



SOUTH LAKE MINNETONKA POLICE DEPARTMENT
Serving Excelsior, Greenwood, Shorewood and Tonka Bay

.....an
Chief of Police

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Shorewood, Minnesota 55331

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MEMORANDUM

TO: Kristi Luger, Excelsior City Manager
Dana Young, Deephaven City Administrator Representing City of Greenwood
Bill Joynes, Shorewood City Administrator
Lindy Crawford, Tonka Bay City Administrator

FROM: Mike Meehan, Chief of Police

DATE: July 13, 2016

RE: 2017 Operating Budget
Coordinating Committee Recommendation

As you are aware, the Coordinating Committee for the South Lake Minnetonka Police Department (SLMPD) passed by a unanimous vote a recommended operating budget for 2017. This took place at their quarterly meeting held on July 13, 2016.

The recommended operating budget has been attached for your convenience. Overall the budget increased by 3.8 % over the 2016. The majority of this increase is due to wages.

For the second time since the arbitration in 2006, the funding formula has reset based on the reallocation formula prescribed in the arbitration ruling. The formula has reset for the five-year period beginning in 2017 and running through 2021. The resetting of the formula has initiated, amongst the Coordinating Committee, a new round of discussion regarding how well the current funding formula is working for the four cities. An amendment to the JPA regarding changes to the funding formula would affect how the budget is allocated to each city.

The recommended budget now goes to your respective city councils for consideration prior to the September 1st deadline. Approval of all four member cities is required to avoid the budget being determined by the default provision in the Joint Powers Agreement.

Cc: Coordinating Committee Members

2017 OPERATING BUDGET



COORDINATING COMMITTEE RECOMMENDATION

Wednesday - July 13, 2016

SOUTH LAKE MINNETONKA POLICE DEPARTMENT

2017 OPERATING BUDGET

Projected Expenses

COORDINATING COMMITTEE RECOMMENDATION

Wednesday - July 13, 2016

ITEM	CATEGORY	AMOUNT
50100	Salaries - Full-Time	\$1,426,133
50200	Salaries - General Overtime	\$36,000
50230	Salaries - Reimbursed Overtime	\$48,500
50300	Salaries - Part-Time	\$57,500
50500	Social Security & Medicare	\$35,000
50600	PERA Pensions	\$232,900
50700	Insurance Benefits	\$273,400
51000	Contracted Services	\$27,000
52100	Equipment Leases	\$49,000
52200	Repairs & Maintenance	\$56,200
52300	Utilities	\$66,200
52400	Janitorial & Cleaning	\$10,500
52500	Printing & Publishing	\$2,500
52800	Care of Persons	\$0
53000	Supplies	\$68,250
54000	Uniforms & Gear	\$14,800
54500	Training & Development	\$20,000
56000	Insurance	\$83,100
56100	Subscriptions & Memberships	\$3,000
57000	Special Projects	\$8,950
58000	Capital Outlay	\$72,000
59000	Undesignated Allocation	\$0
	TOTAL PROJECTED EXPENSES	\$2,590,933

SOUTH LAKE MINNETONKA POLICE DEPARTMENT

2017 OPERATING BUDGET

Projected Revenues

COORDINATING COMMITTEE RECOMMENDATION

Wednesday - July 13, 2016

ITEM	CATEGORY	AMOUNT
40110	Court Overtime	\$6,000
40120	Excelsior Park and Dock Patrol	\$22,000
42100	State Police Officer Aid	\$105,000
42200	State Training Reimbursement	\$4,500
43100	Minnetonka School District	\$7,000
43200	Administrative Requests	\$5,000
43400	Special Policing Details	\$27,000
44000	Investment Income	\$4,000
46400	Forfeitures	\$1,000
46500	Grant Reimbursements	\$30,000
46600	Other Reimbursements	\$1,500
	TOTAL PROJECTED REVENUES	\$213,000
	Expenses in Excess of Revenues	\$2,377,933

	PROJECTED COST TO MEMBER CITIES	\$2,377,933
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**SOUTH LAKE MINNETONKA POLICE DEPARTMENT
2017 OPERATING BUDGET**

COORDINATING COMMITTEE RECOMMENDATION

Wednesday - July 13, 2016

Projected Contributions from Member Cities - Year 2017

Reallocation Formula (2017-2021)

MEMBER CITY	TOTAL AMOUNT	% SHARE	\$ SHARE	\$INCREASE OVER 2016
Excelsior	\$2,377,933	26.9319%	\$640,422	\$1,895
Greenwood	\$2,377,933	7.6689%	\$182,361	\$-10,534
Shorewood	\$2,377,933	49.5199%	\$1,177,550	\$73,885
Tonka Bay	\$2,377,933	15.8794%	\$377,600	\$36,558

