEBT SERVICE-1996A BONDS					
601-8600-475.46-05	PRINCIPAL PAYMENT	0	0	0	0
601-8600-475.46-10	INTEREST PAYMENT	694	694	0	0

*	DEBT SERVICE	694	694	0	0

**	DEBT SERVICE-1996A BONDS	694	694	0	0
DEBT SERVICE-1998A BONDS					
601-8800-475.43-30	PROFESSIONAL SERVICES	0	0	0	0

*	OTHER SERVICES & CHARGES	0	0	0	0
601-8800-475.46-05	PRINCIPAL PAYMENT	0	0	0	0
601-8800-475.46-10	INTEREST PAYMENT	24,086	18,863	14,875	9,178
601-8800-475.46-20	FISCAL AGENT FEES	431	431	0	0

*	DEBT SERVICE	24,517	19,294	14,875	9,178

**	DEBT SERVICE-1998A BONDS	24,517	19,294	14,875	9,178
DEBT SERVICE-2004A BONDS					
601-8900-475.46-05	PRINCIPAL PAYMENT	0	0	0	0
601-8900-475.46-10	INTEREST PAYMENT	63,498	62,352	61,260	59,885
601-8900-475.46-20	FISCAL AGENT FEES	403	403	0	0
601-8900-475.46-25	BOND ISSUANCE COSTS	0	0	0	0

*	DEBT SERVICE	63,901	62,755	61,260	59,885

**	DEBT SERVICE-2004A BONDS	63,901	62,755	61,260	59,885
DEBT SERVICE-2004C BONDS					
601-8901-475.46-05	PRINCIPAL PAYMENT	0	0	0	0
601-8901-475.46-10	INTEREST PAYMENT	19,812	16,494	15,591	11,694
601-8901-475.46-20	FISCAL AGENT FEES	201	403	0	0
601-8901-475.46-25	BOND ISSUANCE COSTS	0	0	0	0

*	DEBT SERVICE	20,013	16,897	15,591	11,694

**	DEBT SERVICE-2004C BONDS	20,013	16,897	15,591	11,694
DEBT SERVICE-2008B BONDS					
601-8902-475.46-05	PRINCIPAL PAYMENT	0	0	0	0
601-8902-475.46-10	INTEREST PAYMENT	0	51,078	143,225	175,035
601-8902-475.46-20	FISCAL AGENT FEES	0	0	0	0
601-8902-475.46-25	BOND ISSUANCE COSTS	0	37,204	0	0

*	DEBT SERVICE	0	88,282	143,225	175,035

**	DEBT SERVICE-2008B BONDS	0	88,282	143,225	175,035

***	WATER FUND	2,279,033	2,378,105	2,595,022	2,605,547

**CITY OF FRIDLEY
WATER FUND PROJECTIONS
INCOME / EXPENSE PROJECTIONS
As of 10/30/09**

	Actual 2008	Budgeted 2009	Budgeted 2010	Projected 2011	Projected 2012	Projected 2013	Projected 2014
Residential							
Rate (Quarterly 0-20,000)	1.30	1.08	1.13	1.17	1.20	1.24	1.28
Rate (Quarterly 20,001-40,000)		1.19	1.25	1.29	1.33	1.41	1.41
Rate (Quarterly 40,001-60,000)		1.30	1.37	1.41	1.45	1.49	1.54
Rate (Quarterly 60,001-unlimited)		1.41	1.48	1.52	1.57	1.62	1.67
Commercial							
Rate (Quarterly 0-40,000)	1.30	1.30	1.37	1.41	1.45	1.49	1.54
Rate (Quarterly 40,001-250,000)		1.46	1.53	1.58	1.63	1.68	1.73
Rate (Quarterly 250,001-500,000)		1.62	1.70	1.75	1.80	1.86	1.91
Rate (Quarterly 500,001-1,000,000)		1.78	1.87	1.93	1.98	2.04	2.10
Rate (Quarterly 1,000,001-unlimited)		1.94	2.04	2.10	2.16	2.23	2.29
Rate Change Projections (%)							
			5.00%	3.0%	3.0%	3.0%	3.0%
Operating Revenues							
Water Sales:			5.00%	3.0%	3.0%	3.0%	3.0%
Fixed Revenue (8.456 * 10.00 per Customer * 4 quarters)	1,912,568	2,033,000	2,051,000	2,198,000	2,264,000	2,332,000	2,402,000
Flat Rate Sales	9,618	321,328	338,240	351,770	365,840	380,474	395,693
Other Revenue	180,256	11,700	10,200	10,200	10,200	10,200	10,200
Total Operating Revenues	2,102,442	2,523,178	2,571,990	2,732,520	2,812,590	2,895,224	2,980,443
Estimated Expenditure Change (%)							
Operating Expenses				3.0%	3.0%	3.0%	3.0%
Personal Services	745,653	744,581	774,856	798,105	822,048	846,709	872,111
Supplies	204,110	181,950	186,842	192,447	196,221	196,221	204,167
Other Services and Charges	617,713	746,184	726,597	618,615	637,173	656,289	675,977
Actual Depreciation (Base Year) 601-6000-415-4342	622,707	591,367	622,707	622,707	622,707	622,707	622,707
Change in Depreciation (Since Base Year)		95,989	45,192	88,291	136,066	157,300	179,556
Total Operating Expenses	2,190,183	2,360,071	2,349,765	2,314,560	2,410,442	2,481,226	2,554,518
Operating Income	(87,741)	163,107	222,235	417,960	402,149	413,998	425,925
Non-Operating Revenues/Expenses							
Interest Income	71,780	141,000	39,000	49,000	40,000	50,000	43,000
Administrative Charges	7,578	-	-	-	-	-	-
Intergovernmental Revenues	(187,922)	(234,951)	(255,791)	(333,802)	(307,708)	(284,163)	(267,644)
Debt Service (interest only)	636	-	-	-	-	-	-
Misc Revenue	-	-	-	-	-	-	-
Gain/(Loss) on Disposition of Fixed Assets	-	-	-	-	-	-	-
Operating Transfer In/(Out)	-	-	-	-	-	-	-
Total Non-Operating Revenues/Expenses	(107,928)	(93,951)	(216,791)	(284,802)	(267,708)	(234,163)	(224,644)
Net Income	(195,669)	69,156	5,444	133,158	134,441	179,836	201,281
Cash and Cash Equivalents January 1							
Cash Flows From Operating Activities:							
Operating Income (Loss)	4,660,000	3,889,163	3,889,163	4,936,864	3,970,404	5,015,378	4,274,051
Depreciation	163,107	222,235	222,235	417,960	402,149	413,998	425,925
Net cash flows from operating activities	850,463	667,899	667,899	710,998	758,773	760,007	802,263
Cash flows from capital and related investing activities:							
Acquisition and construction of fixed assets	(967,000)	(854,000)	(854,000)	(1,128,958)	(1,160,922)	(1,194,005)	(1,228,168)
Proceeds from sale of revenue bonds	-	1,835,000	1,835,000	(1,085,000)	(1,095,000)	(1,105,000)	(695,000)
Existing Debt-Principal paid on revenue bonds	(220,300)	(575,000)	(606,642)	(725,616)	(753,240)	(596,170)	(614,416)
Existing Debt - Interest and paying agent fees	(1,762,300)	(255,791)	(255,791)	(333,802)	(307,708)	(284,163)	(267,644)
Net cash flows from capital and related investing	(1,762,300)	118,567	118,567	(2,144,418)	(1,559,948)	(1,985,333)	(1,577,060)
Net cash flows from investing activities	141,000	39,000	39,000	49,000	40,000	50,000	43,000
Net Increase (Decrease) in cash	(770,837)	1,047,701	1,047,701	(966,460)	1,044,374	(741,327)	(305,872)
Cash and Cash Equivalents December 31	4,660,000	3,889,163	4,936,864	3,970,404	5,015,378	4,274,051	3,968,178

