

**General Fund
Preliminary Cost Estimates for 2004-05**

| Category | Estimated Base Budget 2004-05 | Potential Additions to Base | | Total |
|---|--------------------------------------|--|------------------|--------------------|
| Personnel Costs - Base salaries and benefits plus full year cost of pay increase authorized for only 9 months, and estimated potential increases of 18% in medical insurance and 23% in workers compensation costs | 26,943,915 | Potential costs of competitive employee pay adjustments effective October 1, 2004 | 690,000 | 27,633,915 |
| Operating Costs - Base operating costs excluding grants to other agencies, plus adjustments: <ul style="list-style-type: none"> • Scheduled increase in Vehicle Replacement • Estimate of increase in local telephone contract to replace obsolete system • Increase in Computer Use Fees for software licensing and machine replacement • Increase in vehicle maintenance fees to accomodate current needs | 9,129,465 | Level provided for human service contracts, hotel/motel allocations and grants to other agencies in past years | 495,000 | 10,188,465 |
| | 150,000 | | | |
| | 60,000 | | | |
| | 73,000 | Allowance for 2.1% increase in operating cost | 191,000 | |
| Debt Service - Payments on current bonds | 2,485,000 | Estimated payment on Town Operation Center design and site work | 150,000 | 3,040,000 |
| | | Estimated payment on \$4 million issuance of new General Obligation debt | 405,000 | |
| Capital Equipment - Computer servers and related equipment Public Works Equipment | 91,000 44,800 | | | 135,800 |
| Transfer for Capital Improvements - Based on 15-year Capital Improvement Plan | 1,709,000 | Estimated sidewalk and bicycle Capital Improvement allocation that could be applied to debt service | (50,000) | 1,659,000 |
| Total Base Costs | 40,776,180 | Total Potential Additions | 1,881,000 | 42,657,180 |
| Estimated Total Revenue Available | 40,021,600 | | | 40,021,600 |
| Council Reserve for 1-time Use | 491,000 | | | 491,000 |
| Normal Use of Fund Balance | 800,000 | | | 800,000 |
| Difference | 536,420 | | | (1,344,580) |