

BUILDING A BUDGET





A BUDGET

is telling your money
where to go
instead of wondering
where it went.

John Maxwell



TYPES OF REVENUE

Ongoing or Recurring Revenue

One-time or Non-Recurring Revenue



Sales Tax



Property Tax



Intergovernmental Revenue



Oil & Gas Severance Tax



Water Service Charges



Sewer Service Charges

Ongoing or
Recurring
Revenue

One-time or Non-recurring Revenue

Permit
Fees

Use Taxes

Impact
Fees

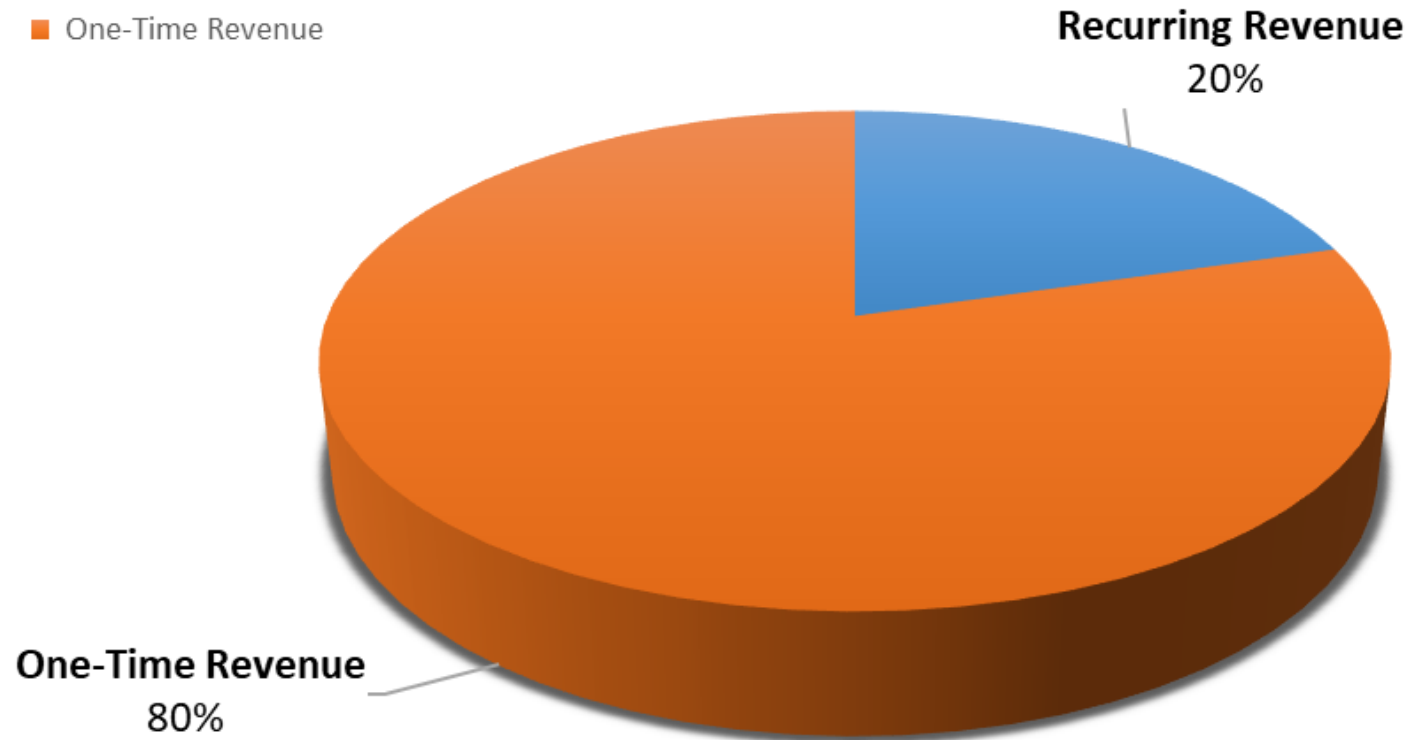
Grant
Funding

Sale of
Asset

2019 Revenue

Unaudited

- Recurring Revenue
- One-Time Revenue



Examples of Restricted Revenue



GRANTS



IMPACT FEES



ENTERPRISE FUNDS

Grant Funding can only be used for the specific project or program identified in the grant application.