**BUDGET 2010
SEWER FUND**

Net Assets Summary

Fund 602 Sewer Fund				
DESCRIPTION	ACTUAL 2007	ACTUAL 2008	BUDGET 2009	BUDGET 2010
Net Assets January 1	8,436,600	8,224,565	8,224,565	8,275,548
Revenues	3,586,019	3,944,980	4,272,542	4,578,736
Total Available	12,022,619	12,169,545	12,497,107	12,854,284
Expenses	3,798,054	4,065,899	4,221,559	4,553,526
Net Income	(212,035)	(120,919)	50,983	25,210
Net Assets December 31	8,224,565	8,103,646	8,275,548	8,300,758
CIP Figure for 4 Years Out				1,230,000

11/03/09
 CITY OF FRIDLEY
 602RSUM

BUDGET 2010
 SEWER FUND
 REVENUE SUMMARY

ACCOUNT NUMBER	ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	2009 BUDGET	FINAL 2010
<u>SEWER FUND</u>					
602-0000-362.10-70	INTEREST EARNINGS	109,721	68,213	100,000	26,000
602-0000-362.11-70	UNREALIZED GAIN/LOSS	14,683	2,961	0	0
602-0000-372.10-00	SEWER SALES	3,136,844	3,519,734	3,852,827	4,217,136
602-0000-372.20-00	SEWER FLAT RATE SALES	254,001	273,591	250,000	260,000
602-0000-372.50-00	CONNECT/RECONNECT FEES	240	130	615	200
602-0000-372.60-00	PENALTIES/FORFEIT DISCONT	68,771	79,249	66,300	74,000
602-0000-372.70-00	SEWER TAPPING/SUPPLY/MISC	1,759	1,102	2,800	1,400
* SEWER FUND		3,586,019	3,944,980	4,272,542	4,578,736

11/03/09
 CITY OF FRIDLEY
 602ESUM

BUDGET 2010
 SEWER FUND
 EXPENDITURE SUMMARY

ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	ORIGINAL 2009 BUDGET	FINAL 2010
<u>UTIL ADMINISTRATION/CIP</u>				
* PERSONAL SERVICES	189,700	195,400	201,300	225,300
* SUPPLIES	0	453	0	0
* OTHER SERVICES & CHARGES	335,114	339,585	323,369	343,686
* CAPITAL OUTLAY	0	0	0	0
** UTIL ADMINISTRATION/CIP	524,814	535,438	524,669	568,986
<u>UTILITY OPERATIONS</u>				
* PERSONAL SERVICES	408,278	426,786	435,521	430,257
* SUPPLIES	66,098	46,953	66,700	58,750
* OTHER SERVICES & CHARGES	2,798,864	3,056,721	3,194,669	3,495,533
* CAPITAL OUTLAY	0	0	0	0
** UTILITY OPERATIONS	3,273,240	3,530,460	3,696,890	3,984,540
	3,798,054	4,065,898	4,221,559	4,553,526

BUDGET 2010
City of Fridley
GOALS and OBJECTIVES

Fund 602 Sewer Fund	Department		Division	
OBJECTIVES/ACTIVITIES	PERFORMANCE MEASURES	UNITS	COSTS/ EXPLANATION	BUDGET IMPACT
<u>OBJECTIVE #1</u>				
<u>ACTIVITIES</u> 1a				

**SEWER FUND - SUMMARY
EXPENDITURE SUMMARY**

	2009 Budget	2010 Budget	Change	
			Amount	%
Administration/CIP	\$ 524,669	\$ 568,986	\$ 44,317	8.45%
Operations	3,696,890	3,984,540	287,650	7.78%
Debt Service	0	0	0	0%
Total	\$ 4,221,559	\$ 4,553,526	\$ 331,967	7.86%

**SEWER - ADMINISTRATION/CIP
EXPENDITURE SUMMARY**

	2009 Budget	2010 Budget	Change	
			Amount	%
Personal Services	\$ 201,300	\$ 225,300	\$ 24,000	11.92%
Supplies	0	0	0	0%
Other Services/Charges	323,369	343,686	20,317	6.28%
Capital Outlay	0	0	0	0%
Other Financing Uses	0	0	0	0%
Total	\$ 524,669	\$ 568,986	\$ 44,317	8.45%

Personal Services

1. 4107 Administrative Charges - The additional \$24,000 is part of the administrative overhead charge for General Fund facilities and services.

Supplies

Other Services/Charges

1. 4330 Professional Services - The additional \$525 is for anticipated software maintenance charges.
2. 4336 Insurance - Non-Personnel - The additional \$14,000 is for adjustments to insurance costs based on 100% of ratable expenses.
3. 4342 Depreciation - Sewer depreciation for 2009 was budgeted at \$297,894 and has increased by \$5,522 to \$303,386 for 2010. The increase is a net number that reflects revisions to 2008 depreciation charges as well as projected changes for 2010.

