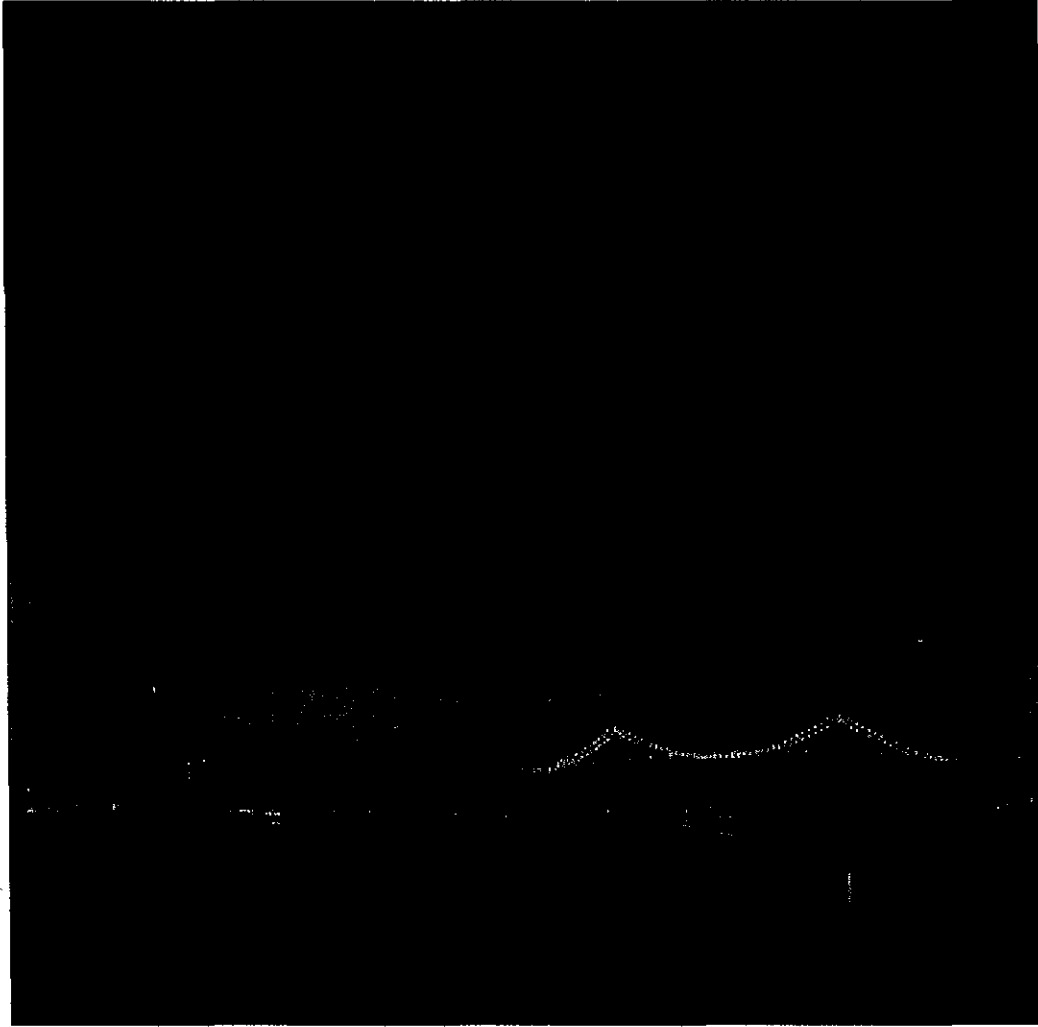


City of Newport, Rhode Island



Proposed Biennial Budget

FY 2016 & FY 2017

**CITY OF NEWPORT, RI
PROPOSED BUDGET
FISCAL YEAR 2016 AND FISCAL YEAR 2017**

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The Government Finance Officers Association of the United States and Canada (GFOA) presented a Distinguished Budget Presentation to the City of Newport, Rhode Island for the Annual Budget beginning July 01, 2013, the ninth consecutive year we have achieved this honor. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communication device.

This award is valid for a period of one year only. We believe our current budget continues to conform to program requirements, and we are submitting it to GFOA to determine its eligibility for another award.



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

**City of Newport
Rhode Island**

For the Fiscal Year Beginning

July 1, 2014

Executive Director

CITY OF NEWPORT, RI
BUDGET MESSAGE AND SUMMARY
FISCAL YEARS 2016 and 2017



As has been previously stated, several goals and priorities culled from recent events and the City Council Strategic Plan were considered when developing this budget. In keeping with best practices, the City's long-term financial sustainability is evaluated on an annual basis.

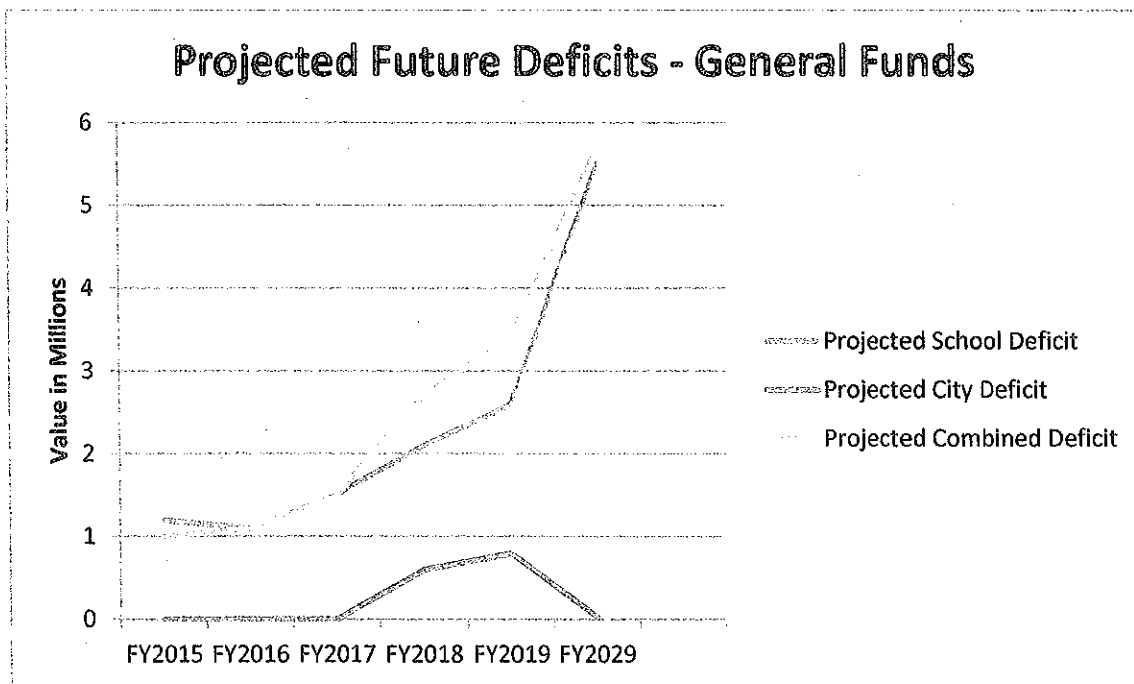
Overview: The City's Sustainability Strategy

Structural balance refers to a government's capacity to fund existing expenditures over time with its projected ongoing revenues. The difference between existing expenditures and ongoing revenues is referred to as a "structural budget gap"

Limited revenue opportunities along with a heavy reliance on property taxes of 80%, changes in State revenue sharing, binding arbitration for public safety, aging infrastructure and the growing cost of employee benefits have caused challenges for the City's structural budget for years. More recent events include pension and OPEB funding challenges, weather related events, water and wastewater regulations, and a projected annual growing deficit in the school department.

General Funds

The long-term financial forecast found at the end of this letter indicates that the City will continue to face increasing budget gaps, primarily in the school department general fund assuming no major changes and a small steady increase of approximately 2% in operating expenses and revenues. Interestingly, the City's general fund does not show significant ongoing deficits with an annual 2% increase in the tax rate. It does, however, assume ongoing primary reliance on property taxes for funding.



The City Council and administration will need to continue to work with the elected School Committee members and the School administration to meet the needs of the community and schoolchildren while balancing the costs to the taxpayers. Both organizations continue to explore collaboration and consolidation with each other and with other local school districts. The School Department is working with the Rhode Island Department of Education (RIDE) to evaluate current expenditure outliers and possible ways to address them. One of the major outliers is that of retiree benefit costs. Newport is spending \$1,816 per pupil for retiree benefits, while Middletown and Portsmouth spend \$152 and \$225 per pupil, respectively. Contract negotiations and negotiations with current retirees are on-going in an attempt to reduce these costs. The potential for deficits in the School system needs to be regularly monitored in the foreseeable future.

Utility Funds

The City recently completed construction of major improvements to the City's Newport Station One water treatment plant and the City's new Lawton Valley water treatment plant including the addition of advanced treatment processes at both facilities that brought the treated drinking water into compliance with federal regulations. The City borrowed \$85 million from the RI Clean Water Finance Agency to complete the capital improvements. A series of rate increases over the last several years was approved by the Rhode Island Public Utilities Commission (RIPUC) to pay the increase in debt service associated with the borrowings to fund the plant improvements. The required rate increases almost doubled the water rate for nonresidential, residential and wholesale customers.

In July 2008, Environment Rhode Island and four residents filed an action under the citizen suit provisions of the Clean Water Act (CWA) alleging the City violated certain sections of the CWA associated with the discharge permit for the wastewater treatment plant and the Combined Sewer Overflow (CSO) policy. The City executed a Consent Decree with the United States Environmental Protection Agency (USEPA), the Rhode Island Department of Environmental Management (RIDEM) and the plaintiffs in October 2011 to address the claims alleged in the lawsuit. As part of the Consent Decree the City was required to develop a System Master Plan to eliminate CSO discharges and submit it to USEPA and RIDEM for review and approval by November 2012. The USEPA issued conditional approval of the City's System Master Plan in November 2013. The City has reached agreement with the USEPA and the RIDEM on the implementation schedule for the various capital projects identified in the System Master Plan that are required to comply with the consent decree. Judicial approval of the implementation schedule is pending. Funds will need to be borrowed for some of the projects, specifically upgrades to the Wellington Avenue CSO facility scheduled to begin this year and major capacity upgrades and improvements to the wastewater treatment plant scheduled to begin in 2016. The anticipated borrowings total \$50,000,000. Additional projects identified in the System Master Plan will need to be funded through rates and the CSO fixed fee. The required compliance with the consent decree is costly and will require significant rate increases in the sewer rates. The combined water and sewer rate increases have and will continue to impact our customers. These increases need to be balanced against proposed tax rate increases, especially when looking at impacts to City taxpayers.

These challenges have led and may continue to lead to reduced staffing, restructuring of staff and reduced expenditures and services without some type of intervention. Some of the ways this is being addressed is in a renewed focus on priorities and a search for additional stable revenue opportunities. The Council had formed a temporary finance review committee and appointed members from the community to evaluate revenue and expenditure options. Recommendations from the committee included and stressed the need for further evaluation of revenues and new sources of revenues, including payment-in-lieu of tax agreements, not-for-profit exemptions and service charges and fees. The Council voted to create a permanent finance review committee that will more thoroughly evaluate revenue possibilities as one of their responsibilities.

The City Council established strategic goals in 2012 in an effort to direct allocation of effort and resources. The goals include meeting or exceeding customer expectations; effectively deploying our resources; demonstrating process excellence through continuous improvement; and demonstrating fiscal responsibility in the areas of infrastructure, communication, continuous improvement and economic development.

The FY2016 and FY2017 proposed budget continues to focus effort and resources in those areas. In particular, the areas of economic development and continuous improvement are targeted in order to help achieve and maintain long-term financial sustainability.

Infrastructure:

The FY2016 and FY2017 budget continues to fund infrastructure improvements in both the general fund and in the enterprise funds. We continue to hear from the community that roads and sidewalk improvements are a priority. The budget proposes capital funding for road and sidewalk improvements of \$1,400,000, and maintains the road repair budget at \$840,000. This does not include additional repairs that may be made from previously authorized road bonds. It also does not include funding for Broadway streetscape and improvements scheduled to begin this April. Those funding sources include federal and state funding as well as local funding that will be provided from bond proceeds.

Taxpayers, through referendum, approved a \$6 million facilities bond to repair and replace the Rogers High School roofs, construct an ADA-compliant elevator in City Hall, renovations in the Newport Public Library and for an assortment of other necessary one-time facility improvements. Bonds will be issued in the spring of 2015 to pay for the improvements.

The budget continues to fund facilities improvements for regular replacements like playground improvements and major repairs to buildings. Fire department and public services staff will be used where possible to keep costs as low as possible. The proposed budget also recommends continued funding of technological and communications upgrades and innovations.

Communication:

Communication on all levels continues to be a priority for the Council, administration, and taxpayers. The administration strongly recommends that the Council approve a new position titled Communications Director that would be placed in the City Manager's budget. The position

would be responsible for overseeing all communications to the public; formulating and implementing an ongoing communications and marketing plan; working with Worldways; interacting with departments to develop information of interest; overseeing the on-line citizen request system; and coordinating responses. These responsibilities are currently being performed by various personnel within departments who may or may not have any training on communications, marketing, social media and may actually lack sufficient knowledge of the topic to appropriately inform the public. These systems need to be coordinated by one department and with a person that has formal marketing and communications training and experience.

Continuous Improvement:

Two continuous improvement projects related to customer service are ongoing at this time. The goal chosen by the group is "Striving to Exceed Customer Expectations." No specific budget changes have been required or formulated as a result of the continuous improvement groups. The intent is to find efficiencies and excellence in chosen areas of review. The continuous improvement projects are expected to yield budget savings in future years as a result of process changes and recommendations.