Impact Fees can only be used for growth, such as widening a road or building a wastewater treatment plant. They must be used in the designated fund. Impact fees can not be used to maintain assets or infrastructure.

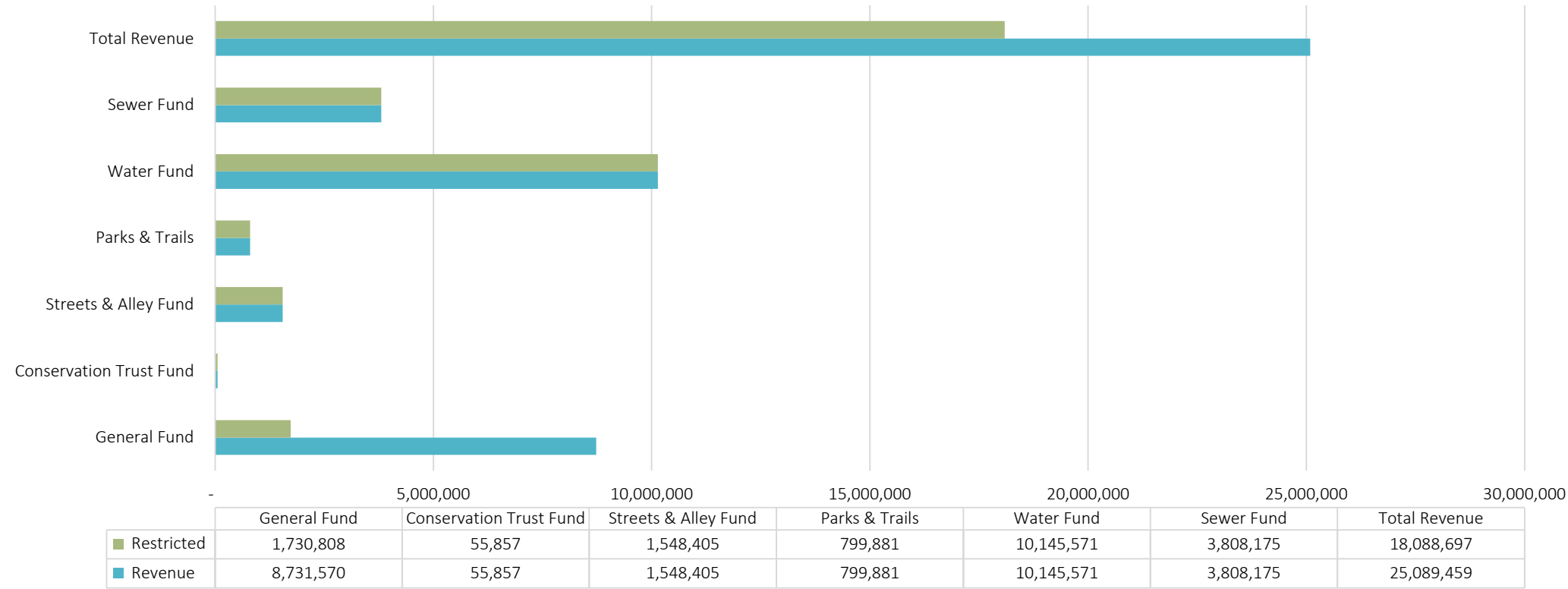


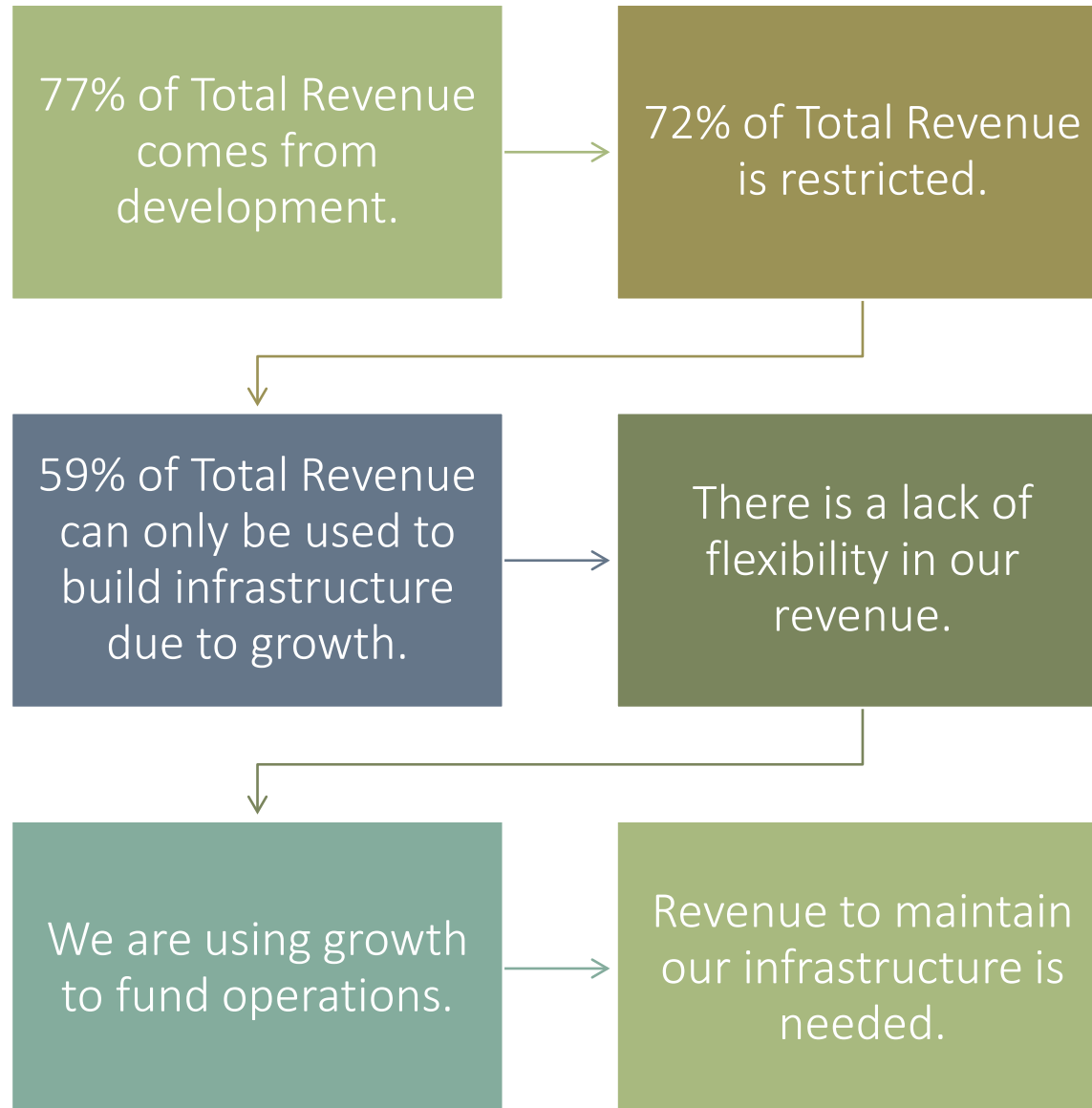
Enterprise Funds are self-supporting “businesses” that charge fees, such as the Water Fund and the Sewer Fund. The fees can only be used to support that service.

Why Are Revenues Restricted?

2019 Revenue - Restricted

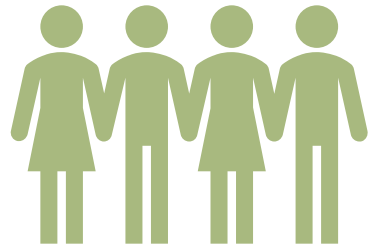
Unaudited





Revenue Concerns

Revenues Go Towards



Providing services to the citizens
of Severance



Maintaining the infrastructure of
the Town



Services
Provided to the
Community

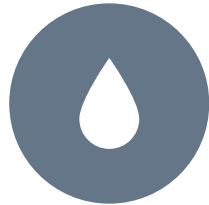
Maintaining Our Assets and Infrastructure