Capital Outlay

11/03/09
 CITY OF FRIDLEY
 602BLINE

BUDGET 2010
 SEWER FUND
 EXPENDITURE LINE ITEMS

ACCOUNT NUMBER	ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	ORIGINAL 2009 BUDGET	FINAL 2010
SEWER FUND					
<u>UTIL ADMINISTRATION/CIP</u>					
602-6000-415.41-07	ADMINISTRATIVE CHARGES	189,700	195,400	201,300	225,300
* PERSONAL SERVICES		189,700	195,400	201,300	225,300
602-6000-415.42-20	OFFICE SUPPLIES	0	0	0	0
602-6000-415.42-22	SUPPLIES FOR REPAIR/MAINT	0	453	0	0
* SUPPLIES		0	453	0	0
602-6000-415.43-30	PROFESSIONAL SERVICES	8,923	9,148	9,275	9,800
602-6000-415.43-31	DUES & SUBSCRIPTIONS	2,400	2,400	2,400	2,400
602-6000-415.43-32	COMMUNICATION	5,524	6,013	6,200	6,200
602-6000-415.43-34	ADVERTISING	1-	0	0	0
602-6000-415.43-36	INSURANCE-NON PERSONNEL	5,071	5,359	5,400	19,400
602-6000-415.43-39	IS FUND CHARGE	0	5,794	2,200	2,500
602-6000-415.43-40	SERVICE CONTRACT-NON PROF	5,164	1,081	0	0
602-6000-415.43-42	DEPRECIATION	308,033	309,790	297,894	303,386
602-6000-415.43-43	DEPRECIATION-CONTRIBUTED	0	0	0	0
602-6000-415.43-45	LOSS ON ASSET RETIREMENT	0	0	0	0
* OTHER SERVICES & CHARGES		335,114	339,585	323,369	343,686
602-6000-415.45-30	IMP OTHER THAN BUILDING	0	0	0	0
* CAPITAL OUTLAY		0	0	0	0
** UTIL ADMINISTRATION/CIP		524,814	535,438	524,669	568,986

SEWER - OPERATIONS EXPENDITURE SUMMARY

	2009 Budget	2010 Budget	Change	
			Amount	%
Personal Services	\$ 435,521	\$ 430,257	(\$ 5,264)	(1.21%)
Supplies	66,700	58,750	(7,950)	(11.92%)
Other Services/Charges	3,194,669	3,495,533	300,864	9.42%
Capital Outlay	0	0	0	0%
Other Financing Uses	0	0	0	0%
Total	\$ 3,696,890	\$ 3,984,540	\$ 287,650	7.78%

Personal Services

1. 4101 Full-Time Employees - The \$8,189 reduction reflects the hiring of a new entry level employee to replace a seasonal employee who left his position for another job.
2. 4104 Temporary Employees - The \$3,592 reduction reflects a reduction in the number of seasonal employees.
3. 4131 Health Insurance - The \$10,357 increase reflects changes in health insurance options. These include a shift from an annual leave option to a dependent care option.
4. 4134 Cash Benefits - The \$905 reduction reflects the change mentioned above.

Supplies

1. 4217 Clothing/Laundry Allowance - The additional \$300 reflects changes in the contract for uniform service.
2. 4221 - Operating Supplies - The \$250 increase is largely for safety supplies, including gloves, eye protection, vests, etc.
3. 4222 - Supplies for Repair and Maintenance - The increase of \$700 is for manhole covers, castings and rings.

Other Services/Charges

1. 4330 Professional Services - The \$700 reduction is all related to reduction in the City's Wellness program costs.
2. 4332 Communications - The \$272 increase reflects additional costs for Nextel phones/radios.
3. 4335 Printing and Binding - The additional \$1,000 is for a "Fats, Oils and Grease" (FOG) brochure to be distributed to local restaurants.
4. 4338 Utility Services - This includes a \$307,824 (9.7%) increase for treatment costs assessed to us by Metropolitan Council Environmental Services (MCES).
5. 4340 Services Contracted, Non-Professional - The \$4,000 reduction is a net change that reflects the following adjustments:
 - a. +\$2,000 for lift station repairs.
 - b. -\$2,000 for concrete curbing.
 - c. -\$2,000 for vehicle equipment repairs.
 - d. -\$2,000 for electrical repairs.

Capital Outlay

1. Since the Sewer Fund is an enterprise fund, vehicle and equipment purchases are depreciated rather than charged to operations. In 2010, the Sewer Supervisor has asked for the following items:

a. Generator to Replace Unit 683	\$60,000
b. Sewer Camera Upgrade/Rebuild	<u>\$5,000</u>
Total =	\$65,000

BUDGET 2010
 SEWER FUND
 EXPENDITURE LINE ITEMS

ACCOUNT NUMBER	ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	ORIGINAL 2009 BUDGET	FINAL 2010
<u>UTILITY OPERATIONS</u>					
602-7000-415.41-01	FULL TIME EMPLOYEE - REG	216,345	232,892	276,723	268,534
602-7000-415.41-02	FULL TIME EMPLOYEE - OT	19,165	14,703	26,915	25,070
602-7000-415.41-04	TEMPORARY EMPLOYEE - REG	16,869	15,886	20,592	17,000
602-7000-415.41-05	TEMPORARY EMPLOYEE - OT	0	0	0	0
602-7000-415.41-07	ADMINISTRATIVE CHARGES	20,720	24,340	25,100	25,600
602-7000-415.41-12	EMPLOYEE LEAVE	37,635	45,600	0	0
602-7000-415.41-20	MEDICARE CONTRIBUTION	4,089	4,339	4,676	4,374
602-7000-415.41-21	PERA CONTRIBUTION	17,024	18,112	20,496	20,552
602-7000-415.41-22	FICA CONTRIBUTIONS	17,484	18,553	19,993	18,701
602-7000-415.41-31	HEALTH INSURANCE	29,401	24,541	19,221	32,614
602-7000-415.41-32	DENTAL INSURANCE	724	808	528	795
602-7000-415.41-33	LIFE INSURANCE	257	255	270	257
602-7000-415.41-34	CASH BENEFITS	8,196	9,118	9,953	4,988
602-7000-415.41-50	WORKERS COMPENSATION	10,284	10,950	11,054	11,772
602-7000-415.41-70	WORK ORDER TRANSFER-LABOR	10,085	6,689	0	0

* PERSONAL SERVICES		408,278	426,786	435,521	430,257
602-7000-415.42-12	FUELS & LUBES	20,078	20,733	30,600	23,000
602-7000-415.42-17	CLOTHING/LAUNDRY ALLOW	2,603	3,617	3,300	3,600
602-7000-415.42-20	OFFICE SUPPLIES	4	4	0	0
602-7000-415.42-21	OPERATING SUPPLIES	1,529	1,790	2,300	2,550
602-7000-415.42-22	SUPPLIES FOR REPAIR/MAINT	23,199	13,608	16,600	17,300
602-7000-415.42-25	SMALL TOOLS & MINOR EQUIP	1,786	522	3,900	3,800
602-7000-415.42-29	WORK ORDER TRANSFER-PARTS	16,899	6,679	10,000	8,500