Economic Development:

The goal of economic development focus is to diversify the local economy to create jobs by working with existing and new businesses to enhance retention, expansion and new business development and to foster small business development within the City. The Department of Civic Investment is working on many initiatives including two major public/private partnerships, the North End Innovation Hub and the Sheffield Accelerator. The Department will build off its current diversified funding strategy for both the North End Innovation Hub and Sheffield Accelerator to attract additional sources of public, private, non-profit and impact investment both to strengthen and move projects forward including:

- Current work with the RI Department of Administration, South Kingstown, Rhode Island Nursery and Landscape Association (RINLA) the White House and a consortium of for-profit and non-profit groups to utilize Sandy Disaster Relief Funding for the establishment of a beta resilience/green infrastructure job creation program to be located in Newport and South Kingstown;
- Work through the North End Innovation Hub project to attract a consortium with the ability to bring additional funds to move forward the realignment of the Pell Bridge Interchange;
- taking an active role in both the development of a potential regional economic development effort being spearheaded by the Newport Chamber of Commerce and funded by the Van Beuren Charitable Foundation, as well as both Commerce RI and Statewide Planning's concurrent state economic development strategies; and
- to partner with State, Federal, private firms and non-profits to position Newport as a potential beta community for economic development projects that bring together the built/natural environment and social innovation and social finance.

Existing funding and grants are being used to support the Economic Development initiatives.

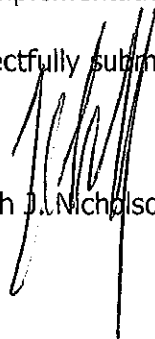
City administration continues to focus effort on changes to expensive and unsustainable long-term pension and retiree healthcare benefits. This is a time-consuming process because most, if not all, changes have to be negotiated or arbitrated with employee unions. The City was successful in negotiating changes to the police pension plan for new hires. The City's plan has effectively been closed as of Jan. 1, 2015 and all new hires will go into the Rhode Island Municipal Employee Retirement System generating significant future savings for Newport taxpayers.

It is clear that long-term financial sustainability will only be possible with the addition of new revenue sources, promotion of economic development, legislative changes associated with revenues and bargaining units, constant focus on efficiency and service, and changes to existing long-term benefit structures.

The proposed FY2016 and FY2017 budget provides support to move these items forward.

It has been an honor to work with Newport's dedicated staff in preparing the Proposed Budget. Every Department Director spends a lot of time evaluating programs, looking for efficiencies and conscientiously monitoring costs. They all exhibit loyalty and dedication to the City of Newport and its citizens. I would also like to thank the Finance Department for their support and commitment to the preparation of a fiscally sound and responsible budget proposal and, in particular, Elizabeth Sceppa's time commitment and devotion to the actual preparation of the budget document. I look forward to working with the Council in the review, revision, adoption and implementation of this budget.

Respectfully submitted,



Joseph J. Nicholson, Jr., Interim City Manager

**CITY OF NEWPORT
FINANCIAL PROJECTIONS - SCHOOL AND CITY GENERAL FUNDS
FY2016- FY2019 and FY2029**

Combined School and City General Funds

Education Expenditures	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY2029
Salaries	\$ 19,843,164	\$ 20,240,027	\$ 20,644,828	\$ 21,057,724	\$ 21,478,879	\$ 25,774,655
Employee Benefits:	10,650,307	10,500,000	10,867,500	11,247,863	11,641,538	15,716,076
Purchased Services/Operating Expenses	6,479,494	6,609,084	6,741,266	6,876,091	7,013,613	8,416,335
Total - Education Expenditures	36,972,965	37,349,111	38,253,593	39,181,678	40,134,029	49,907,066
Education Revenues						
Municipal Appropriations	23,377,157	23,861,586	24,458,126	24,947,289	25,446,234	30,535,481
Local Revenues	607,592	616,706	625,956	635,346	644,876	741,807
State Aid	10,623,216	10,543,589	10,440,853	10,339,145	10,238,453	11,774,221
Federal Aid:	1,165,000	1,200,000	1,200,000	1,200,000	1,200,000	1,380,000
Total - Education Revenues	36,772,966	36,221,881	36,724,936	37,121,779	37,529,563	44,431,310
Projected Education Surplus (Deficit)	\$ (1,200,000)	\$ (1,127,230)	\$ (1,628,658)	\$ (2,059,898)	\$ (2,604,466)	\$ (6,476,756)

DONE

Municipal Expenditures	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY2029
Salaries (Municipal, Police, Fire)	\$ 23,307,269	\$ 21,350,150	\$ 21,777,153	\$ 22,212,696	\$ 22,656,950	\$ 27,188,340
Employee Benefits	18,940,864	19,980,588	20,679,909	21,403,705	22,152,835	29,906,327
Purchased Services/Operating Expenses	12,195,189	12,937,234	12,136,470	12,379,200	12,626,784	15,152,141
Capital Expenses	3,783,857	3,822,431	4,016,942	4,097,281	4,179,226	5,015,072
Municipal Debt Service	842,387	1,422,575	1,416,973	1,406,043	1,393,920	-
School Debt Service (paid by City)	4,072,924	4,105,808	4,327,636	4,236,329	4,136,382	1,750,700
Appropriation for Newport Public Library	1,756,025	1,795,523	1,840,411	1,877,219	1,914,764	2,297,716
Appropriation for Schools	23,377,157	23,861,586	24,458,126	24,947,289	25,446,234	30,535,481
Civic Support Requests	73,260	95,700	95,700	95,700	95,700	100,000
Total - Municipal Services Expenditures	\$ 88,348,922	\$ 89,371,695	\$ 90,749,320	\$ 92,666,462	\$ 94,602,795	\$ 111,946,777
Municipal Revenues						
Local Property Tax	\$ 70,390,223	\$ 71,824,538	\$ 73,207,629	\$ 74,671,782	\$ 76,165,217	\$ 91,398,261
Local Non-Property Tax Revenues	4,000,000	3,800,000	3,800,000	3,838,000	3,876,380	4,264,018
State and Federal Aid	3,607,772	3,514,222	3,488,356	3,074,420	3,055,478	3,208,252
Charges/Fees/Use of Money and Property	10,482,971	10,232,835	10,253,335	10,458,402	10,667,570	12,801,084
Total - Municipal Revenues	\$ 88,480,966	\$ 89,371,695	\$ 90,749,320	\$ 92,042,603	\$ 93,764,645	\$ 111,671,614
Projected Municipal Surplus (Deficit)	\$ (82,044)	\$ -	\$ -	\$ (612,859)	\$ (838,150)	\$ (274,163)

**Combined Municipal and School
Surplus (Deficit)**

Surplus (Deficit)	\$ (1,067,956)	\$ (1,127,230)	\$ (1,528,658)	\$ (2,072,767)	\$ (3,442,616)	\$ (5,748,919)
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- 1: The five years of estimates for education State Aid are provided by the State of Rhode Island Department of Education.
- 2: The assumptions for municipal State Aid are provided by the Division of Municipal Finance.
- 3: Debt service is per amortization schedules for known and issued debt and estimated for known future debt.
- 4: Salaries, purchased services and operating expenses are assumed to increase by 2% per year
- 5: Benefits are assumed to increase by 3.5% per year
- 6: Appropriations for schools and library are per Proposed Budget for FY2016 and FY2017; later years assumes a 2% increase
- 7: Capital amounts come from the 5-year Capital Improvement Plan
- 8: School local revenues are assumed to increase by 1.5%; municipal local revenues are assumed to increase by 2%
- 9: Local property tax is assumed to increase by 2% per year and local non-property tax by 1% per year

CITY OF NEWPORT
FINANCIAL PROJECTIONS - ENTERPRISE FUNDS

Water Pollution Control Fund	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019
Operating Expenditures Less Depreciation	\$ 6,070,649	\$ 6,177,779	\$ 6,845,530	\$ 6,982,441	\$ 7,122,089
Debt Service - Principal and Interest	3,303,980	3,003,197	3,161,383	6,477,514	6,482,414
Capital Outlay	4,065,000	6,086,590	15,567,500	44,885,000	2,530,000
Prior Year Deficit	-	1,000,000	950,000	-	-
Total Expenditures and Cash Outlays	13,439,629	16,267,566	26,524,413	58,344,955	16,134,503
Bond Proceeds	-	2,500,000	10,500,000	42,585,000	-
Revenues	12,822,121	13,786,482	15,983,596	15,983,596	15,983,596
Total Revenue and Cash Inflows	12,822,121	16,286,482	26,483,596	58,568,596	15,983,596
Funding Required Through Sewer Rate Increases	\$ (617,608)	\$ 18,916	\$ (40,817)	\$ 223,641	\$ (160,807)

- 1: Debt Service Projected to increase by \$3,500,000 per year beginning in FY2018 due to \$42,585,000 worth of capital improvements required by U.S. EPA
- 2: Operating expenditures projected to increase by 2% per year; Capital Outlay per 5-Year Capital Improvement Plan

Water Fund	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019
Operating Expenditures Less Depreciation	\$ 9,584,219	\$ 9,608,575	\$ 10,055,569	\$ 10,256,680	\$ 10,461,814
Debt Service - Principal and Interest	5,788,074	6,810,179	6,839,199	7,032,423	7,035,537
Capital Outlay	1,032,400	2,499,743	2,221,657	3,901,500	629,100
Total Expenditures and Cash Outlays	16,404,693	18,918,497	19,116,425	21,190,603	18,126,451
Bond Proceeds	-	-	-	-	-
Funding From Restricted Funds	-	848,636	1,046,564	2,500,000	-
Revenues	18,133,489	18,069,861	18,069,861	18,069,861	18,069,861
	18,133,489	18,918,497	19,116,425	20,569,861	18,069,861
Funding Required Through Water Rate Increases	\$ 1,728,796	\$ -	\$ -	\$ (620,742)	\$ (56,690)

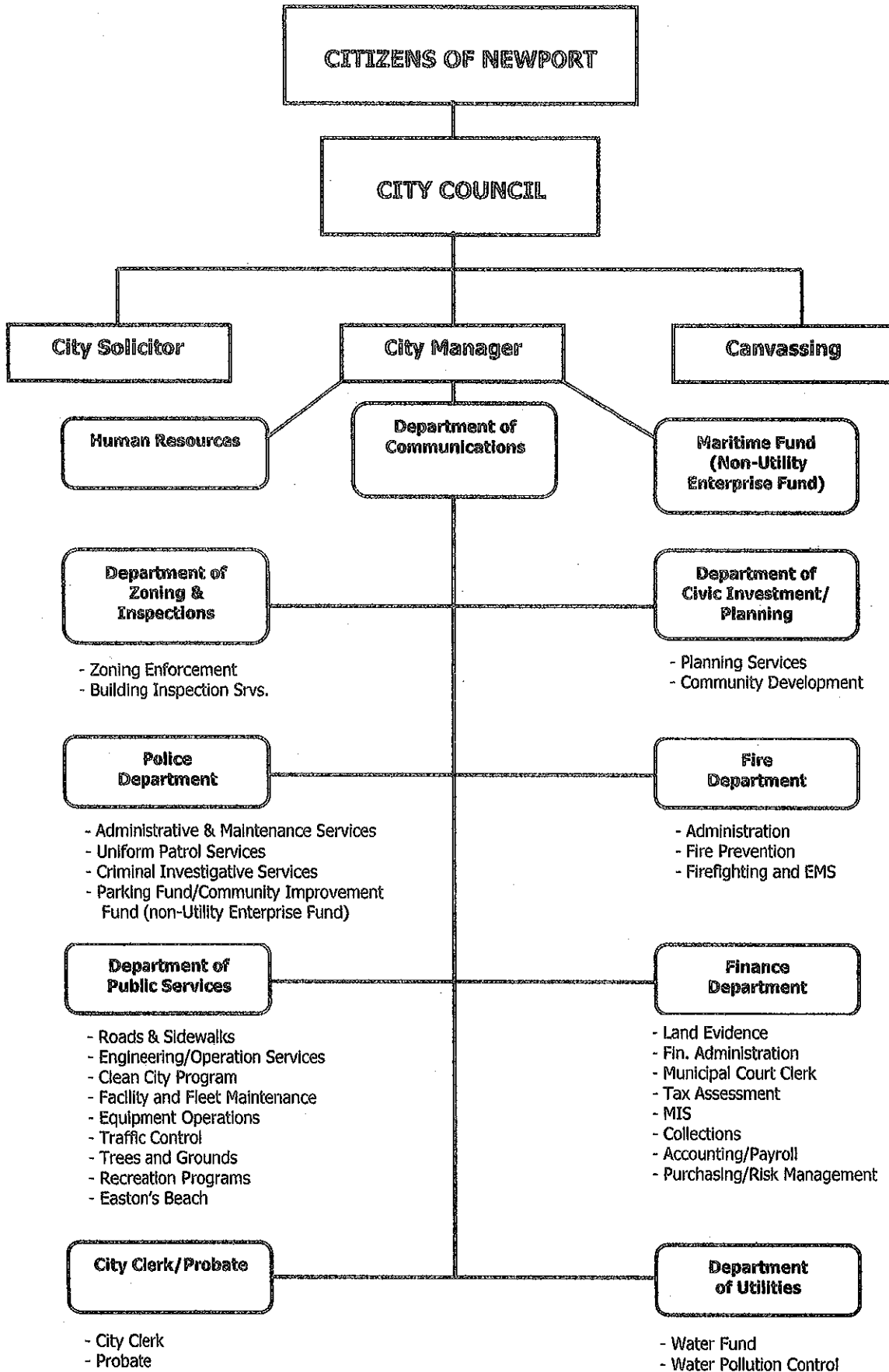
- 1: The Lawton Valley Treatment Plant and Significant Long-Term Improvements to the Newport Water Treatment Plant was completed in October 2014 and the \$85 Million cost associated with them has been paid for with bond proceeds. This led to an increase in debt service costs. increase in debt service.
- 2: Operating expenditures are projected to increase by 2% per year; Capital Outlay per 5-Year Capital Improvement Plan

Non-Major Enterprise Funds	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019
Operating Expenditures	\$ 1,931,488	\$ 2,027,389	\$ 2,058,297	\$ 2,099,463	\$ 2,141,452
Capital Outlay	265,000	790,000	516,000	400,000	570,000
Total Expenditures and Cash Outlays	2,196,488	2,817,389	2,574,297	2,499,463	2,711,452
Revenues	2,724,939	2,676,910	2,675,910	2,729,428	2,784,017
Projected Non-Major Enterprise Surplus (Deficit)	\$ 528,451	\$ (140,479)	\$ 101,613	\$ 229,965	\$ 72,665

- 1: Operating expenditures and revenues projected to increase by 2% per year; Capital Outlay per 5-Year Capital Improvement Plan

Note: Long-term projections are difficult with the utilities funds because much of their cost is dependent on capital improvements. Capital improvements fluctuate significantly from year-to-year.