TRANSPORTATION



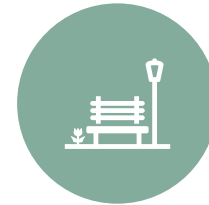
FACILITIES



WATER SYSTEM



SEWER SYSTEM

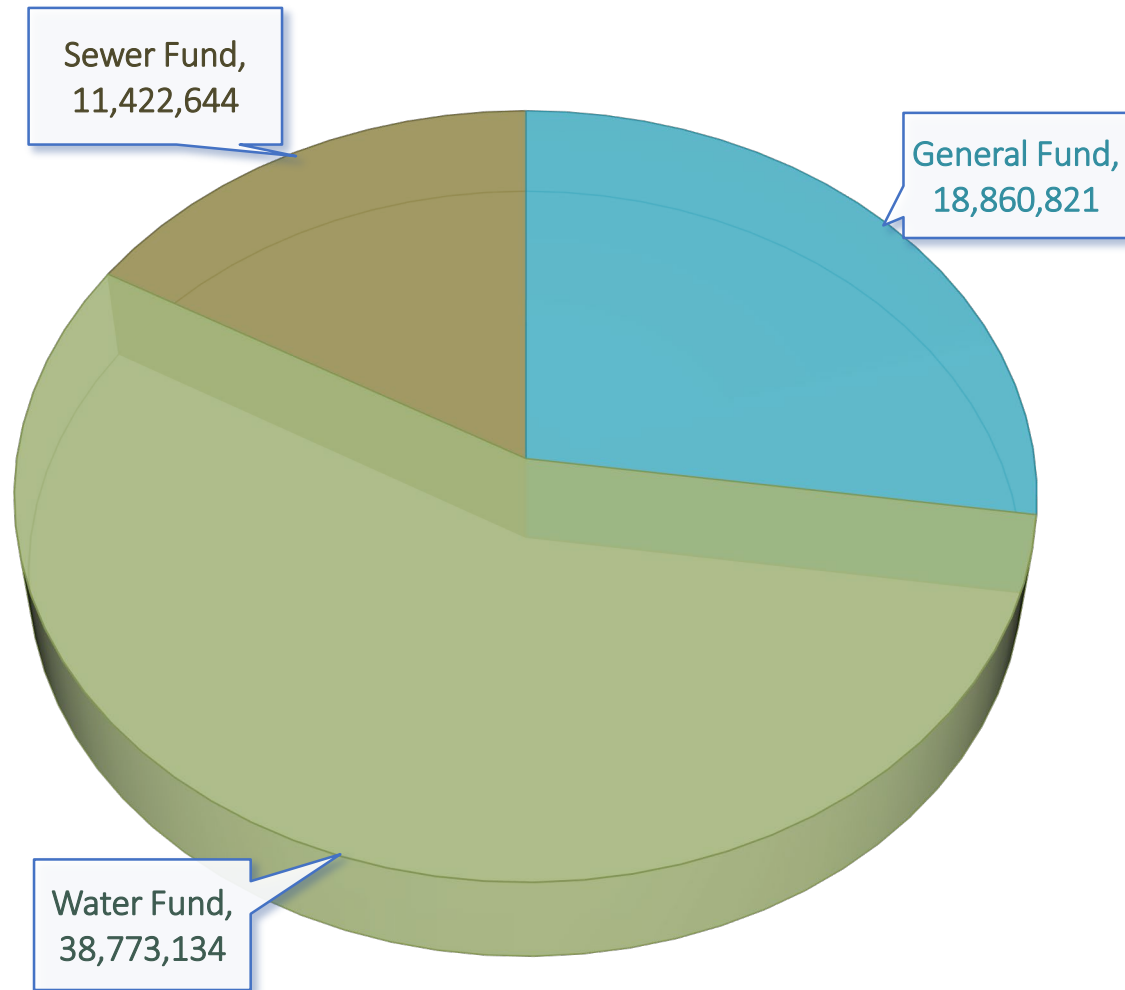


PARKS &
RECREATION



VEHICLES &
EQUIPMENT

ASSETS AND INFRASTRUCTURE BY FUND



Town Assets and
Infrastructure

Programs for Assets and Infrastructure

Preventive Maintenance

Capital Maintenance

Capital Replacement



INTERNAL SERVICE FUND



CHARGE OTHER FUNDS
FOR SERVICES



MAINTAIN ALL VEHICLES
& EQUIPMENT



PROVIDE REGULARLY
SCHEDULED PREVENTIVE
MAINTENANCE



PROVIDE REPAIRS AS
NEEDED

Fleet
Maintenance
Fund

Internal Service Fund



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graph TD; A[Internal Service Fund] --> B[Charge the other funds]; B --> C[Amortize the replacement cost]; C --> D[Optimize the lifecycle]; D --> E[Replace without debt];
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Charge the other funds