* SUPPLIES		66,098	46,953	66,700	58,750
602-7000-415.43-30	PROFESSIONAL SERVICES	890	1,070	1,650	950
602-7000-415.43-31	DUES & SUBSCRIPTIONS	515	290	525	350
602-7000-415.43-32	COMMUNICATION	1,500	1,905	2,189	2,461
602-7000-415.43-33	TRANSPORTATION	191	254	400	400
602-7000-415.43-34	ADVERTISING	0	0	0	0
602-7000-415.43-35	PRINTING & BINDING	74	663	0	1,000
602-7000-415.43-37	CONFERENCES & SCHOOLS	1,647	1,128	3,050	2,850
602-7000-415.43-38	UTILITY SERVICES	2,732,512	3,013,045	3,136,698	3,445,522
602-7000-415.43-39	IS FUND CHARGE	0	0	4,157	0
602-7000-415.43-40	SERVICE CONTRACT-NON PROF	60,535	38,243	45,000	41,000
602-7000-415.43-41	RENTALS	1,000	123	1,000	1,000

* OTHER SERVICES & CHARGES		2,798,864	3,056,721	3,194,669	3,495,533
602-7000-415.45-40	MACHINERY	0	0	0	0

* CAPITAL OUTLAY		0	0	0	0

** UTILITY OPERATIONS		3,273,240	3,530,460	3,696,890	3,984,540

*** SEWER FUND		3,798,054	4,065,898	4,221,559	4,553,526

CITY OF FRIDLEY
SEWER FUND PROJECTIONS
INCOME / EXPENSE PROJECTIONS
 As of 11/3/09

Gallons Disposed per MCEs (in millions)
 Sewer Billings
 Gallons Billed (in thousands)
 Gallons Billed Flat Rate
 Rate (\$ per 1,000 gallons)

Rate Change Projections (%)

Operating Revenues
 Sewer Sales
 Fixed Revenue (8,456 * 7.75 per Customer * 4 quarters)
 Flat Rate Sales
 Other Revenue
 Total Operating Revenues

Estimated Expenditure Change (%)

Operating Expenses
 Personal Services
 Supplies
 Disposal Charges
 Other Services and Charges
 Depreciation (Base Year)
 Total Annual Change in Depreciation (new)
 Total Operating Expenses

Operating Income / (Loss)

Non-Operating Revenues(Exps.)

Interest Income

Total Non-Operating Revenues/Expenses

Net Income

Cash and Cash Equivalents January 1

Cash Flows From Operating Activities:

Operating Income (Loss)

Adjustments to reconcile operating Income (Loss)
 to net cash flows from operating activities:

Depreciation

Discount amortization

Changes in assets and liabilities

Decrease (Increase) in assets/liabilities

Net cash flows from operating activities

Net cash flows from non-capital financing activities

Cash flows from capital and related financing activities:

Acquisition and construction of fixed assets

Net cash flows from capital and related financing activities

Net cash flows from investing activities

Net Increase (Decrease) in cash

Cash and Cash Equivalents December 31

	Actual 2008	Budgeted 2009	Budgeted 2010	Projected 2011	Projected 2012	Projected 2013	Projected 2014
		1,925	1,925	1,925	1,925	1,925	1,925
		1,200	1,200	1,200	1,200	1,200	1,200
		95	95	95	95	95	95
		3.01	3.30	3.39	3.50	3.60	3.71
			9.5%	3.0%	3.0%	3.0%	3.0%
	3,519,734	3,612,000	3,955,000	4,074,000	4,196,000	4,322,000	4,452,000
		240,827	262,136	272,621	283,526	294,867	306,662
	273,591	250,000	260,000	323,000	332,000	342,000	352,000
	80,481	69,715	75,600	55,000	55,000	55,000	55,000
	3,873,806	4,172,542	4,552,736	4,724,621	4,866,526	5,013,867	5,166,662
				3.0%	3.0%	3.0%	3.0%
	622,186	636,821	655,557	675,224	695,480	716,345	737,835
	47,406	66,700	99,050	102,022	105,082	108,235	111,482
	3,013,045	3,136,198	3,445,522	3,548,888	3,655,354	3,765,015	3,877,965
	73,471	83,946	50,011	51,511	53,057	54,648	56,288
	309,790	308,033	306,588	306,588	306,588	306,588	306,588
		(10,139)	(3,202)	877	(2,180)	(228)	1,882
	4,065,898	4,221,559	4,553,526	4,685,109	4,813,381	4,950,003	5,092,040
	(192,092)	(49,017)	(790)	39,512	53,145	63,865	73,622
	71,174	100,000	26,000	25,000	26,000	27,000	27,000
	71,174	100,000	26,000	25,000	26,000	27,000	27,000
	(120,918)	50,983	26,210	64,512	79,145	90,865	100,622
	2,516,000	2,516,000	2,604,877	2,643,473	2,620,450	2,729,003	2,710,628
	(49,017)	(49,017)	(790)	39,512	53,145	63,865	73,622
	297,894	297,894	303,386	307,465	304,408	305,760	308,470
	248,877	302,596	346,877	346,877	357,553	369,625	382,092
	(260,000)	(260,000)	(390,000)	(295,000)	(275,000)	(415,000)	(310,000)
	(260,000)	(260,000)	(390,000)	(295,000)	(275,000)	(415,000)	(310,000)
	100,000	100,000	26,000	25,000	26,000	27,000	27,000
	88,877	88,877	(61,404)	76,977	108,553	(18,375)	99,092
	2,516,000	2,604,877	2,543,473	2,620,450	2,729,003	2,710,628	2,809,720

**BUDGET 2010
STORM WATER FUND**

Net Assets Summary

Fund 603 Storm Water Fund				
DESCRIPTION	ACTUAL 2007	ACTUAL 2008	BUDGET 2009	BUDGET 2010
Net Assets January 1	5,570,234	5,510,784	5,510,784	5,572,098
Revenues	422,494	425,602	442,024	416,112
Total Available	5,992,728	5,936,386	5,952,808	5,988,210
Expenses	481,944	373,989	380,710	413,410
Net Income	(59,450)	51,613	61,314	2,702
Net Assets December 31	5,510,784	5,562,397	5,572,098	5,574,800
CIP Plan Figure for 4 Years Out				1,199,000