THE CITY OF NEWPORT, RI



FY2016 & 2017 Budget Highlights

	Proposed FY2016	Increase Over FY2015	Proposed FY2017	Increase Over FY2016
Expenditures for all funds	\$ 124,450,498	2.03%	\$ 126,484,956	1.63%
General Fund tax levy	\$ 71,114,538	2.06%	\$ 72,497,629	1.94%
General Fund revenues	\$ 89,371,595	0.94%	\$ 90,749,320	1.54%
Tax rate, residential	\$ 10.73	2.00%	\$ 10.94	1.96%
Tax rate, commercial	\$ 14.87	1.99%	\$ 15.16	1.95%
Tax rate, personal property	\$ 14.87	1.99%	\$ 15.16	1.95%
Tax rate, motor vehicle	\$ 23.45 *	0.00%	\$ 23.45 *	0.00%
Transfer to schools operations	\$ 23,861,586	2.07%	\$ 24,458,126	2.50%
Transfers to Capital Projects	\$ 2,952,524	1.32%	\$ 2,896,535	-0.59%

* State fixed rate for the City of Newport. The City grants an exemption for the first \$6,000 of value to all motor vehicle taxpayers.

- One-cent on the real property tax rate is equivalent to approximately \$59,055
- General Fund Balance is at 13.35% of budgeted General Fund expenditures

Economic Assumptions

The underlying economic assumptions in this budget are:

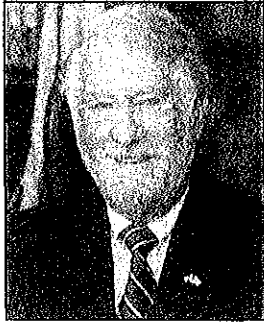
- The housing market will slowly improve. The City has seen an increase in building permits which is expected to continue.
- The economy will continue to improve. The upcoming tourist seasons are scheduled to be less active than the prior year's due to the one-time Volvo event in Spring 2015. This will result in a decrease in revenues including hotel tax and meals and beverage taxes.
- Stable interest rates are expected over the next fiscal year, leading to flat investment income.
- The state continues to struggle financially and this may negatively impact local and school funding.
- Newport Grand continued to experience decreased revenues, but we expect it to stabilize at the current level.
- Increasing costs of 3-4 % will impact city purchases of supplies, materials, contracts and utilities.
- Notice from Blue Cross Blue Shield indicates that health insurance rates in the budget will remain the same in FY2016 and increase approximately 3.0% for FY2017.
- Property and liability insurance claims impact rates due to storms. The City anticipates a 10% increase due to damage of property and vehicles.
- Historically low bond interest rates will allow the City to continue to borrow against its AA+ credit rating at low interest rates.



THE CITY OF NEWPORT, RHODE ISLAND

Newport is located at the southern end of Aquidneck Island in Narragansett Bay, about 30 miles southeast of Rhode Island's capital of Providence. The City is bounded by the Atlantic Ocean on the east and the south, Narragansett Bay on the west, and by the Town of Middletown on the northeast. Newport is 11 square miles in size, with 7.7 square miles of land and 3.3 square miles of inland water. Location is readily accessible to the west by Interstate 95 via the Jamestown and Pell Bridges, and to the north by Routes 24 and Interstate 195 via the Mount Hope Bridge and the Sakonnet River Bridge.

Mayor and City Council



*Justin S. McLaughlin
At Large*



*Jeanne-Marie Napolitano
Mayor*



*Naomi Neville
At Large*



*John F. Florez
At Large*



*Marco Camacho
First Ward, Vice Chair*



*Lynn Underwood Ceglie
Second Ward*



*Kathryn E. Leonard
Third Ward*

GOVERNMENT

Newport was founded in 1639, incorporated as a City in 1784, and rechartered in 1853. The City operates under a Home Rule Charter, adopted in 1953, providing for a council/city manager form of government. There is a seven-member City Council headed by its Chairperson, who is elected by the Council and also holds the title of Mayor. All legislative powers of the City are vested in the City Council by the Charter, including the ordering of any tax, making appropriations, and transacting any other business pertaining to the financial affairs of the City.

Four members of the City Council are elected at large and the remaining three members are elected from the three wards, all for a two-year term. The new council was elected in November, 2014. The Charter grants to the City Council all powers to enact, amend, or repeal ordinances relating to the City's property, affairs and government, including the power to create offices, departments or agencies of the City, to preserve the public peace, health and safety, to establish personnel policies, to authorize the issuance of bonds, and to provide for an annual audit.

The City Manager is appointed by a majority vote of the City Council. The City Manager is the chief administrative officer. The Charter grants to the City Manager the authority to appoint or remove all officers or employees of the City, to prepare and submit to the City Council the annual budget and annual report of the City, to recommend pay schedules for City employees, and to recommend to the Council the adoption of such measures as he/she may deem necessary for the health, safety or welfare of the City.

ECONOMY

From its early years when commerce involved the whale-oil trade, to today's highly sophisticated research in electronic submarine warfare, the seaport has continued to play a vital role in Newport's economy. The U. S. Navy, beginning with the founding of the Naval War College in 1884, influenced the development of the City and continues to do so as one of the major contributors to the local economy.

Newport's location, natural and cultural resources, and sense of history are responsible for the growth of tourism into a primary source of revenue. The third largest economic factor in Newport, the service sector, has benefited by both the defense and tourism industries.

Tourism

As the State's principal tourist center and resort community, Newport is visited annually by millions of tourists who attend special events, sail, and view the City's mansions and other attractions. The City's popularity has stimulated significant private investment in retail shopping facilities, hotels, timeshare units, restaurants, clubs, and other tourist-oriented enterprises.

The Newport County Convention and Visitors Bureau (NCCVB), which operates the H.J. Donnelly III Visitors Center, reports over 500,000 visitors seeking information in the Center annually. The Visitor Center, located in the center of Historic Newport, is open seven days a week, providing residents and visitors with information on area attractions, accommodations, events, and restaurants.

Recreation

The City of Newport has some of the best private facilities for boating enthusiasts in the state. There are two public beaches operated May through September, and the area is famous for past America's Cup Races and the Olympic Sailing Trials. There are numerous public recreational facilities, including 19 tennis courts, 7 multi-purpose play fields, 13 playgrounds, and one gymnasium, which are available for residents' use. The City also has a Senior Citizens' Center.

Library

The Newport Public Library was founded in 1869 and currently contains 206,451 volumes, including 21,447 ebooks purchased consortially through Ocean State Libraries. A recent expansion has added 23,000 square feet to the facility and increased the capacity to 175,000 volumes. Newport has the distinction of having not only one of the first public libraries in the country, but also the first private library, still in operation -- the Redwood Library.

High Technology and Defense-Related Business

There are estimated 21,200 individuals in defense-related jobs on Aquidneck Island. The major private employers are located in Middletown and Portsmouth; however, many of their employees make their homes in Newport and thereby contribute to the local economy. These workers represent a very highly skilled component of the local labor force.

The Navy is the island's largest single employer, employing approximately 9,000 military and civilian personnel. The Navy's presence in Newport is dominated by its work in education, training and research programs. Among the largest institutions involved with research programs is the Naval Underwater Warfare Center (NUWC), which has been designated by the Defense Department as a "superlab" for doing undersea warfare research. The U. S. Navy Base or its related facilities have not been identified for any base closure or reduction, and, in fact, is currently expanding their facilities.

Service Center

Within the City of Newport, 89.64% of all 2013 private employment was in the service sector. Although most of the service jobs are to be found in hotel/motel, social services, and health fields, other important services industries in Newport are also educational services and business services. Newport's inventory of office space attracts professional service firms, such as medical offices and legal services. Business services include, among others, building maintenance, personnel supply, and computer and data processing services. Computer and data processing, and engineering and management services are major sources of jobs at the regional level.

Retail Trade Industry

The retail industry represents the third largest source of private employment within Newport, with an annual average of 1,341 jobs in 2013. These include jobs in specialty retail, which includes galleries, gift shops, and antique shops, and apparel and accessories. Retail and restaurant employment can swell by as many as 1,500 jobs during the peak summer season.

Recreational, or specialty retail, also plays an important role in Newport's visitor industry and provides shopping opportunities for visitors as well as serving Newport residents. The primary shopping areas in Newport are located on Thames Street, America's Cup Avenue, and Bellevue Avenue. The many antique shops and art galleries in Newport add to the City's historic and cultural character.

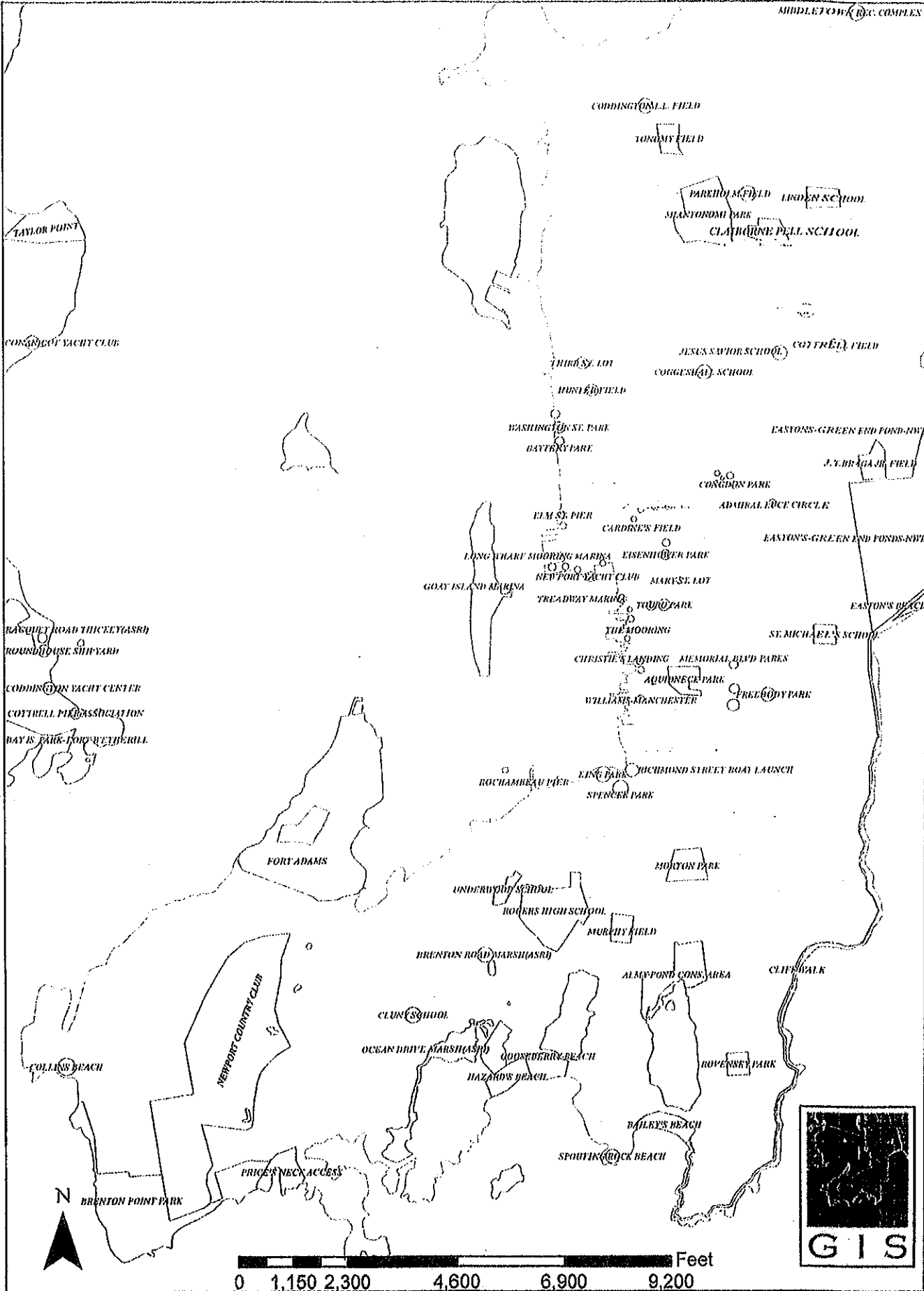
Health and Safety

The City provides a comprehensive array of health and safety facilities whose mission is the care and protection of its citizens and visitors. These include three fire stations, one police station, two hospitals (one of which is the non-functioning US Naval Hospital) and one medical care facility.