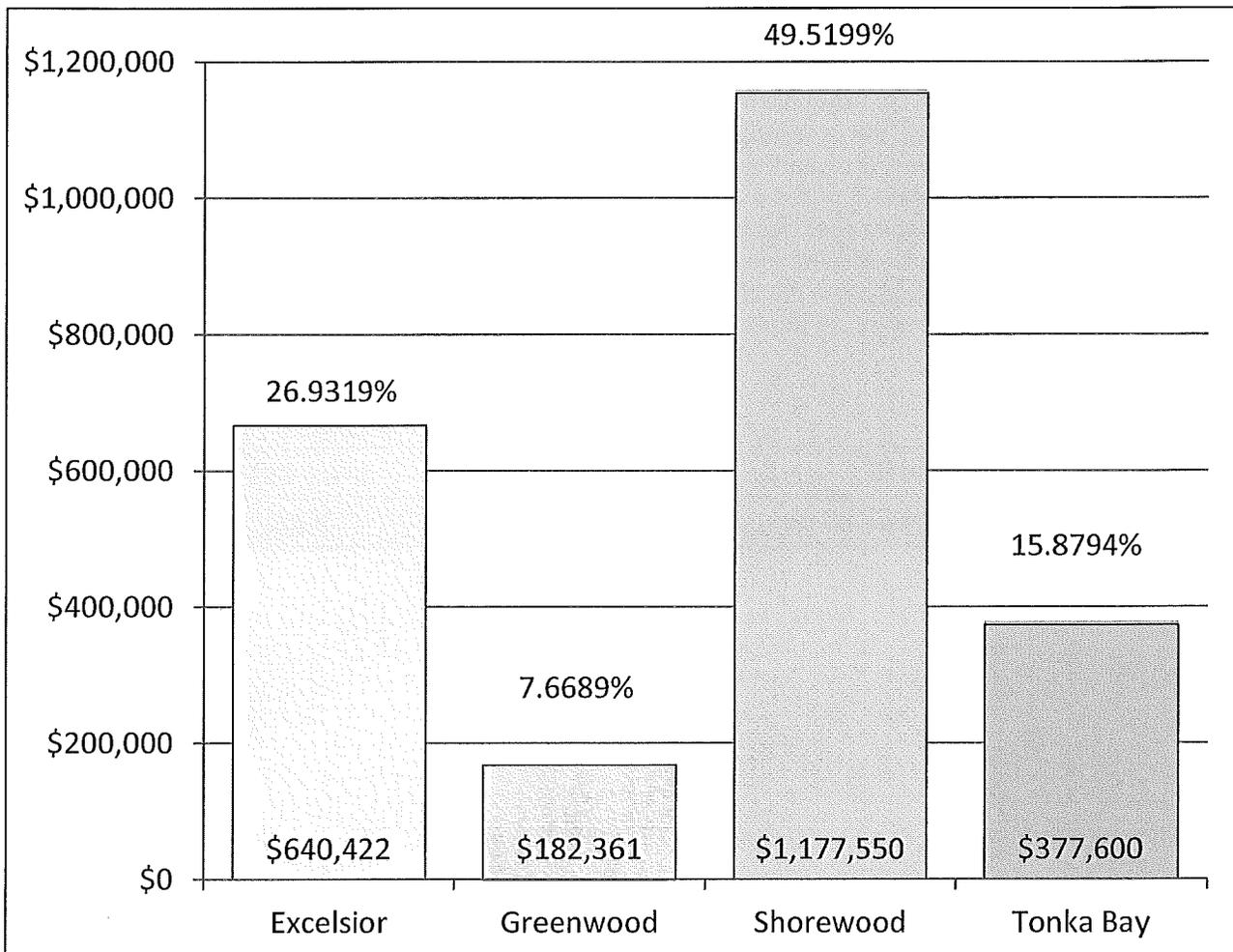
2017 Total Contributions from Member Cities	\$2,377,933	
2016 Total Contributions from Member Cities	\$2,276,129	
The funding formula used to determine each member city's percentage contribution toward the operating budget is based on an arbitration ruling in 2006. Every five years the funding formula is subject to an automatic adjustment based on the criteria set forth in this ruling. The 2017 operating budget was the second time since the ruling took effect that the funding formula was subject to adjustment. Barring an amendment to the JPA, the reset funding formula is not subject to change again until 2022.		
Dollar Increase Over 2016	\$101,804	
Percentage Increase Over 2016	3.8%	

**SOUTH LAKE MINNETONKA POLICE DEPARTMENT
2017 OPERATING BUDGET**

**COORDINATING COMMITTEE RECOMMENDATION
Wednesday - July 13, 2017**



**Proposed Contributions from Member Cities
Reallocation Formula (2017-2021)
Total Amount - \$2,377,933**



**SOUTH LAKE MINNETONKA POLICE DEPARTMENT
2017 OPERATING BUDGET**

COORDINATING COMMITTEE RECOMMENDATION

Wednesday - July 13, 2016

PENDING TRANSFERS TO SPECIAL FUNDS

Line Item	Operating Budget Expenses		Transfer Amount	Assigned Funds
	Category	Sub-Category		
52100	Equipment Leases	Communications Records Management	\$41,800	Technology
52200	Repairs & Maintenance	Building Maintenance	\$1,200	Firearms Range
56000	Insurance	N/A	\$83,100	Insurance
57000	Special Projects	Reserve Unit	\$0	Reserve Officer
58000	Capital Outlay	Vehicle	\$70,000	Vehicle
58000	Capital Outlay	Equipment	\$2,000	Equipment
Total			\$198,100	

Prepared by Chief Mike Meehan - July 2016