Amortize the replacement
cost

Optimize the lifecycle

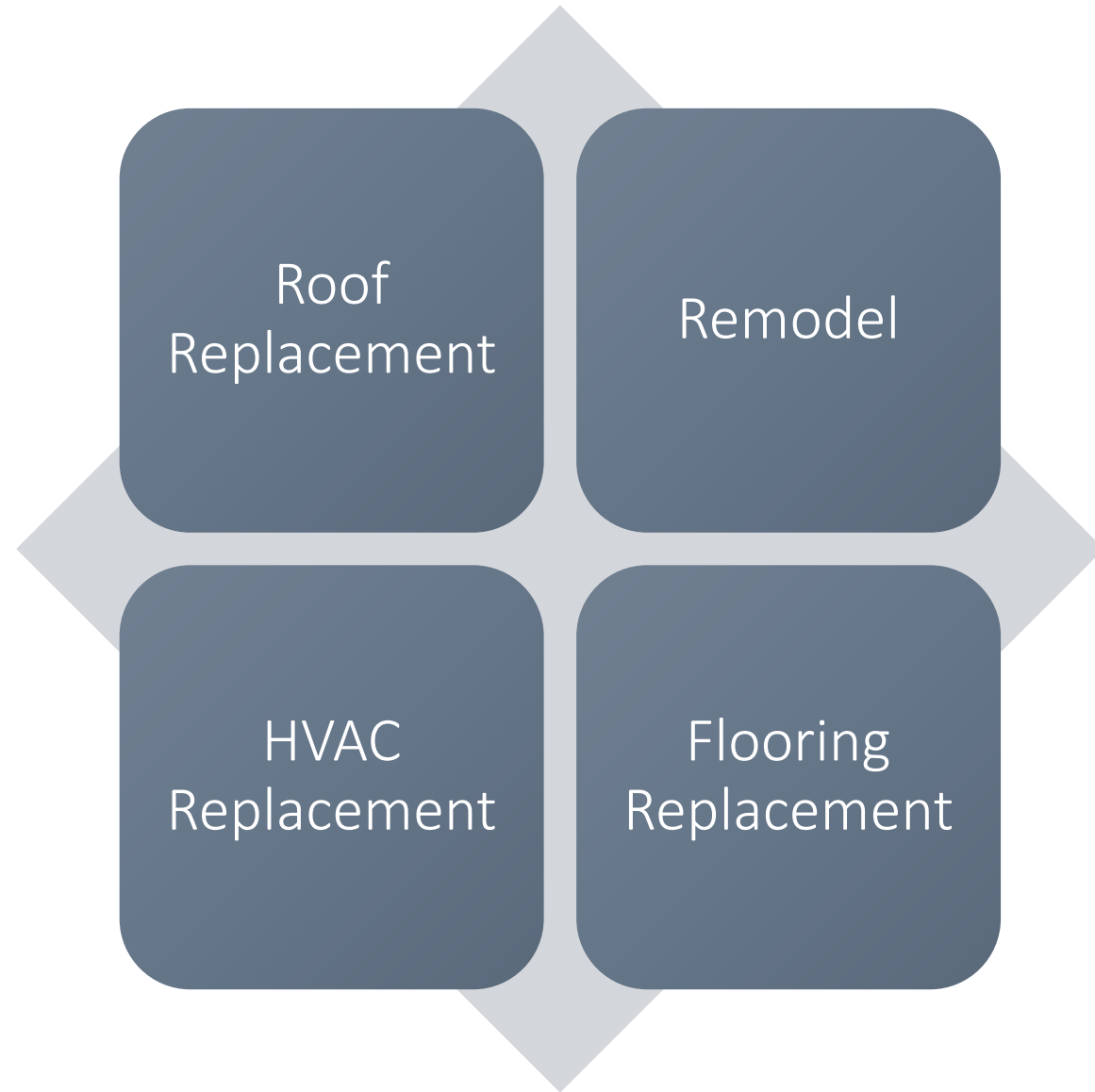
Replace without debt

Fleet
Replacement
Fund



Facilities Maintenance Internal Service Fund

Cleaning
Security
Repairs
Utilities



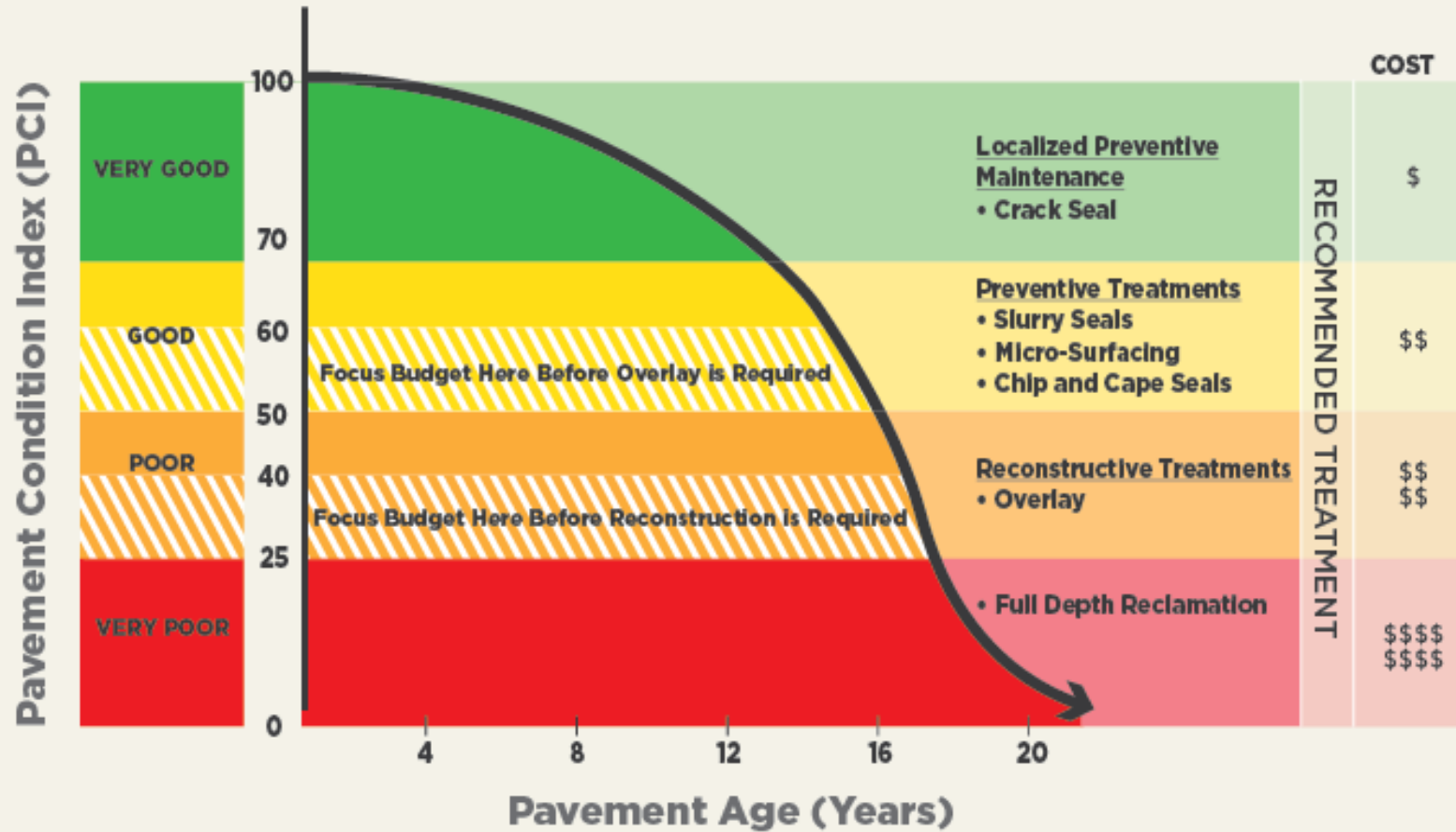
Facilities Capital Maintenance Program



Maintaining Our Roads

THE CONCEPT OF PAVEMENT PRESERVATION

CATCH STREETS BEFORE THEY FAIL



Pavement Management Program

10 Year Capital Plan

Coming in the 2021 Budget:
Comprehensive 10 Year Plan
with project detail and funding.





Thank you