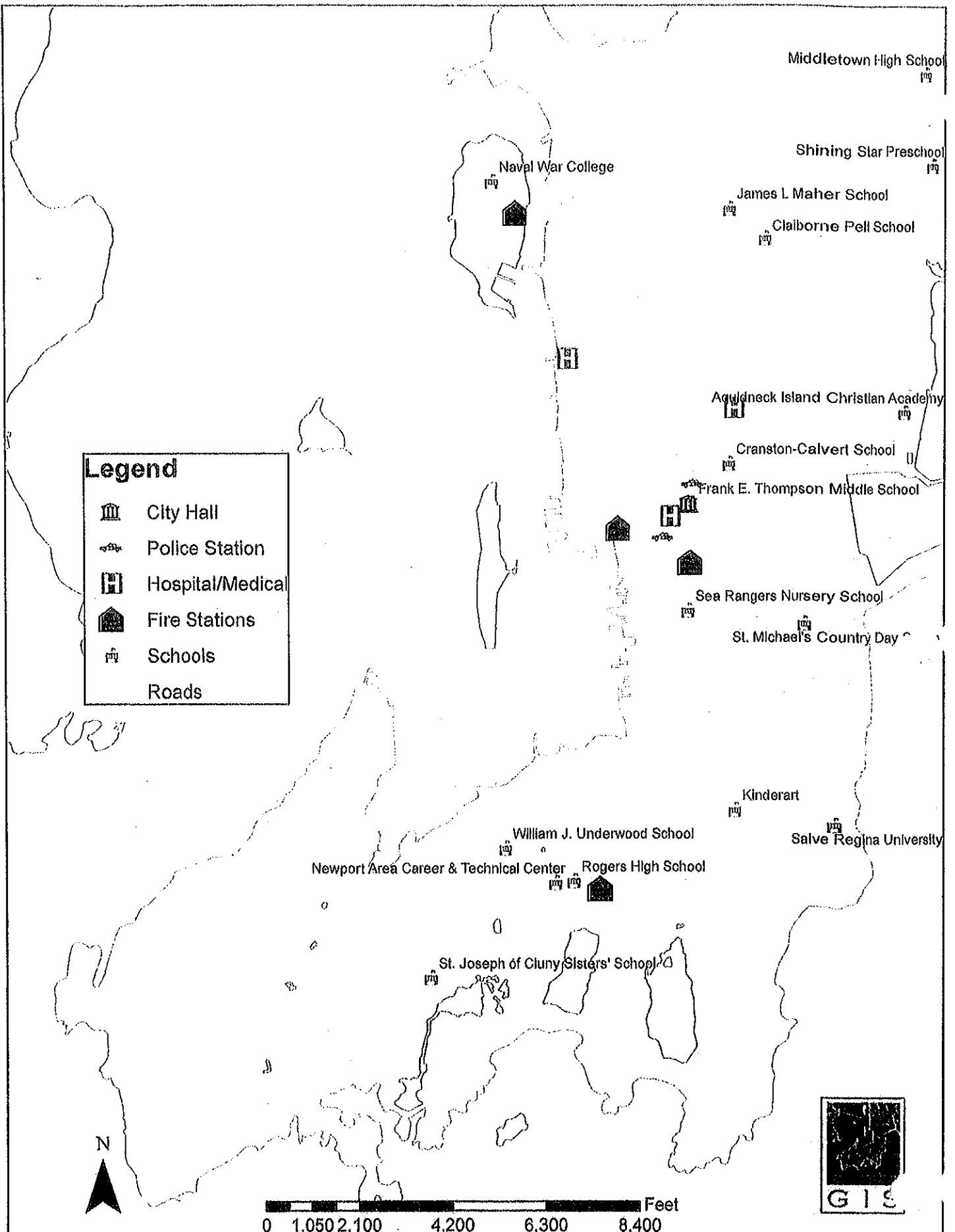
Education

The importance of investing in the future of our children, community, state and country is mirrored in City Council's Mission Statement. The City of Newport houses ten private preschools, two private elementary/middle schools, the newly constructed elementary Claiborne Pell School, Thompson Middle School, Newport Area Career and Technical Center, and Rogers High School. Secondary schools include the Community College of Rhode Island and Salve Regina University.

Proposed Taxes		Registered Voters	
Real Property Tax Rate		March 2013	13,878
FY 15-16: \$10.73 per \$1000 assessed res. value			
FY 15-16: \$14.87 per \$1000 assessed comm. value			
FY 16-17: \$10.94 per \$1000 assessed res. value			
FY 16-17: \$15.16 per \$1000 assessed comm. value			
FY2015: \$10.52 per \$1000 assessed res. value, as equal			
FY2015: \$14.58 per \$1000 assessed comm. value, as equalized			
FY 15-16 value of one-cent on the Real Property Tax Rate Approx. \$59,055		Housing	
Personal Property Tax Rate		<u>Housing Units - June, 2013</u>	<u>June, 2013</u> <u>June, 2012</u>
FY 15-16: \$14.87 per \$1000 assessed value		Owner Occupied Housing Units	4,487 4,632
FY 16-17: \$15.16 per \$1000 assessed value		Renter Occupied Housing Units	5,829 5,984
FY 14-15: \$14.58 per \$1000 assessed value, as equalized		Vacant	2,868 2,453
Population		Total	13,184 13,069
2010 U.S. Census	24,672	Properties by Occupancy (2014)	
2000 U.S. Census	26,475	<u>Owner</u>	<u>Renter</u>
1990 U.S. Census	28,227	34.03%	44.21%
Households		Total Assessed Value (in thousands)	
2010 U.S. Census	10,616	All Residential Units (less exemptions)	4,505,590
2000 U.S. Census	13,226	All Commercial Units (less exemptions)	1,280,181
1990 U.S. Census	11,196	All Personal Property Tangible	119,755
Average Household Size		Motor Vehicles	86,519
2010 U.S. Census	2.05	Total Assessed Value at 12/31/2014	5,992,045
2000 U.S. Census	2.11	Median Market Rents (without utilities) 2014	
Age (2010 Census)		Efficiency/1-Bedroom Apartment	2014 2013
(1-19)	5,308	2-Bedroom Apartment	1,100 1,000
(20-34)	6,613	3-Bedroom Apartment	1,400 1,250
(35-64)	9,241	4-Bedroom Apartment	1,800 1,600
(64+)	3,510	Source: State-Wide MLS	1,920 1,950
Median Age (2010)	36.4	Median Assessed Value of Homes and Condominiums	
Race and Ethnicity (2010 Census)		<u>Assessed Value</u>	<u>Units</u>
White (Non-Hispanic)	78.5%	<u>Total Value</u>	<u>Median</u>
African American	6.9%	Single Family	4,478 2,320,400,000 518,000
Hispanic (all races)	8.4%	Reidentials. Condo	1,990 773,800 388,000
Other	4.0%	Two-Five Family	1,566 785,897,000 504,000
Asian & Pacific Islander	1.4%	Estate	101 511,998,000 5,400,000
American Indian and Alaskan Native	0.8%		
Total*	100.0%		
Source: U.S. Census Bureau 2010 Census		Source: U.S. Census Bureau/Real Estate Assessor	



Recreational lands, such as parks, zoos, ball fields, and golf courses in Newport



CREATING THE BUDGET DOCUMENT

SECTION 9-2. - PREPARATION OF BUDGET.

The Manager shall prepare and submit to the Council, at least 180 days prior to the beginning of each fiscal year, a projection of the change in revenues from the current fiscal year to the next fiscal years as well as a projection of anticipated significant expense changes.

The Council shall provide to the Manager, at least 150 days prior to the beginning of each fiscal year, a list of its top priority projects and its administrative expense increase/decrease guidelines for the next fiscal year. This shall include the maximum amount of revenue that may be allocated to the Capital Improvement Program (see Section 9-19).

The Manager shall prepare and submit to the Council, at least seventy-five days prior to the beginning of each fiscal year, a proposed budget and a budget message containing an explanation of proposed financial policies and the important features of the budget plan. He shall submit at the same time an appropriation ordinance making provision for the conduct of the City government for the ensuing year. Revenues and expenses related to the Council's priorities shall be highlighted. (As amended by Sec. 1, Chapter 40, P.L. 2009.)

SECTION 9-3. - CONTENTS OF BUDGET.

The proposed budget shall contain the following:

A report and recommendation by the Manager relative to the items contained in the budget; an estimate by the Manager of tax revenues to be received; an itemized estimate of other revenues to be received which shall contain a schedule of estimated income from trust and pension funds and the application thereof; a schedule of bond debt retirement and bond interest accruing during the fiscal year; and a schedule of appropriations required to sinking fund and a schedule of capital expenditures and the plan for financing the same.

SECTION 9-4. - PUBLIC HEARING ON BUDGET.

9-4.1 The Council, at least 60 days prior to the beginning of each fiscal year, shall hold a public hearing on the Manager's proposed budget.

9-4.2 The Manager, at least 30 days prior to the beginning of each fiscal year, shall prepare and present to the Council a revised budget and revenue projection based upon the Council's instructions following the public hearing.

9-4.3 The Council, at least 20 days prior to the beginning of each fiscal year and prior to the Council approving a final budget and appropriation ordinance, shall hold a public hearing on the revised budget. (As amended by Sec. 1, Chapter 40, P.L. 2009.)

SECTION 9-5. - COUNCIL MAY REVISE PROPOSED BUDGET.

The Council may insert new items or may increase or decrease the items of the budget as presented by the Manager, but, if it shall increase the total proposed expenditures, it also shall provide for increasing the total anticipated revenues at least to equal the total proposed expenditures.

Any changes approved by the Council shall be noted on a "Budget Revision Schedule", with the City Councilor who proposed the change identified. The Budget Revision Schedule should be appended to the final budget document. (As amended by Sec. 1, Chapter 40, P.L. 2009.)

SECTION 9-6. - BUDGET AND APPROPRIATION ORDINANCE TO BE PUBLIC RECORD.

Upon final passage of the appropriation ordinance, such changes as have been made in the ordinance as originally proposed also shall be made in the budget. A copy of the budget and appropriation ordinance shall be placed on file as a public record in the office of the City Clerk.

Newport City Council Strategic Plan and Departmental Budget Initiatives

Vision Statement

The vision of Newport is to be the most livable and welcoming city in New England.

Mission Statement



To provide leadership, direction and governance that continuously improves our community and to be stewards of our natural resources while preserving our cultural, historic and maritime heritage;



to ensure Newport is a safe, clean and enjoyable place to live and work and our residents enjoy a high quality of life;



to exercise the prudent financial planning and management needed to achieve our strategic goals;



to achieve excellence in everything we do, invest in the future of our community, especially the education of our children, and work closely with our businesses and institutions to sustain a healthy economic and tourism climate;



to promote and foster outstanding customer service for all who come in contact with the City;



to deliver quality and cost effective municipal services to our residents, businesses, institutions and visitors that result in the highest achievable levels of customer satisfaction; and

Newport City Council Strategic Plan and Departmental Budget Initiatives (continued)



to support the use of defined processes and continuous improvement and public participation as key components of our service delivery model.

Our Strategic Roadmap

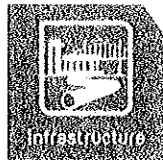
Strategic objectives are viewed from four critical perspectives:

- Meeting or exceeding **customer expectations**;
- Effectively **deploying our resources**;
- Demonstrating **process excellence through continuous improvement**; and
- Demonstrating **fiscal excellence and responsibility** in use of public funds.

Four (4) Tactical Priority Areas

Each of the strategic objectives complement the others to fulfill the vision and mission as defined by the City Council. The application of these strategic objectives are defined in the following pages as they pertain to the following four (4) tactical priority areas:

Infrastructure



Providing a strong, well-managed public infrastructure is key to enhancing quality of life and economic stability to our community.

a) Customer Expectations

- Maintenance and replacement of infrastructure is coordinated with all interests.
- Financial Planning
- Develop and implement "engagement" plan of the public that is directly affected.
- Clear mutual expectations, continuous open communication and an atmosphere of teamwork.

Newport City Council Strategic Plan and Departmental Budget Initiatives (continued)

b) Resource Deployment

- Maintain and enhance CIP
 - Investigation of all funding and grant programs for identified infrastructure needs
 - Use of design/build, public/private partnerships and regional approaches to enhance capacity of staff resources
- Departmental Initiatives:

c) Process Excellence through Continuous Improvement

- Debriefing process
- Review of best practices
- Use of working community groups
- Enhance use of technology
- Interdepartmental planning

d) Fiscal Responsibility

- Major capital projects are identified and incorporated in the CIP permitting sound financial planning
- Partnerships with state and federal agencies to maximize local dollars.

Departmental Initiatives:

Work interdepartmentally where applicable in the development of bid specifications to utilize subject matter expertise existing within the City Administration. *Estimated to save \$45,000 annually*

The Department of Public Services has developed an approach to roadway improvements that is inclusive of all parties that have facilities with city rights-of-way. Constant coordination with utility companies is maintained throughout the year to stay current on active construction and future goals of other utilities so that we ensure their projects are done ahead of the City's roadway improvement program. This includes internal and external utility organizations. The Department is also coordinating with the division of management information systems in the Finance Department so that fiber conduit and other necessary communications infrastructure is considered and included where applicable. *Estimated to save \$300,000 over a three year period*

The City administration works proactively with commissions and organizations to plan for improvements, seek external expertise and find better ways to deploy resources. *Estimated to save consulting fees on an annual basis*

Newport City Council Strategic Plan and Departmental Budget Initiatives (continued)

Infrastructure (continued):

The Department of Public Services has worked in conjunction with the Rhode Island Interlocal Trust to develop a sidewalk trip hazard removal program which has significantly decreased liability claims. *Estimated to have reduced claims by 20%.*

City departments have developed equipment replacement and regular repair and maintenance programs whereby a set amount of money is provided on an annual basis. This has the benefit of providing funding so equipment can be replaced and ongoing repairs can be made, as well as smoothing out the annual budget process. This program has been initiated for vehicle replacement, fire equipment replacement, copiers and desk computers, playground replacement, road repairs, traffic signals and seawall repairs, and in the water and sewer funds for distribution and main replacements. *This funding can be found in the capital improvement budget.*

The Infrastructure Replacement Plan (IRP) for Water is updated every five years in accordance with Rhode Island General Law and is submitted to the Rhode Island Department of Health for state review by several state agencies. The IRP is used to develop the long-term capital improvement plan.

The City has developed a System Master Plan for the Water Pollution Control Fund that will be used to develop the long-term capital improvement plan. *These projects are estimated to cost in the neighborhood of \$60,000,000 and are necessary improvements to comply with a consent decree with the federal Environmental Protection Agency and Rhode Island Department of Environmental Management. Funds will be spent over the next 1-7 years. Bond funding and associated rate increases are included in the Water Pollution Control Budget.*

Newport City Council Strategic Plan and Departmental Budget Initiatives (continued)

Infrastructure (continued)

The Departments of Fire, Public Services and Civic Improvement regularly search and apply for grant funds to support infrastructure needs. The Department of Public Services has received recent grants for seawall repairs, road improvements and the Broadway road improvement and streetscape project. The total amount exceeds \$3,000,000. The Fire Department has applied for grants to replace equipment identified in the CIP. The Department of Civic Improvement assists other departments in the grant process and works with other departments to use CDBG funds.

The Departments of Public Services and Utilities and the Maritime Fund regularly use a design/build process for capital improvements saving taxpayers an estimated 20% on the cost of projects.