10/30/09
 CITY OF FRIDLEY
 603RSUM

BUDGET 2010
 STORM WATER FUND
 REVENUE SUMMARY

ACCOUNT NUMBER	ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	2009 BUDGET	FINAL 2010
<u>STORM WATER FUND</u>					
603-0000-311.10-00	CURRENT AD VALOREM	0	0	0	0
603-0000-311.20-00	DELINQUENT AD VALOREM	0	0	0	0
603-0000-334.02-60	RESIDENTIAL MV HMSTD AID	0	0	0	0
603-0000-334.25-11	STATE GRANTS	0	0	0	0
603-0000-340.31-11	REIMB-GENERAL GOVT	0	0	0	0
603-0000-361.10-33	FROM COUNTY-CURRENT	1,224	825	612	1,000
603-0000-362.10-70	INTEREST EARNINGS	25,327	20,079	36,000	8,000
603-0000-362.11-70	UNREALIZED GAIN/LOSS	5,150	962	0	0
603-0000-361.20-33	DIRECT TO CITY-PRINCIPAL	0	0	0	0
603-0000-361.25-33	DIRECT TO CITY-INTEREST	0	0	0	0
603-0000-362.61-60	MISCELLANEOUS REVENUE	0	0	0	0
603-0000-373.10-00	STORM SEWER COLLECTION	380,159	389,226	394,812	394,812
603-0000-373.20-00	HARRIS POND ASSESSMENTS	3,186	7,367	3,300	5,000
603-0000-373.60-00	STORM SEWER PENALTIES	7,448	7,143	7,300	7,300
603-0000-373.70-00	STORM SEWER MISC.	0	0	0	0
* STORM WATER FUND		422,494	425,602	442,024	416,112

10/30/09
 CITY OF FRIDLEY
 603ESUM

BUDGET 2010
 STORM WATER FUND
 EXPENDITURE SUMMARY

ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	ORIGINAL 2009 BUDGET	FINAL 2010
<u>UTIL ADMINISTRATION/CIP</u>				
* PERSONAL SERVICES	106,400	109,600	112,900	125,200
* OTHER SERVICES & CHARGES	225,592	238,476	242,110	244,910
* CAPITAL OUTLAY	0	0	0	0
* OTHER FINANCING USES	100,000	0	0	0
** UTIL ADMINISTRATION/CIP	431,992	348,076	355,010	370,110
<u>UTILITY OPERATIONS</u>				
* SUPPLIES	2,589	2,026	3,200	6,700
* OTHER SERVICES & CHARGES	47,054	23,887	22,500	36,600
* CAPITAL OUTLAY	0	0	0	0
** UTILITY OPERATIONS	49,643	25,913	25,700	43,300
<u>DEBT SERVICE-BONDS</u>				
* DEBT SERVICE	309	0	0	0
** DEBT SERVICE-BONDS	309	0	0	0
	481,944	373,989	380,710	413,410

BUDGET 2010
City of Fridley
GOALS and OBJECTIVES

Fund 603 Storm Fund	Department		Division	
OBJECTIVES/ACTIVITIES	PERFORMANCE MEASURES	UNITS	COSTS/ EXPLANATION	BUDGET IMPACT
<u>OBJECTIVE #1</u>				
<u>ACTIVITIES</u>				
1a				

**STORM WATER FUND - SUMMARY
EXPENDITURE SUMMARY**

	2009 Budget	2010 Budget	Change	
			Amount	%
Transmission/Distribution	\$ 25,700	\$ 43,300	\$ 17,600	68.48%
Administration	355,010	370,110	15,100	4.25%
Debt Service	0	0	0	0%
Total	\$ 380,710	\$ 413,410	\$ 32,700	8.59%

STORM WATER - ADMINISTRATION/CIP EXPENDITURE SUMMARY

	2009 Budget	2010 Budget	Change	
			Amount	%
Personal Services	\$ 112,900	\$ 125,200	\$ 12,300	10.89%
Supplies	0	0	0	0%
Other Services/Charges	242,110	244,910	2,800	1.16%
Capital Outlay	0	0	0	0%
Other Financing Uses	0	0	0	0%
Total	\$ 355,010	\$ 370,110	\$ 15,100	4.25%

Personal Services

1. 4107 Administrative Charges - These charges are for the facilities and services provided by the General Fund. The \$12,300 increase is roughly proportional to the administrative charge increase for the Water and Sewer Funds.

Supplies

Other Services/Charges

1. 4340 Services Contracted, Non-Professional - The charges to this line item were moved to operations. They were for the treatment of water ponds.
2. 4342 Depreciation - While we have added \$21,050 in additional depreciation, we have also retired \$10,050 in fully depreciated assets.

Capital Outlay

10/30/09
 CITY OF FRIDLEY
 603ELINE

BUDGET 2010
 STORM WATER FUND
 EXPENDITURE LINE ITEMS

ACCOUNT NUMBER	ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	ORIGINAL 2009 BUDGET	FINAL 2010
STORM WATER FUND					
<u>UTIL ADMINISTRATION/CIP</u>					
603-6000-415.41-07	ADMINISTRATIVE CHARGES	106,400	109,600	112,900	125,200
* PERSONAL SERVICES		106,400	109,600	112,900	125,200
603-6000-415.43-30	PROFESSIONAL SERVICES	7,761	7,970	7,910	8,440
603-6000-415.43-34	ADVERTISING	0	0	0	0
603-6000-415.43-36	INSURANCE-NON PERSONNEL	408	394	440	700
603-6000-415.43-40	SERVICE CONTRACT-NON PROF	6,253	17,702	8,990	0
603-6000-415.43-42	DEPRECIATION	211,170	212,410	224,770	235,770
603-6000-415.43-43	DEPRECIATION-CONTRIBUTED	0	0	0	0
603-6000-415.43-45	LOSS ON ASSET RETIREMENT	0	0	0	0
* OTHER SERVICES & CHARGES		225,592	238,476	242,110	244,910
603-6000-415.45-30	IMP OTHER THAN BUILDING	0	0	0	0
* CAPITAL OUTLAY		0	0	0	0
603-6000-415.47-20	OPERATING TRANSFERS	100,000	0	0	0
* OTHER FINANCING USES		100,000	0	0	0
**	UTIL ADMINISTRATION/CIP	431,992	348,076	355,010	370,110

STORM WATER - OPERATIONS EXPENDITURE SUMMARY

	2009 Budget	2010 Budget	Change	
			Amount	%
Personal Services	\$ 0	\$ 0	\$ 0	0%
Supplies	3,200	6,700	3,500	109.38%
Other Services/Charges	22,500	36,600	14,100	62.67%
Capital Outlay	0	0	0	0%
Other Financing Uses	0	0	0	0%
Total	\$ 25,700	\$ 43,300	\$ 17,600	68.48%

Personal Services

Supplies

1. 4222 Supplies for Repair & Maintenance - The \$3,500 increase includes the following items:
 - a. +\$1,500 for sewer pipe and manhole covers.
 - b. +\$800 for joint seals.
 - c. +700 for rip rap.
 - d. +500 for hardware supplies.