Departments are meeting regularly to perform plan design reviews in an attempt to clarify and expedite the process of plan review for applicants. *Estimated to provide cost savings of 10% by eliminating duplication of effort.*

The City borrows funds by issuing general obligation bonds and revenue bonds. The City's policy is to judiciously borrow money for capital improvements and projects that are unusual or very costly in nature. *The following borrowings are programmed for fiscal years 2016 and 2017:*

- *The City Hall ADA compliant elevator*
- *Complete replacement of the roof at Rogers High School*
- *The Newport Public Library lower level renovations*
- *Major repairs at the Edward King House*
- *Broadway streetscape and road improvements*
- *Design and construction of Water Pollution Control Plant upgrades*

Newport City Council Strategic Plan and Departmental Budget Initiatives (continued)

Infrastructure (continued)

Funding is provided in the capital budget to repair and upgrade fire department facilities. Fire Department personnel have been able to provide most of the labor saving taxpayers money. *Estimated savings to date exceeds \$100,000.*

Departments continue to make upgrades to facilities and equipment so that use is less invasive on the environment and provides cost savings. An example is the new water treatment plant, which included green technology eligible for federal funding. *Federal funding of more than \$3,000,000 granted in relation to the new plant.*

The Department of Utilities works closely with the Rhode Island Clean Water Finance Agency for funding and grant opportunities.

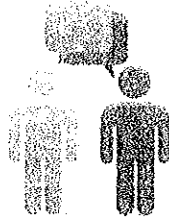
Recreation regularly solicits feedback from facility users and facility supervisors.

The Parks and Recreation divisions frequently reach out to other organizations to further knowledge of best practices. They also consult with the Rhode Island Recreation and Parks Association for their experience.

The parking fund continues to implement recommendations from the Walker Report (study of parking facility needs). *Funding is provided in the capital improvement program and projects are more energy efficient and will reduce the risk of liability.*

City administration prepares short and long term financial forecasts with the goal of funding capital projects. This includes developing scheduling and financing plans based on community/administration priorities. The CIP document has recently been revised to provide information in different formats in order to enhance understanding.

Newport City Council Strategic Plan and Departmental Budget Initiatives (continued)

Communication

Providing effective 2-way communication with the community through a unified council operating as a team and interactions with City staff productively

- a) **Customer Expectations**
 - Information to the public is a professional competency
 - Use of pro-active messaging
 - 2-way information flow
 - Transparency
 - Increased community participation
- b) **Resource Deployment**
 - Messaging thru use of website, media, video, community forums, etc.
 - Enhance visibility of City boards, citizens and workshops in the City's deliberation and decision process
 - Act as a resource to citizens and guests with mindset of being helpful
- c) **Process Excellence through Continuous Improvement**
 - Capture of community feedback through use of benchmarking, survey options and other analysis options
 - Collaboration over compromise: passion vs. implosion
 - Analyze obstacles to information sharing and identify solutions
 - Improvement of website
- d) **Fiscal Responsibility**
 - Effective analysis and use of technology for 2-way communication

Departmental Initiatives:

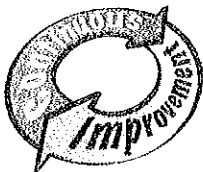
The administration is recommending that a position of Communications Director be created, funded and filled. This position's responsibilities would include oversight and control of all City communications through all types of media; the City's website and microsite Engage Newport; and ensuring that resident and business requests and concerns are timely addressed. *Funding is provided in the City Manager's budget for salary and benefits.*

Newport City Council Strategic Plan and Departmental Budget Initiatives (continued)

Communication (continued)

The City is actively promoting its new website and Engage Newport site. The Engage Newport website is used to enhance information sharing, social media use and crowd sourcing. The City hired a marketing firm to actively promote the Engage Newport community outreach and engagement issues and the City's social media accounts. The City has also established an editorial board that includes the marketing firm, Worldways. Responsibilities are proposed to increase to include general news articles, hot-button items, and "front-page" promotion information on the City's website. *Funding of \$50,000 is included in the operating budget for marketing services and working with the proposed new Communications Manager position in the initial year.*

Continuous Improvement



Instill quality, efficiency and effectiveness into every aspect of the City's performance

- a) **Customer Expectations**
 - Development of "trust" between staff and Council
 - Achievement of the "spirit of excellence"
- b) **Resource Deployment**
 - Bridge the gap of "silos" by increasing inter-department collaboration
- c) **Process Excellence thru Continuous Improvement**
 - Becoming more risk tolerant
 - Clarity of policies and expectations
 - Reinforcing a culture of change through collaboration and achievements
- d) **Fiscal Responsibility**

Departmental Initiatives:

City administration will continue to hold debriefing meetings after all major events of any kind including weather. The focus will be on process and how to better the City's processes.

Newport City Council Strategic Plan and Departmental Budget Initiatives (continued)

Continuous Improvement (continued)

The Newport Fire Department bases much of its practices on industry standards and applies updated procedures where applicable.

Funding is included in operating budgets to allow increased educational opportunities and to bring outside education opportunities into our departments.

The Police Department will continue neighborhood meetings with Community Policing Unit and Neighborhood Beat officers.

A customer service continuous improvement program is currently underway using tools learned during a leadership training program. The initial focus is on City Hall departments to be followed by Public Services and incorporating Utilities later in the process. The intention is to focus on customer service but to also gain a better understanding as to how individuals and departments impact and are impacted by their departmental co-workers and other employees/departments; to understand co-workers full scope of work and work-loads; as well as, identification of possible opportunities to share skills and efforts.

City Council appointed a volunteer finance review committee to research ways to increase revenues and reduce costs.

The Department of Civic Investment will work with the Planning Board and HDC Commission to look at existing redundancy/overlap of ordinances and regulations and provide guidance to the City on how such redundancies can be best addressed and mitigated.

Civic Investment will continue to work with the Economic Development Working Group to focus on strategic partnership building efforts.

Newport City Council Strategic Plan and Departmental Budget Initiatives (continued)

Economic Development

Providing an economically thriving and financially sound community for all its citizens and a supportive environment for business and visitors

- a) **Customer Expectations**
 - Facilitate public/private partnerships to assist in fostering and sustaining diversified economies
 - Collaborate with other economic development organizations
- b) **Resource Deployment**
 - Work with existing and new businesses to enhance retention, expansion and new business development
 - Creation of physical and social infrastructure for economic development
- c) **Process Excellence thru Continuous Improvement**
 - Maintain and improve the governance and regulatory process
 - Foster small business development
 - Collaborate on marketing strategies
- d) **Fiscal Responsibility**

Department Initiatives:

The Beach and Recreation Divisions continue to pursue a relationship with area hotels and event planners in an effort to increase corporate facility rental opportunities.

The Police Department has included funding for continued directed enforcement programs and for a public ambassadorship program that address quality of life and nuisance issues for residents, businesses, and visitors to foster a safe city concept, which will have a positive effect on local economy.

The Beach, Harbor and Recreation Divisions continue to work with neighboring businesses and Discover Newport to foster recreation business opportunities. This effort is coordinated with other departments in a unified approach to economic development opportunities using our recreational and natural resources.

Newport City Council Strategic Plan and Departmental Budget Initiatives (continued)

Economic Development (continued)

Funding is included in the CIP for economic development initiatives. A working task force has identified fiber connections as an area that is necessary to the success of economic development. The City is working with the State and other local communities to provide high speed connectivity between the municipalities and throughout the City of Newport.

The Department of Civic Investment is working on many initiatives. The Department will continue to move forward through the end of FY2017 on the two major public/private partnerships, the North End Innovation Hub and the Sheffield Accelerator. The department will use these projects as benchmarks/test cases in the development of potential additional public/private partnerships.

The Department will build off its current diversified funding strategy for both the North End Innovation Hub and Sheffield Accelerator to attract additional sources of public, private, non-profit and impact investment both to strengthen and move the projects forward including:

- Current work with the RI Department of Administration, South Kingstown, the White House and a consortium of for-profit and non-profit groups to utilize Sandy Disaster Relief Funding for the establishment of a beta resilience/green infrastructure job creation program to be located in Newport and South Kingstown;
- Work through the North End Innovation Hub project to attract a consortium with the ability to bring additional funds to move forward the realignment of the Pelli Bridge Interchange; and,
- Successful development, implementation and management of the public private partnerships associated with both the Sheffield Accelerator and the North End Innovation Hub projects.

The Department is taking an active role and will continue to be a significant partner in both the development of a potential regional economic development effort being spearheaded by the Newport Chamber of Commerce and funded by the Van Beuren Charitable Foundation, as well as both Commerce RI and Statewide Planning's concurrent state economic development strategies.

The Department continues ongoing work with the Sea Level Rise community engagement activities via the Engage Newport Platform.

The Department will continue to partner with State, Federal, private firms and non-profits to position Newport as a potential beta community for economic development projects that bring together the built/natural environment and social innovation and social finance.

SPECIFIC BUDGET GUIDELINES

The long-term goals, objectives and priorities drive many of the decisions made by the City administration and the Council. The Council has also formulated a set of specific budget guidelines that were used to develop the proposed operating and capital budgets. These include:

- Projected revenues must equal or exceed proposed expenditures. *Revenues equal expenditures.*
- Maintain a general fund balance equal to at least 10% of the budgeted general fund expenditures. *Estimated general fund balance at June 30, 2016 and June 30, 2017 is expected to be above 10% of adopted general fund operating expenditures.*
- Minimal increase in staffing. *The budget includes numerous initiatives to combine and train current staff so as to provide efficiencies. The budget also includes initiatives to provide more cost effective and efficient service where possible. Some of the changes include: Request for a Communications Director, a major initiative for the administration; and the creation of an overfill line in the Police Department so that new officers can be trained in the academy at a rate that keeps pace with retirements and other vacancies. Although not added, a position of facilities manager should be considered in light of potential collaboration between the City and the School.*
- Provide a fair but affordable market adjustment in wages for employees to retain parity with other local governments and in accordance with union contracts, where applicable. *A 2.25% cost-of-living increase is included in FY2016 and in FY2017 for NEA, AFSCME and non-union employees. Note that both the NEA and AFSCME contracts expire on June 30, 2015. A 2.5% cost-of-living increase is provided for police in response to significant concessions in the recently approved police contract. The fire union contract is currently under negotiation.*
- Other specific budget priorities are listed and detailed in the budget summary section near the beginning of the budget document.

Financial Policies

The goal of financial policies is to ensure that financial resources are well managed and available to meet the present and future needs of the citizens of the City of Newport. Legal requirements are included herein as they apply to financial policies.

Budget Policies:

1. The council is responsible for the development and maintenance of a multi-year strategic plan for the City. This plan will include:
 - Mission Statement
 - Long-Range Goals
 - Short-Range Goals
 - Performance Measures

The City's Strategic Plan will be reviewed periodically and progress reported no less often than annually at a public hearing. The City Council shall develop general guidelines for the budget and provide them to the City Manager by December 31 of each year.

2. The Finance Department shall exercise budgetary control over each office, department and agency and shall cause separate accounts to be kept for the items of appropriation, each of which shall show the amount of the appropriation, the amounts paid therefrom, the unpaid obligations against it, and the unencumbered balance.
3. A financial report of budget to actual numbers shall be given to the Council no less than monthly. Revenues must be increased or expenditures decreased in the same fiscal year if deficits should appear or be projected for year-end.
4. A quarterly report of budget, actual and year-end projections shall be filed with the Office of Municipal Affairs, the State Auditor General and the City Council within 30 days after the end of the quarter.
5. The City shall provide an Adopted Budget Survey report to the Office of Municipal Affairs within 30 days of final adoption.
6. The City Manager shall provide a five-year capital improvement plan (CIP) to the City Council by February 1 of each year. The CIP shall be considered by the City Council prior to its consideration of the annual budget.
7. The City's annual operating budget, capital budget and Capital Improvement Program (CIP) shall be coordinated with, and shall be in concert with, the City's Comprehensive Plan, the Harbor Management Plan and other legally adopted plans.

Budget Policies (continued)

8. Where appropriate, revenues related to expenditures shall be reflected in the proposed budget documents. Recurring revenues should be matched to recurring expenditures to the extent possible and it shall be clearly identified when such is not the case. Significant one-time revenues shall be used for one-time expenditures or capital projects.
9. Budgets must balance which means that budgeted current revenues must be equal to or greater than budgeted current expenditures in the general fund and revenues and other sources of cash must equal or exceed expenditures and other uses of cash in the enterprise funds.
10. The target for the general fund balance reserve shall be two months of revenues where possible but in no event less than 10% of budgeted general fund expenditures.

Debt Policies:

1. The City prefers to fund capital improvements, equipment purchases and other major capital projects with current resources or in a "pay-as-you-go" manner. Debt should be limited to projects with significant costs.
2. The term of any bond issue shall not exceed the useful life of the capital project/facility or equipment for which the borrowing is intended. Every effort shall be made to keep the amortization of debt as short as possible.
3. Annual general fund debt service expenditures shall be less than 9% of annual general fund expenditures.
4. Bond proceeds shall be invested in government guaranteed funds that provide immediate liquidity.
5. Bond proceeds shall only be used for the purpose for which the monies were borrowed.
6. Revenue debt levels must comply with revenue bond covenants of debt service coverage ratios (i.e. annual net pledged revenues to annual debt service.)
7. The City shall not use derivatives.
8. The City shall manage its cash in a manner designed to prevent the necessity of utilizing short-term borrowing to meet working capital needs.

Revenue Policies:

1. The City should make every effort to diversify revenue sources in order to improve the ability to handle fluctuations in individual sources.
2. Fees and charges shall be set in a manner that allows the City to recoup any administrative or compensation costs associated with providing the service.
3. The City shall deposit all funds within 24 hours of receipt.
4. Annual City revenues shall be projected by an objective and thorough analytical process.
5. Investment of City funds shall emphasize the preservation of principal with safety, liquidity and yield being the primary factors considered.
6. An independent audit shall be performed annually and a management letter given to the City Council.

Financial Planning Policies:

1. The City and School shall prepare a combined five-year forecast in the form and format required by the Office of Municipal Affairs for major funds as defined by generally accepted accounting principles within 30 days of final budget adoption. The forecast shall be distributed to the City Council and School Committee for consideration in their long-range planning. The five-year forecast shall incorporate the five-year capital improvement plan, and any known changes that are expected to impact the financial condition of the City. All assumptions should be specifically identified.
2. The budget document shall include long-range goals and any long-range financial projections that may have an impact on the financial condition of the City.
3. A fiscal impact statement shall be prepared for all proposed bargaining contract settlements. The immediate and long-term impacts of negotiated changes shall be disclosed, and the City will hire actuarial and other experts as needed to evaluate the long-term impacts of the proposed agreements. Any fiscal impact statement that includes changes to pension, other post-employment benefits or healthcare benefits shall be provided, along with any underlying actuarial assumptions and support for the actuarial assumptions to the Office of Municipal Affairs in accordance with state law.

General Fund Balance

One of the most important measures of a city's financial strength is the level of its fund balance. Fund balance is defined as the excess of an entity's assets over its liabilities also known as excess revenues over expenditures or net assets. Fund balance comes about when and if a municipality's actual revenues exceed actual expenditures in a given year. This carries over and is either added to or subtracted from the next year's revenues exceed or don't exceed actual expenditures. Fund balance is often known as a reserve, and it allows the City to continue to provide services in the event of revenue shortfalls or unanticipated events. It is also important to preserving the City's bond rating which is currently an AA+ by Standard and Poor's. The goal in the general fund is to maintain two months of revenues in reserve but in no event less than 10% of proposed general fund operating expenditures.

	<u>Amount</u>	<u>Budgeted General Fund Expenditures</u>	<u>% of General Fund Expenditures</u>	<u>Two Months General Fund Revenues</u>
FY2001-02	10,307,069	55,250,369	18.66%	9,208,395
FY2002-03	12,541,645	58,802,593	21.33%	9,800,432
FY2003-04	8,137,043	68,210,050	11.93%	11,368,342
FY2004-05	5,045,005	69,837,986	7.22%	11,639,664
FY2005-06	5,355,148	68,650,062	7.80%	11,441,677
FY2006-07	5,098,335	68,849,656	7.41%	11,474,943
FY2007-08	6,835,238	70,458,620	9.70%	11,743,103
FY2008-09	8,784,991	75,001,945	11.71%	12,500,324
FY2009-10	10,013,957	75,233,765	13.31%	12,538,961
FY2010-11	9,669,083	77,021,366	12.55%	12,836,894
FY2011-12	11,636,405	77,484,593	15.02%	12,914,099
FY2012-13	13,630,080	79,493,868	17.15%	13,248,978
FY2013-14	11,984,991	84,313,586	14.21%	14,052,264
FY2014-15**	12,117,035	88,319,869	13.72%	14,719,978
FY2015-16*	12,117,035	89,371,595	13.56%	14,895,266
FY2016-17*	12,117,035	90,749,320	13.35%	15,124,887

* Budgeted results

** Projected results

Understanding the Budget

The City's budget is the blueprint for the financial and policy decisions that the City will implement during the fiscal year. The budget is the single most important document we have for establishing control over the direction of change and determining the future; it lays the groundwork for what we hope will be our community's accomplishments in the future.

Within the pages of this document, you will find:

- A fiscal plan
- Revenue and expenditure summaries
- An annual operating program
- A long range planning guide
- A management tool to ensure financial control
- Indicators to ensure accountability and evaluate performance

Budget Preparation Process

Throughout the year, revenues and expenditures are monitored to enable the City to measure actual income and expenses against those projected in the budget.

The budget process begins in the fall when each department is required to evaluate their five-year capital needs and submit a request to the City Manager. The requests are reviewed and a five-year capital improvement plan (CIP) is prepared and presented to the City Council. The City Council holds two public hearings on the CIP and adopts the plan "in concept". The two-year plan attributable to the proposed biennial operating budget is revised based on available funding and incorporated into the operating budget in June.

The operating budget process begins with an analysis of revenues. Revenue estimates are derived from a review of current and projected economic indicators, current and proposed federal and state legislation, knowledge of future events in the City and a review of historic trends (more specific information is provided in the revenue descriptions section of the budget under the revenues tab). The City Manager reviews the preliminary revenue estimates and gives guidelines to the departments for budget preparation. Departmental budgets are submitted to the Finance Department where the budget document is prepared. Revenue projections are refined in March. The City Manager meets with each department and reviews the budget requests in detail and makes final decisions regarding the proposed budget to be sent to the City Council. Estimates are used for the School Department request. By law, local government budgets must be balanced; i.e. expenditures may not exceed revenues.

Budget Preparation Process (continued):

Once presented to Council, the Council reviews the proposed biennial budget and two public hearings are held to provide the public with an opportunity to comment to insure that the budget is responsive to citizen needs. After careful deliberation, the proposed budget, as modified for additions and deletions, is adopted by the City Council as the approved budget.

The budget, once approved, becomes a legally binding document. The budget can only be amended by the City Council after proper notice and a public hearing. Transfers are allowed within departments upon the approval of the City Manager or their designee.

Budget Review Schedule

The following dates were scheduled for City Council's review and approval of the FY 2016 and FY2017 biennial budget:

January 28, 2015	Council Receives CIP
February 11, 2015	Public Hearing on Recommended CIP
March 11, 2015	Public Hearing on Recommended CIP
March 11, 2015	Adoption "in concept" of CIP

The FY 2016-2020 Capital Improvement Program is revised as needed and incorporated into the FY2016 and FY2017 Proposed Biennial Operating Budget

FY 2016 and FY 2017 Proposed Biennial Operating Budget Presented to Council	April 22, 2015
First Public Hearing on Proposed Biennial Operating Budget	May 13, 2015
Budget Workshops	April 27, 2015 April 29, 2015 May 6, 2015 May 20, 2015
Second Public Hearing on Proposed Biennial Operating Budget	May 27, 2015
Third Public Hearing and Budget Adoption	June 24, 2015

Organization of the Budget

The City of Newport budgets and reports appropriations and activities in three different ways. The City reports year-end activity in two ways on the financial statements; on government-wide statements and on fund statements. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following **major governmental funds**:

The general fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The budgetary basis is different than the reporting basis because encumbered amounts are commonly treated as expenditures under the budgetary basis of accounting while encumbrances are never classified as expenditures under the GAAP basis of accounting used for financial statement reporting. The General Fund budget document includes the debt service for a Qualified Zone Academy Bond (QZAB) while this is reported in the Debt Service Fund for financial statement purposes. Property, plant, equipment and infrastructure additions are included as expense in the General Fund Operating Budget and the Fund Financial Statements. The amounts are reclassified to Fixed Assets, a balance sheet account, and an annual write off of depreciation expense is recorded for government-wide financial statements.

Organization of the Budget (continued):

Major Governmental Funds (continued):

Major Funds
General Fund
City Council
City Manager, Human Resources and Special Events
City Solicitor
Canvassing
City Clerk
Finance, Land Evidence and MIS
Police Services
Fire Services
Public Services, Clean City, Recreation and Easton's Beach
Civic Investment and Economic Development
Zoning and Inspections
Fiduciary and Unallocated Expenses
School Unrestricted Fund
Capital Projects Fund
Community Development Block Grant
Permanent Fund
Water Fund (enterprise)
Water Pollution Control Fund (enterprise)
Non-Major Funds
School Restricted Fund
Bramley Fund
OEA Grant Fund
Maritime Fund (enterprise)
Parking/Community Improvement (enterprise)
Equipment Operations Fund (internal service)
Debt Service Fund
Urban Development Action Grant Fund (UDAG)
Special Grants Fund
Private-Purpose Trust, Pension, OPEB and Agency Funds

The capital projects fund accounts for the acquisition of fixed assets or construction of major capital projects for the City, School and Newport Public Library. The budget capital improvement plan includes the proprietary fund projects, but these projects are accounted for in the proprietary funds, not in the capital projects fund for financial statement purposes.

Organization of the Budget (continued):

Major Governmental Funds (continued):

The school unrestricted fund is the school's primary operating fund. This fund is combined with the City's general fund for financial reporting purposes. It accounts for all financial resources of the school, other than those specifically restricted by the provider for certain uses. All school funds are budgeted for by the School Department in a separate document. The only amounts budgeted in the City's annual operating budget document are for the approved capital projects transfer, the School's debt service, and the annual City appropriation for school operations.

The Community Development Block Grant Fund (CDBG fund) is a special revenue fund, whereby the City receives federal funding to promote specific types of community and economic development. Funds can only be spent in accordance with a legally binding grant agreement. This fund is not budgeted or included in the annual operating budget of the City.

Permanent funds are used to account for resources legally held in trust for specific functions, normally provided by governments. In most cases, only the earnings on the principal can be spent. This fund is not budgeted.

The City reports the following **major proprietary funds**:

The Water Fund records the costs of collection and treatment of raw water and the distribution of potable water for user consumption and fire protection. The City's water system directly serves retail users throughout Newport and in parts of two neighboring towns. The Water Fund also provides water to the United States Naval Base and customers of a neighboring water and fire district through wholesale contracts. Costs of servicing the users are recovered through both fixed and commodity charges under tariffs regulated by the Rhode Island Public Utilities Commission. The budgetary basis includes encumbered amounts as expenditures. These encumbered amounts are not considered expenditures under both government-wide and fund financial reporting.

The Water Pollution Control Fund records the costs of collection and treatment of wastewater, the extraction and treatment of sludge and the discharge of treated effluent. These costs are recovered from the retail customers through rates assessed on their metered water charges; and from contractual agreements with the United States Naval Base and a neighboring town. The budgetary basis includes encumbered amounts as expenditures. These encumbered amounts are not considered expenditures under both government-wide and fund financial reporting.

Organization of the Budget (continued):

Non-Major Funds:

Additionally, the City reports but does not necessarily budget the following fund types:

Special revenue funds account for revenue sources that are legally restricted to expenditures for specific purposes. These funds are not budgeted.

The debt service fund accounts for resources accumulated and payments made for principal and interest on a qualified zone (QZAB) bond, the proceeds of which were used to help finance the construction and renovation of Thompson Middle School. This activity is budgeted in the City's General Fund but is reported in the Debt Service Fund.

The internal service fund, a proprietary type fund, is used to account for fleet management services provided to other departments of the government on a cost reimbursement basis. This fund is included in the budget document.

Enterprise funds are used to account for those operations that are financed and operated in a manner similar to private business, primarily through user charges. The City's non-major enterprise funds are the Maritime Fund and the Parking/Community Improvement Fund. These funds are included in the City's Annual Operating Budget Document. The budgetary basis includes encumbered amounts as expenditures. These encumbered amounts are not considered expenditures under both government-wide and fund financial reporting.

The private-purpose trust fund is used to account for resources legally held in trust for use by outside individuals, trusts or organizations to provide awards and scholarships in accordance with a donor's specific instructions or criteria. **The pension trust fund** accounts for the activities of the Police Retirement Fund and the Fire Retirement Fund, which accumulate resources for pension benefits to qualified police or fire employees. **The Other Post-Employment Benefits (OPEB) Fund** is a trust fund set up to provide funds for retiree health insurance benefits and police and teacher retiree life insurance benefits. **Agency funds** are custodial in nature and do not present results of operations or have a measurement focus. None of these funds are budgeted or included in the City's Annual Operating Budget Document.

Organization of the Budget (continued):

Non-Major Funds (continued):

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water fund, the water pollution control fund, the harbor fund, the parking/community improvement, and the City's internal service fund are charges to customers for sales and services. Operating expenses for the proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The Budget separates operating and non-operating items.

Fund Type	Included in Budget
Major Funds:	
General Fund	Yes
Capital Projects Fund	Yes
Community Development Block Grant Fund	No
School Unrestricted Fund	No
Water Fund (enterprise)	Yes
Water Pollution Control Fund (enterprise)	Yes
Permanent Fund	No
Non-major Funds:	
Maritime Fund (enterprise)	Yes
Parking/Community Improvement (enterprise)	Yes
Equipment Operations Fund (internal service)	Yes
Debt Service Fund	No
Special Revenue Funds such as UDAG, EDA, Grants Fund, School Restricted, Bramley	No
Private-Purpose Trust, Pension Trust and Agency Funds	No
OPEB Trust	No

Performance Measurements

State and local governments have a duty to manage their programs and services as efficiently and effectively as possible and to communicate the results of their efforts to stakeholders.¹ Internal and external stakeholders should be informed of the results in an understandable format. To that end, you will find Performance Measures throughout this Budget Document. Comparative efficiency measures for 2010 through 2015 can be found on the initial pages of each department's budget section. Comparative effectiveness and output measures follow those pages. Comparative input measures of full time equivalents and total operating and maintenance expenditures are located within the individual divisions of each department's budget.

Effective performance measures must be tied to the government's goals and objectives. Otherwise, a government risks falling into the trap of measuring what can be measured rather than what should be measured.² New to the pages of each department's Goals and Measurements are icons that visually tie back to City Council's Mission Statement and Tactical Priority Areas located on pages 11- 21 in the front of the budget document. These icons help to identify specific segments of City Council's overarching Strategic Plan. Their vision includes:

City Council's Mission Statement Addresses



Protection of Natural Resources and Heritage,



Public Health, Safety and Quality of Life,



Practice of Prudent Financial Planning and Management,



Pursuit of Excellence,



Fostering of Outstanding Customer Service,



Deliverance of Quality and Cost Effective Municipal Services.

City Council's Tactical Priority Areas Include



Infrastructure



Communication



Continuous Improvement



Economic Development

In keeping with President Obama's policy of "strengthening transparency and accountability in government", the City has been involved in both regional and national Performance Measurement projects since 2007, and was involved in an initial Feasibility Study during 2006. First, the New England States Performance Measurement Pilot Project (NESPMP) is an initiative to integrate performance measurements across the six New England States. It is funded, in part, through a grant awarded by the Alfred P. Sloan Foundation. As one of seven selected municipalities, the City of Newport has been given a unique opportunity to be on the cutting edge of Performance Measurement on a regional basis. All participating communities share the common goal of expanding the adoption of performance measurement practices at the local level by regularly collecting and reporting timely data that are accurate and reliable, that will assist policymakers, managers, and citizens in determining whether a particular service is efficient and effective.