Other Services/Charges

1. 4330 Professional Services - We eliminated \$875 in fees for the Minnesota Stormwater Coalition.
2. 4334 Advertising - The \$300 increase includes \$100 for NPDES notices and \$200 for Six Cities Watershed Management Organization notices.
3. 4338 Utility Services - The additional \$300 is for electricity for the operation of the Mississippi Street lift station.
4. 4340 Services Contracted, Non-Professional - The \$13,500 increase includes \$12,000 that was originally in the Administrative Section of this budget for pond maintenance. The remaining \$1,500 increase is for maintenance of storm sewer lines.

Capital Outlay

10/30/09
 CITY OF FRIDLEY
 603BELINE

BUDGET 2010
 STORM WATER FUND
 EXPENDITURE LINE ITEMS

ACCOUNT NUMBER	ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	ORIGINAL 2009 BUDGET	FINAL 2010
<u>UTILITY OPERATIONS</u>					
603-7000-415.42-12	FUELS & LUBES	0	0	0	0
603-7000-415.42-17	CLOTHING/LAUNDRY ALLOW	0	0	0	0
603-7000-415.42-21	OPERATING SUPPLIES	0	989	100	100
603-7000-415.42-22	SUPPLIES FOR REPAIR/MAINT	2,589	336	3,000	6,500
603-7000-415.42-25	SMALL TOOLS & MINOR EQUIP	0	701	100	100

*	SUPPLIES	2,589	2,026	3,200	6,700
603-7000-415.43-30	PROFESSIONAL SERVICES	875	875	0	0
603-7000-415.43-34	ADVERTISING	0	23	0	300
603-7000-415.43-35	PRINTING & BINDING	0	0	0	0
603-7000-415.43-38	UTILITY SERVICES	4,543	2,855	4,500	4,800
603-7000-415.43-40	SERVICE CONTRACT-NON PROF	41,636	20,134	18,000	31,500
603-7000-415.43-41	RENTALS	0	0	0	0

*	OTHER SERVICES & CHARGES	47,054	23,887	22,500	36,600
603-7000-415.45-40	MACHINERY	0	0	0	0

*	CAPITAL OUTLAY	0	0	0	0

**	UTILITY OPERATIONS	49,643	25,913	25,700	43,300

***	STORM WATER FUND	481,944	373,989	380,710	413,410

CITY OF FRIDLEY
STORM WATER FUND PROJECTIONS
REVENUE/ EXPENSE PROJECTIONS AND CASHFLOW
As of 7/15/09

Rate Change Projections (%)

	Actual 2008	Budgeted 2009	Budgeted 2010	Projected 2011	Projected 2012	Projected 2013	Projected 2014
Operating Revenues			0.00%	3.00%	3.00%	3.00%	3.00%
Storm Water Sales	389,226	394,812	394,812	406,656	418,856	431,422	444,364
Taxes	8,192	1,000	1,000	1,030	1,061	1,093	1,126
Other Revenue	7,143	11,212	12,300	12,669	13,049	13,441	13,844
Total Operating Revenues	404,561	406,024	408,112	420,355	432,966	445,955	459,333

Estimated Expenditure Change (%)

Operating Expenses				3.00%	3.00%	3.00%	3.00%
Personal Services	109,600	112,900	125,200	128,956	132,825	136,809	140,914
Supplies	2,026	3,200	6,700	6,901	7,108	7,321	7,541
Other Services and Charges	49,953	39,840	45,740	47,112	48,526	49,981	51,481
Actual Depreciation (Base Year)	212,410	211,170	212,410	212,410	212,410	212,410	212,410
Change in Depreciation (Since Base Year)	-	13,600	23,360	32,827	41,443	49,682	58,655
Total Operating Expenses	373,989	380,710	413,410	428,206	442,311	456,204	471,000
Operating Income	30,572	25,314	(5,298)	(7,851)	(9,345)	(10,249)	(11,667)
Non-Operating Revenues (Exps.)							
Interest Income	21,041	36,000	8,000	8,000	7,000	6,000	7,000
Debt Service	-	-	-	-	-	-	-
Special Assessments Levied	-	-	-	-	-	-	-
Total Non-Operating Revenues/Expenses	21,041	36,000	8,000	8,000	7,000	6,000	7,000
Net Income	51,613	61,314	2,702	149	(2,345)	(4,249)	(4,667)

Cash and Cash Equivalents January 1

Cash Flows From Operating Activities:	771,000	771,000	782,084	845,556	746,942	633,449	686,292
Operating Income (Loss)	25,314	25,314	(5,298)	(7,851)	(9,345)	(10,249)	(11,667)
Adjustments to reconcile Operating Income (Loss) to net cash flows from operating activities:							
Depreciation	224,770	224,770	235,770	245,237	253,853	262,092	271,065
Net cash flows from operating activities	250,084	250,084	230,472	237,386	244,508	251,843	259,398
Net cash flows from non-capital financing activities							
Cash flows from capital and related financing activities							
Acquisition and construction of fixed assets	(275,000)	(275,000)	(175,000)	(344,000)	(365,000)	(205,000)	(295,000)
Net cash flows from capital and related financing act.	(275,000)	(275,000)	(175,000)	(344,000)	(365,000)	(205,000)	(295,000)
Net cash flows from investing activities	36,000	36,000	8,000	8,000	7,000	6,000	7,000
Net Increase (Decrease) in cash	11,084	11,084	63,472	(98,614)	(113,492)	52,843	(28,602)
Cash and Cash Equivalents December 31	771,000	782,084	845,556	746,942	633,449	686,292	657,690

BUDGET 2010
LIQUOR FUND

Net Assets Summary

Fund 609 Liquor Fund				
DESCRIPTION	ACTUAL 2007	ACTUAL 2008	BUDGET 2009	BUDGET 2010
Net Assets January 1	1,506,638	1,348,257	1,190,312	1,145,466
Revenues	5,262,130	5,279,866	6,075,151	5,285,900
Funds Available	6,768,768	6,628,123	7,265,463	6,431,366
Expenses	4,920,511	4,937,811	5,619,997	5,030,492
Net Income Before Transfer	341,619	342,055	455,154	255,408
Transfer to the General Fund	500,000	500,000	500,000	350,000
Net Assets December 31	1,348,257	1,190,312	1,145,466	1,050,874