Ultimately, this project aims to improve service delivery and make government more responsive to its citizens by providing managers with data to inform their decision-making as well as a forum in which the identification and implementation of effective practices is fostered. A regional citizen survey was conducted during the fall of 2009. Final results are posted on the City Manager's homepage of the City's website at <http://www.cityofnewport.com/departments/city-manager>

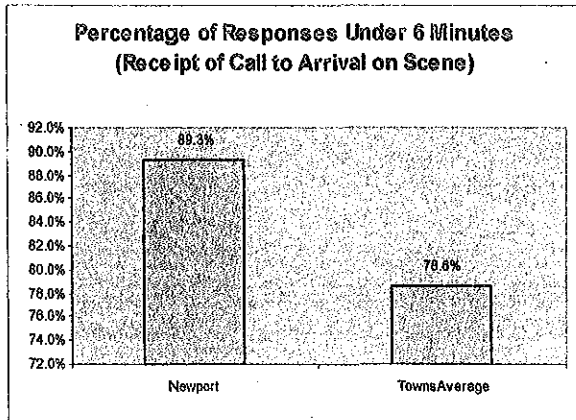
The regional nature of the project allows municipal leaders to network and provides them with an opportunity to assess what is working well in other communities and identify aspects of service provision that could enhance service delivery in their own community. This is based on sufficient commonalities across the six New England states, including climate and culture (e.g., the existence

1. *GFOA Recommended Practice on Performance Management: Using Performance Measurement for Decision Making (2002) – Updated Performance Measures (1994)*
2. *GFOA Recommended Budget Practice on the Establishment of Strategic Plans (2005)*

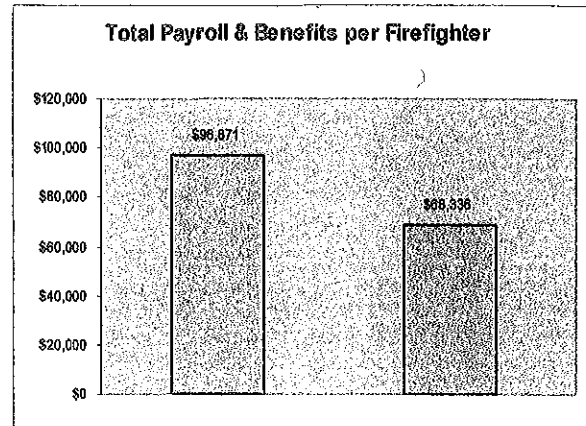
of municipal employee unions), as well as the nature and variety of services provided to allow for meaningful cross-state comparisons. Service areas to be tracked during fiscal year 2009 and 2010 were Fire and Rescue Services/EMS. Snow/Ice Operations were added during fiscal year 2010 and sources of Revenue are being tracked during fiscal year 2011.

This benchmarking initiative required significant collaboration and commitment of personnel from the participating cities toward a common goal of improving government performance of specific services. This study is an important step toward our commitment to improve government services.

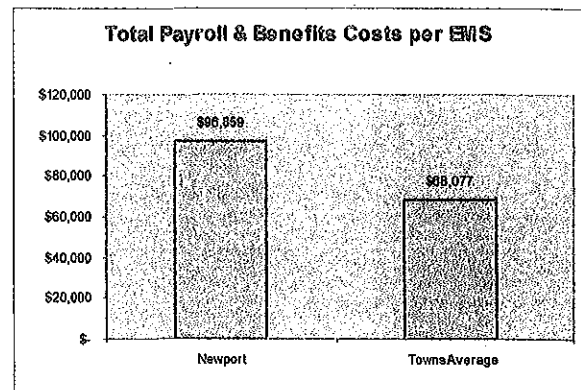
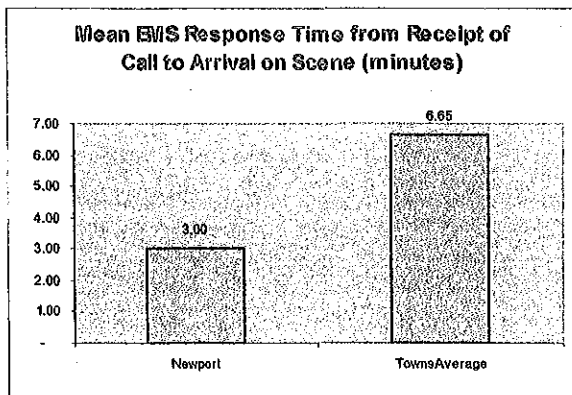
Below are sample comparative FY 2008/09 benchmarking graphs as reported in the NESPMP's report *Measuring Government Performance: Fire, EMS and Dispatch Services*, dated May 2010.



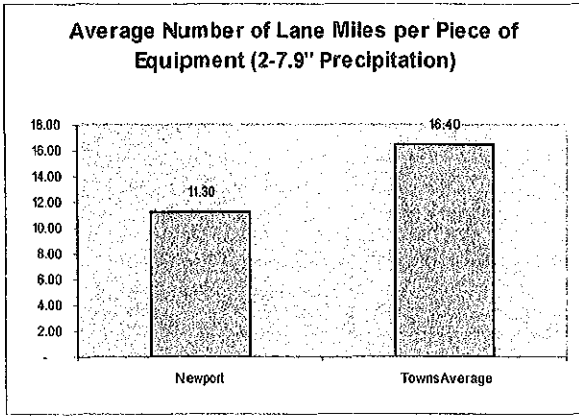
Effectiveness Measure



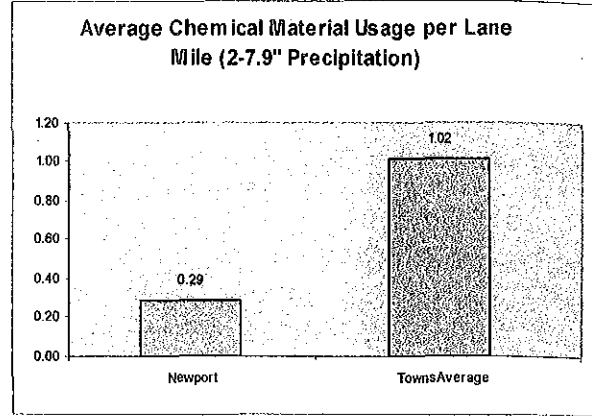
Efficiency Measure



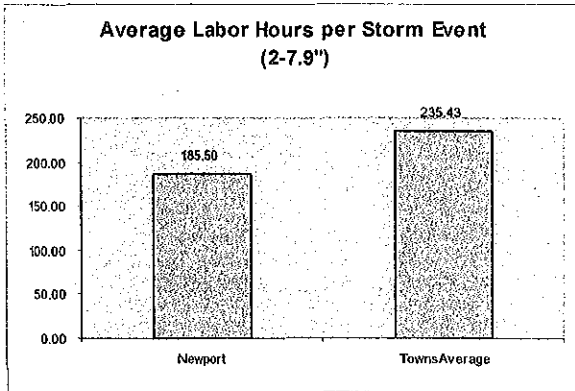
The following page shows sample comparative FY 2009/10 benchmarking graphs as reported in the NESPMP's report *Measuring Government Performance: Snow/Ice Removal Operations*, dated July 2010. It should be noted that the City of Newport has unique challenges in that its antiquated roadway system proves challenging while responding to snow and ice conditions. Many City streets are accessible only by pick-up trucks. This is due not only to their width but also to the necessity of repeated returns because of parking challenges.



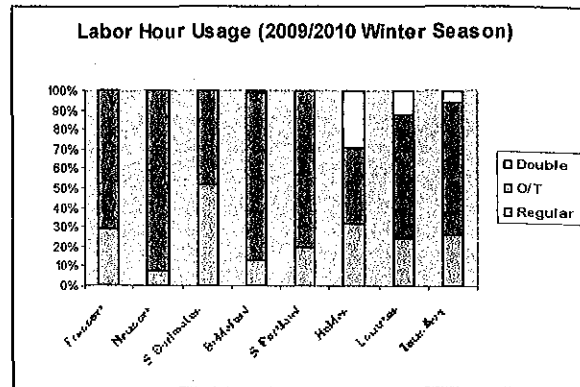
Effectiveness Measure



Effectiveness Measure



Efficiency Measure



Efficiency Measure

Second, the Center on Municipal Government Performance of the National Center for Civic Innovation (NCCI) launched its new Government Performance Reporting Trailblazer Grant Program in 2007 in order to encourage governments to involve the public in their performance measurement and reporting process and produce more accessible and engaging reports. As a grantee of the Government Performance Reporting Trailblazer Grant Program, the City is part of a small but growing cadre of governments and government managers who are helping to advance the innovations in citizen-informed performance measurement and reporting. Grantees share their experiences and ideas and support one another in this trailblazing work through a listserv and national meetings. The network of trailblazers includes grantees from the 2003-2006 Demonstration Grant Program, upon which this new program builds. The City continues to produce annual Performance Reports and is about to publish its Eighth consecutive (FY 2013/14) Annual Performance Report. All Annual Performance Reports can be located on the City's website at <http://www.cityofnewport.com/departments/finance/budgets-cafrs-cips>

CITY OF NEWPORT, RHODE ISLAND
Combined Statement of Revenues and Expenditures - All Funds - GAAP Basis
Fiscal Year 2015-16

	General Fund	Capital Fund	Water Fund**	Water Pollution Control	Other Business- Type Fund	Equipment Operations Fund	Total
Revenues and Other Financing Sources:							
Local Taxes	\$ 75,624,538						\$ 75,624,538
Intergovernmental Revenues	3,514,222						3,514,222
Service Charges, Licenses	9,632,328	869,907					10,502,235
Use of Money & Property	445,000		3,900	20	45,000		493,920
Contributions/Sale of Property	155,507						155,507
User Charges			18,065,961	13,786,462	2,631,910	1,648,180	36,132,513
Transfer From Other Funds		2,952,524					2,952,524
Other Financing Sources							-
Total Revenues and Other Financing Sources	\$ 89,371,595	\$ 3,822,431	\$ 18,069,861	\$ 13,786,482	\$ 2,676,910	\$ 1,648,180	\$ 129,375,459
Expenditures and Other Financing Uses							
General Government Operations	\$ 7,169,175					\$ 1,648,180	\$ 8,817,355
Public Safety Operations	35,785,523						35,785,523
Public Services	10,037,007						10,037,007
Civic Investment	412,166						412,166
Zoning & Inspections	981,521						981,521
Civic Support	95,700						95,700
Newport Public Library	1,795,523						1,795,523
Education	23,861,586						23,861,586
Debt Service	5,360,272		2,827,650	1,000,461			9,188,383
Reserves	920,598						920,598
Utility Services			11,337,371	9,807,328			21,144,699
Harbor Services					850,138		850,138
Parking Services					1,454,251		1,454,251
Capital Expenditures		6,153,524					6,153,524
Transfer to Other Funds	2,952,524						2,952,524
Total Expenditures and Other Financing Uses	\$ 89,371,595	\$ 6,153,524	\$ 14,165,021	\$ 10,807,789	\$ 2,304,389	\$ 1,648,180	\$ 124,450,498
Appropriated Fund Balance							-
Revenues/Sources Over (Under) Expenditures/Uses at 6/30/16	\$ -	\$ (2,331,093)	\$ 3,904,840	\$ 2,978,693	\$ 372,521	\$ -	\$ 4,924,961

** The Water Fund is regulated by the Rhode Island Public Utilities Commission. The Water Fund is required to make monthly payments into six different restricted cash accounts (reserves) on a monthly basis. The reserves can only be used for specified purposes which include chemical and electric purchases, capital additions, debt service (both principal & interest), health insurance for new retirees, and severance benefits for new retirees. Therefore it appears that the water fund will generate excess revenues, but those revenues are required to be put into restricted cash accounts. Capital and principal debt repayment are not considered operating expenses and do not appear on this schedule.

The Water, Water Pollution Control and Other Business-Type Funds are budgeted on a full accrual basis, but revenues are raised to cover cash outlays only. The major differences are for depreciation expense which is considered an operating expense under the full accrual basis, capital expenditures and the repayment of debt principal which are considered cash outflows but are not expenses under the full accrual basis, and bond proceeds which are considered a source of funds on a cash basis.

CITY OF NEWPORT, RHODE ISLAND
Combined Statement of Revenues and Expenditures - All Funds - GAAP Basis
Fiscal Year 2016-17

	General Fund	Capital Fund	Water Fund**	Water Pollution Control	Other Business- Type Fund	Equipment Operations Fund	Total
Revenues and Other Financing Sources:							
Local Taxes	\$ 77,007,629						\$ 77,007,629
Intergovernmental Revenues	3,488,356						3,488,356
Service Charges, Licenses	9,652,828	869,907					10,522,735
Use of Money & Property	445,000		3,900	20	45,000		493,920
Contributions/Sale of Property	155,507						155,507
User Charges			18,065,961	15,983,576	2,630,910	1,701,631	38,382,078
Transfer From Other Funds		2,896,535					2,896,535
Other Financing Sources							-
Total Revenues and Other Financing Sources	\$ 90,749,320	\$ 3,766,442	\$ 18,069,861	\$ 15,983,596	\$ 2,675,910	\$ 1,701,631	\$ 132,946,760
Expenditures and Other Financing Uses							
General Government Operations	\$ 7,302,018					\$ 1,701,631	\$ 9,003,649
Public Safety Operations	36,386,174						36,386,174
Public Services	10,207,915						10,207,915
Civic Investment	457,206						457,206
Zoning & Inspections	998,968						998,968
Civic Support	97,700						97,700
Newport Public Library	1,840,411						1,840,411
Education	24,458,126						24,458,126
Debt Service	5,307,610		2,785,085	1,122,608			9,215,303
Reserves	796,657						796,657
Utility Services			11,784,365	10,475,079			22,259,444
Harbor Services					858,429		858,429
Parking Services					1,476,868		1,476,868
Capital Expenditures		4,559,535					4,559,535
Transfer to Other Funds	2,896,535						2,896,535
Total Expenditures and Other Financing Uses	\$ 90,749,320	\$ 4,559,535	\$ 14,569,450	\$ 11,597,687	\$ 2,335,297	\$ 1,701,631	\$ 125,512,920
Appropriated Fund Balance							-
Revenues/Sources Over (Under) Expenditures/Uses at 6/30/17	\$ -	\$ (793,093)	\$ 3,500,411	\$ 4,385,909	\$ 340,613	\$ -	\$ 7,433,840

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The Water, Water Pollution Control and Other Business-Type Funds are budgeted on a full accrual basis, but revenues are raised to cover cash outlays only. The major differences are for depreciation expense which is considered an operating expense under the full accrual basis, capital expenditures and the repayment of debt principal which are considered cash outflows but are not expenses under the full accrual basis, and bond proceeds which are considered a source of funds on a cash basis.