BUDGET 2010
 LIQUOR FUND
 REVENUE SUMMARY

ACCOUNT NUMBER	ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	2009 BUDGET	FINAL 2010
MUNICIPAL LIQUOR					
#1 - CUB LOCATION					
609-9100-362.10-70	INTEREST EARNINGS	6,915	3,299	15,000	3,000
609-9100-362.11-70	UNREALIZED GAIN/LOSS	2,275	173	0	0
609-9100-362.41-60	INSURANCE REIMB			0	0
609-9100-362.52-80	FIXED ASSET-GAIN/LOSS			0	0
609-9100-362.61-60	MISCELLANEOUS REVENUE			0	0
609-9100-378.11-00	LIQUOR SALES	1,168,619	1,169,121	1,433,513	1,170,000
609-9100-378.12-00	WINE SALES	548,902	539,466	651,596	550,000
609-9100-378.13-00	BEER SALES	1,807,511	1,904,324	2,085,109	1,860,000
609-9100-378.13-01	DEP/RTNS/COOPERAGE	2,576	1,169	2,500	1,500
609-9100-378.14-00	MISC SALES	79,398	83,923	86,879	82,000
609-9100-378.15-00	CIGARETTE SALES	65,042	63,013	65,000	64,000
609-9100-378.16-00	CIGARS/CHEWING TOBACCO	5,031	4,395	5,000	4,700
609-9100-378.40-00	CASH OVER / (SHORT)	120	107	50	50
609-9100-378.45-00	SALES TAX OVER / (SHORT)	76	21	50	50
609-9100-378.50-00	MISCELLANEOUS REVENUE	2,103	2,619	2,000	2,000
* #1 - CUB LOCATION		3,688,568	3,771,416	4,346,697	3,737,300
#2 - HWY 65					
609-9200-362.10-70	INTEREST EARNINGS	2,305	1,100	5,000	1,000
609-9200-362.11-70	UNREALIZED GAIN/LOSS			0	0
609-9200-362.41-60	INSURANCE REIMB			0	0
609-9200-362.61-60	MISCELLANEOUS REVENUE			0	0
609-9200-378.11-00	LIQUOR SALES	531,403	481,864	582,099	510,000
609-9200-378.12-00	WINE SALES	223,187	211,014	244,728	217,000
609-9200-378.13-00	BEER SALES	738,565	734,820	809,760	740,000
609-9200-378.13-01	DEP/RTNS/COOPERAGE	10	56	0	0
609-9200-378.14-00	MISC SALES	32,222	33,530	36,874	35,000
609-9200-378.15-00	CIGARETTE SALES	42,750	42,136	46,393	42,000
609-9200-378.16-00	CIGARS/CHEWING TOBACCO	2,380	2,796	2,500	2,500
609-9200-378.20-00	VENDING MACHINE REVENUES			0	0
609-9200-378.40-00	CASH OVER / (SHORT)	39	33	50	50
609-9200-378.45-00	SALES TAX OVER / (SHORT)	76	21	50	50
609-9200-378.50-00	MISCELLANEOUS REVENUE	643	1,081	1,000	1,000
* #2 - HWY 65		1,573,560	1,508,451	1,728,454	1,548,600
** MUNICIPAL LIQUOR		5,262,128	5,279,867	6,075,151	5,285,900

10/30/09
 CITY OF FRIDLEY
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BUDGET 2010
 LIQUOR FUND
 EXPENDITURE SUMMARY

ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	ORIGINAL 2009 BUDGET	FINAL 2010
MUNICIPAL LIQUOR				
<u>#1 - CUB LOCATION</u>				
* PERSONAL SERVICES	347,445	371,921	394,271	347,232
* SUPPLIES	6,403	6,631	9,300	9,300
* OTHER SERVICES & CHARGES	3,107,713	3,145,694	3,656,000	3,161,925
* OTHER FINANCING USES	370,000	370,000	370,000	250,000
** #1 - CUB LOCATION	3,831,561	3,894,246	4,429,571	3,768,457
<u>#2 - HWY 65</u>				
* PERSONAL SERVICES	162,662	171,700	159,285	220,737
* SUPPLIES	3,107	2,282	9,100	9,100
* OTHER SERVICES & CHARGES	1,293,181	1,239,583	1,392,041	1,282,198
* OTHER FINANCING USES	130,000	130,000	130,000	100,000
** #2 - HWY 65	1,588,950	1,543,565	1,690,426	1,612,035
*** MUNICIPAL LIQUOR	5,420,511	5,437,811	6,119,997	5,380,492

BUDGET 2010

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LIQUOR FUND EXPENDITURE SUMMARY

	2009 Budget	2010 Budget	Change	
			Amount	%
Personal Services	\$ 553,556	\$ 567,969	\$ 14,413	2.60%
Supplies	18,400	18,400	0	0%
Other Services/Charges	5,048,041	4,444,123	(603,918)	(11.96%)
Capital Outlay	0	0	0	0%
Other Financing Uses	500,000	350,000	(150,000)	(30.00%)
Total	\$ 6,119,997	\$ 5,380,492	(\$ 739,505)	(12.08%)

Personal Services

1. There are 6 full-time and 12 part-time liquor store employees. The full-time employees include a Liquor Operations Manager, and Assistant Liquor Store Manager (currently vacant), and four Lead Liquor Store Clerks.

Supplies

Other Services/Charges

1. 4348 Cost of Goods Sold - The largest cost for this budget is "cost of goods sold" or product. Due to declining sales, we have reduced cost of goods sold by \$610,854 for the two liquor stores.
2. 4720 Operating Transfers - We have lowered operating transfers to the General Fund from \$500,000 to \$350,000.

Capital Outlay

10/30/09
 CITY OF FRIDLEY
 609ELINE

BUDGET 2010
 LIQUOR FUND
 EXPENDITURE LINE ITEMS

ACCOUNT NUMBER	ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	ORIGINAL 2009 BUDGET	FINAL 2010
MUNICIPAL LIQUOR					
#1 - CUB LOCATION					
609-9100-415.41-01	FULL TIME EMPLOYEE - REG	152,142	159,230	203,505	184,182
609-9100-415.41-02	FULL TIME EMPLOYEE - OT	1,771	1,121	2,000	2,023
609-9100-415.41-04	TEMPORARY EMPLOYEE - REG	53,657	56,057	58,240	58,400
609-9100-415.41-07	ADMINISTRATIVE CHARGES	56,175	58,425	60,141	61,340
609-9100-415.41-12	EMPLOYEE LEAVE	21,940	31,088	0	0
609-9100-415.41-20	MEDICARE CONTRIBUTION	3,272	3,444	3,733	3,495
609-9100-415.41-21	PERA CONTRIBUTION	13,004	14,064	13,737	17,122
609-9100-415.41-22	FICA CONTRIBUTIONS	13,990	14,723	15,962	14,942
609-9100-415.41-31	HEALTH INSURANCE	21,082	20,953	26,035	0
609-9100-415.41-32	DENTAL INSURANCE	561	599	660	795
609-9100-415.41-33	LIFE INSURANCE	200	195	221	185
609-9100-415.41-34	CASH BENEFITS	6,252	7,155	7,962	0
609-9100-415.41-40	UNEMPLOYMENT COMPENSATION	10	247	0	0
609-9100-415.41-50	WORKERS COMPENSATION	3,389	4,620	2,075	4,748

* PERSONAL SERVICES		347,445	371,921	394,271	347,232
609-9100-415.42-17	CLOTHING/LAUNDRY ALLOW	0	33	1,000	1,000
609-9100-415.42-20	OFFICE SUPPLIES	0	0	300	300
609-9100-415.42-21	OPERATING SUPPLIES	5,984	6,598	7,000	7,000
609-9100-415.42-22	SUPPLIES FOR REPAIR/MAINT	419	0	1,000	1,000

* SUPPLIES		6,403	6,631	9,300	9,300
609-9100-415.43-30	PROFESSIONAL SERVICES	1,549	1,571	1,820	1,900
609-9100-415.43-31	DUES & SUBSCRIPTIONS	6,470	20	3,245	3,245
609-9100-415.43-32	COMMUNICATION	2,275	2,476	2,458	2,500
609-9100-415.43-34	ADVERTISING	30,184	20,623	35,000	35,000
609-9100-415.43-35	PRINTING & BINDING	49	40	0	0
609-9100-415.43-36	INSURANCE-NON PERSONNEL	15,193	14,472	16,152	13,000
609-9100-415.43-38	UTILITY SERVICES	33,997	21,384	35,000	35,000
609-9100-415.43-39	IS FUND CHARGE	0	195	1,210	800
609-9100-415.43-40	SERVICE CONTRACT-NON PROF	50,186	47,909	64,280	64,280
609-9100-415.43-41	RENTALS	105,053	103,943	105,240	109,981
609-9100-415.43-42	DEPRECIATION	46,221	46,221	44,719	44,719
609-9100-415.43-46	MISCELLANEOUS	25,554	28,541	23,000	29,000
609-9100-415.43-48	COST OF GOODS SOLD	2,772,164	2,837,681	3,301,376	2,800,000
609-9100-415.43-49	BAD CHECK EXPENSE	346	385	500	500
609-9100-415.43-50	PMTS TO OTHER AGENCIES	0	0	0	0
609-9100-415.43-51	COGS FREIGHT	18,472	20,233	22,000	22,000

* OTHER SERVICES & CHARGES		3,107,713	3,145,694	3,656,000	3,161,925
609-9100-415.47-20	OPERATING TRANSFERS	370,000	370,000	370,000	250,000

* OTHER FINANCING USES		370,000	370,000	370,000	250,000

** #1 - CUB LOCATION		3,831,561	3,894,246	4,429,571	3,768,457

BUDGET 2010
 LIQUOR FUND
 EXPENDITURE LINE ITEMS

ACCOUNT NUMBER	ACCOUNT DESCRIPTION	2007 ACTUAL	2008 ACTUAL	ORIGINAL 2009 BUDGET	FINAL 2010
<u>#2 - HWY 65</u>					
609-9200-415.41-01	FULL TIME EMPLOYEE - REG	80,899	81,625	89,564	108,114
609-9200-415.41-02	FULL TIME EMPLOYEE - OT	1,023	1,943	3,557	3,567
609-9200-415.41-04	TEMPORARY EMPLOYEE - REG	16,047	18,415	14,560	17,749
609-9200-415.41-05	TEMPORARY EMPLOYEE - OT	0	0	0	0
609-9200-415.41-07	ADMINISTRATIVE CHARGES	19,425	19,475	20,059	20,460
609-9200-415.41-12	EMPLOYEE LEAVE	12,650	14,415	0	0
609-9200-415.41-20	MEDICARE CONTRIBUTION	1,537	1,619	1,527	1,863
609-9200-415.41-21	PERA CONTRIBUTION	6,661	7,425	6,046	9,060
609-9200-415.41-22	FICA CONTRIBUTIONS	6,573	6,924	6,528	7,965
609-9200-415.41-31	HEALTH INSURANCE	13,558	14,990	12,617	38,849
609-9200-415.41-32	DENTAL INSURANCE	404	466	396	530
609-9200-415.41-33	LIFE INSURANCE	109	116	103	123
609-9200-415.41-34	CASH BENEFITS	1,960	1,963	1,991	9,976
609-9200-415.41-50	WORKERS COMPENSATION	1,816	2,324	2,337	2,481

* PERSONAL SERVICES		162,662	171,700	159,285	220,737
609-9200-415.42-17	CLOTHING/LAUNDRY ALLOW	0	0	1,000	1,000
609-9200-415.42-20	OFFICE SUPPLIES	0	0	100	100
609-9200-415.42-21	OPERATING SUPPLIES	2,724	2,261	3,000	3,000
609-9200-415.42-22	SUPPLIES FOR REPAIR/MAINT	383	21	5,000	5,000

* SUPPLIES		3,107	2,282	9,100	9,100
609-9200-415.43-30	PROFESSIONAL SERVICES	2,042	1,619	1,365	1,400
609-9200-415.43-31	DUES & SUBSCRIPTIONS	20	20	20	20
609-9200-415.43-32	COMMUNICATION	2,378	2,969	2,720	2,720
609-9200-415.43-34	ADVERTISING	8,560	4,395	10,500	10,500
609-9200-415.43-36	INSURANCE-NON PERSONNEL	4,664	4,252	4,900	4,900
609-9200-415.43-38	UTILITY SERVICES	14,568	14,754	17,000	17,000
609-9200-415.43-39	IS FUND CHARGE	0	0	400	0
609-9200-415.43-40	SERVICE CONTRACT-NON PROF	24,031	21,785	33,000	33,000
609-9200-415.43-42	DEPRECIATION	4,053	4,053	4,054	4,054
609-9200-415.43-46	MISCELLANEOUS	0	0	2,000	2,000
609-9200-415.43-48	COST OF GOODS SOLD	1,227,995	1,180,210	1,309,478	1,200,000
609-9200-415.43-49	BAD CHECK EXPENSE	346	385	500	500
609-9200-415.43-50	PMTS TO OTHER AGENCIES	104	104	104	104
609-9200-415.43-51	COGS FREIGHT	4,420	5,037	6,000	6,000

* OTHER SERVICES & CHARGES		1,293,181	1,239,583	1,392,041	1,282,198
609-9200-415.47-20	OPERATING TRANSFERS	130,000	130,000	130,000	100,000

* OTHER FINANCING USES		130,000	130,000	130,000	100,000

** #2 - HWY 65		1,588,950	1,543,565	1,690,426	1,612,035

*** MUNICIPAL LIQUOR		5,420,511	5,437,811	6,119,997	5,380,492

BUDGET 2010

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