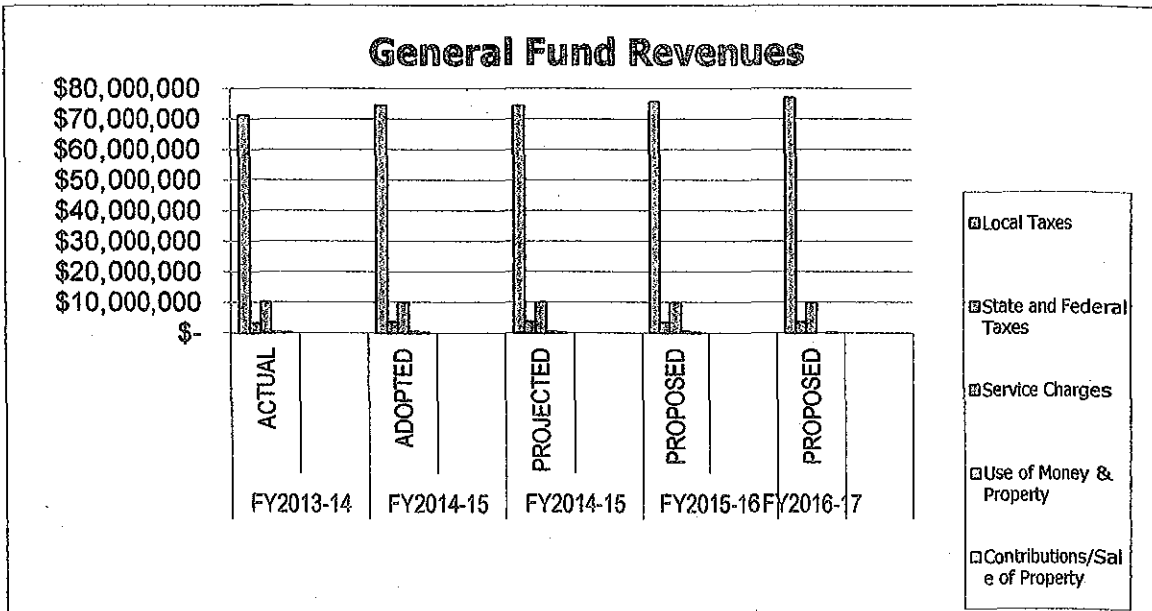
CITY OF NEWPORT, RHODE ISLAND
Combined Statement of Revenues and Expenditures - All Funds - GAAP Basis (Continued)
Fiscal Year 2016 and 2017 Biennial Budget

Revenues and Other Financing Sources:	FY2013-14 ACTUAL	FY2014-15 BUDGET	FY2014-15 PROJECTED	FY2015-16 PROPOSED	FY2016-17 PROPOSED	2 yr. Percent Change
Local Taxes	\$ 71,336,608	\$ 74,395,501	\$ 74,390,223	\$ 75,624,538	\$ 77,007,629	3.51%
Intergovernmental Revenues	3,155,482	3,573,352	3,607,772	3,514,222	3,488,356	-2.38%
Service Charges, Licenses & Fees	10,907,621	10,849,693	10,739,660	10,502,235	10,522,735	-3.01%
Use of Money & Property	361,936	445,600	494,010	493,920	493,920	10.84%
Contributions/Sale of Property	114,415	144,500	155,507	155,507	155,507	7.62%
User Charges	34,623,768	32,449,777	34,660,878	36,132,513	38,382,078	18.28%
Transfer From Other Funds	3,386,242	2,913,950	2,926,661	2,952,524	2,896,535	-0.60%
Other Financing Sources	-	-	-	-	-	0.00%
Total Revenues and Other Financing Sources	\$ 123,886,072	\$ 124,772,373	\$ 126,974,711	\$ 129,375,459	\$ 132,946,760	6.55%
Expenditures and Other Financing Uses:						
General Government Operations	8,331,133	\$ 8,349,395	\$ 8,386,384	\$ 8,817,355	\$ 9,003,649	7.84%
Public Safety Operations	33,851,677	35,898,108	35,716,529	35,785,523	36,386,174	1.36%
Public Services	9,578,239	9,838,445	10,058,282	10,037,007	10,207,915	3.76%
Civic Investment	486,319	586,864	321,900	412,166	457,206	-22.09%
Zoning & Inspections	745,706	805,014	805,014	981,521	998,968	24.09%
Civic Support	92,700	95,200	95,700	95,700	97,700	2.63%
Newport Public Library	1,721,025	1,756,025	1,756,025	1,795,523	1,840,411	4.81%
Education	22,959,157	23,377,157	23,377,157	23,861,586	24,458,126	4.62%
Debt Service	8,307,814	9,373,229	9,677,593	9,188,383	9,215,303	-1.68%
Reserves	917,014	1,110,000	1,110,000	920,598	796,657	-28.23%
Utility Services	18,929,912	20,849,250	21,013,213	21,144,699	22,259,444	6.76%
Harbor Services	795,943	793,535	794,768	850,138	858,429	8.18%
Parking Services	1,311,463	1,575,325	1,413,720	1,454,251	1,476,868	-6.25%
Capital Expenditures	5,640,906	4,649,950	4,649,950	6,153,524	4,559,535	-1.94%
Transfer to Other Funds	2,683,123	2,913,950	2,913,950	2,952,524	2,896,535	-0.60%
Total Expenditures and Other Financing Uses	116,352,131	121,971,447	122,090,185	124,450,498	125,512,920	2.90%
Appropriated Fund Balance	-	-	-	-	-	
Revenues/Sources Over (Under) Expenditures/Uses at 6/30/15	\$ 7,533,941	\$ 2,800,926	\$ 4,884,526	\$ 4,924,961	\$ 7,433,840	

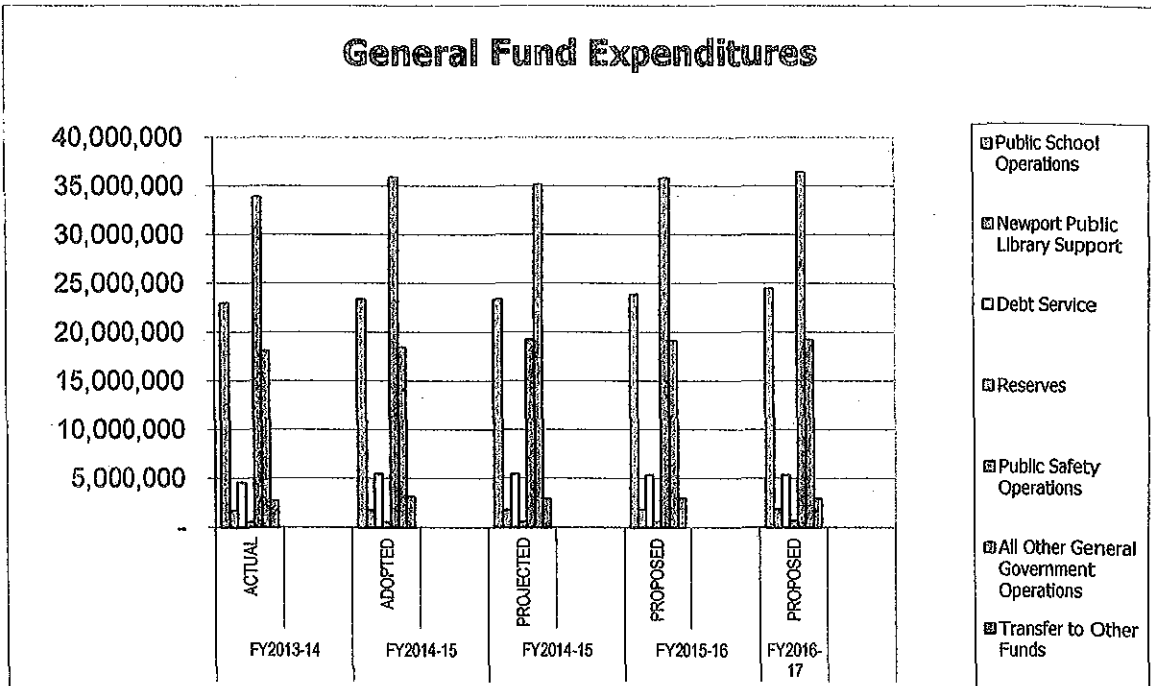
City of Newport, Rhode Island
Summary Revenues and Expenditures - All Funds
Proposed Budget for FY2016 and FY2017

	FY2013-14 ACTUAL	FY2014-15 ADOPTED	FY2014-15 PROJECTED	FY2015-16 PROPOSED	FY2016-17 PROPOSED
General Fund:					
Revenues:					
Local Taxes	\$ 71,336,608	\$ 74,395,501	\$ 74,390,223	\$ 75,624,538	77,007,629
Intergovernmental Revenue	3,155,482	3,573,352	3,607,772	3,514,222	3,488,356
Service Charges, Licenses & Fees	10,037,714	9,979,786	9,869,753	9,632,328	9,652,828
Use of Money & Property	316,137	445,000	445,000	445,000	445,000
Contributions & Sales of Property	114,415	144,500	155,507	155,507	155,507
Transfer from Carey School Proceeds	372,779	-	-	-	-
Coggeshall School Easement	99,513	-	-	-	-
Operating transfers in	-	-	12,711	-	-
Total Revenues & Other Sources	85,432,648	88,538,139	88,480,966	89,371,595	90,749,320
Expenditures:					
Public School Operations	22,959,157	23,377,157	23,377,157	23,861,586	24,458,126
Newport Public Library Support	1,721,025	1,756,025	1,756,025	1,795,523	1,840,411
Debt Service	4,552,191	5,433,371	5,433,371	5,360,272	5,307,610
Reserves	522,570	525,000	525,000	533,598	659,657
Public Safety Operations	33,851,777	35,898,108	19,186,529	35,785,523	36,386,174
All Other General Government Operations	18,023,743	18,434,528	35,127,837	19,082,569	19,200,807
Transfer to Other Funds	2,683,123	3,113,950	2,913,950	2,952,524	2,896,535
Total Expenditures	84,313,586	88,538,139	88,319,869	89,371,595	90,749,320
Maritime Fund:					
Revenue	2,491,147	967,400	1,020,804	967,400	966,400
Programmed Use of Cash	-	126,135	-	50,738	-
Expenditures	795,943	793,535	794,768	850,138	858,429
Capital Expenditures	128,522	420,000	343,000	300,000	190,000
Equipment Operations Fund:					
Revenue	1,552,456	1,625,390	1,625,390	1,648,180	1,701,631
Expenditures	1,552,456	1,625,390	1,625,390	1,648,180	1,701,631
Parking/Community Improvement Fund:					
Revenue	1,709,096	1,619,629	1,704,135	1,709,510	1,709,510
Programmed Use of Cash	-	-	-	89,741	-
Expenditures	1,311,463	1,575,325	1,413,720	1,454,251	1,476,868
Capital Expenditures	-	155,000	145,000	490,000	326,000
Water Pollution Control Fund:					
Revenue	12,850,273	13,289,698	12,289,698	13,786,482	15,983,596
Use of CSO Restricted Cash	-	532,423	532,423	-	-
Grant Proceeds	290,001	-	-	-	-
Bond Proceeds	-	-	-	2,500,000	10,500,000
Expenditures	10,399,255	11,060,281	11,059,346	10,807,789	11,597,687
Capital Additions	-	4,065,000	-	7,086,590	16,517,500
Principal Debt Repayment	-	1,944,832	-	2,002,736	2,038,775
Water Fund:					
Revenue	15,724,352	14,948,260	18,069,861	18,069,861	18,069,861
From Restricted Reserves	-	1,107,171	63,628	848,636	1,046,564
Expenditures	12,286,280	13,728,826	14,198,089	14,165,021	14,569,450
Capital Additions	-	1,152,400	1,032,400	2,499,743	2,221,657
Principal Debt Repayment	-	2,903,000	2,903,000	3,982,529	4,054,114
Capital Project Fund:					
Revenue	1,700,095	869,907	869,907	869,907	869,907
Operating Transfers In	2,320,900	2,913,950	2,913,950	2,952,524	2,896,535
Expenditures	5,640,906	4,649,950	4,649,950	6,153,524	4,559,535
Operating Transfers Out	-	-	-	-	-

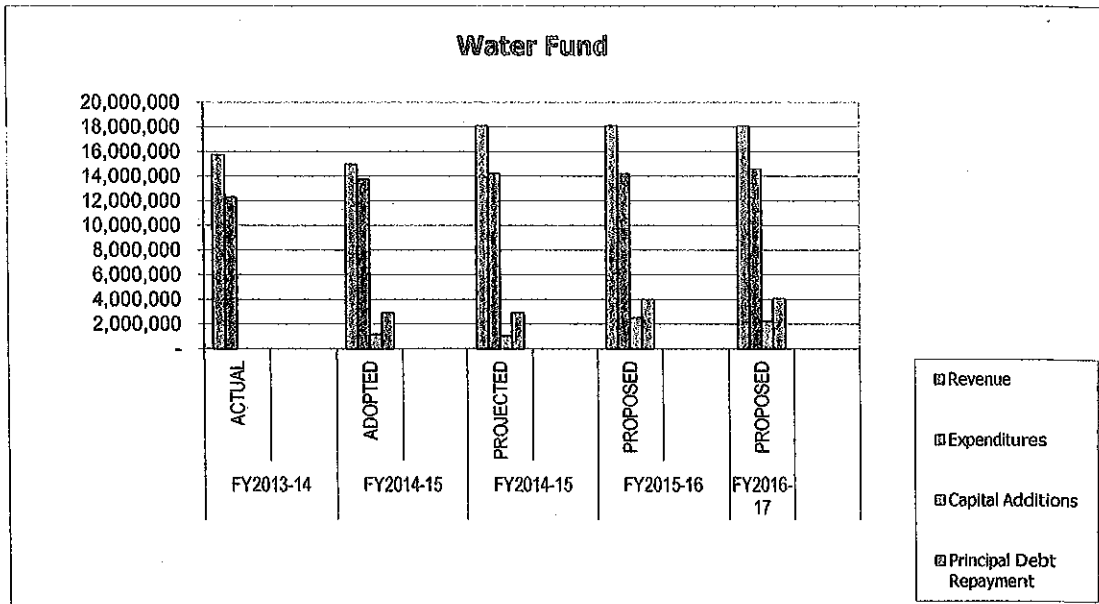
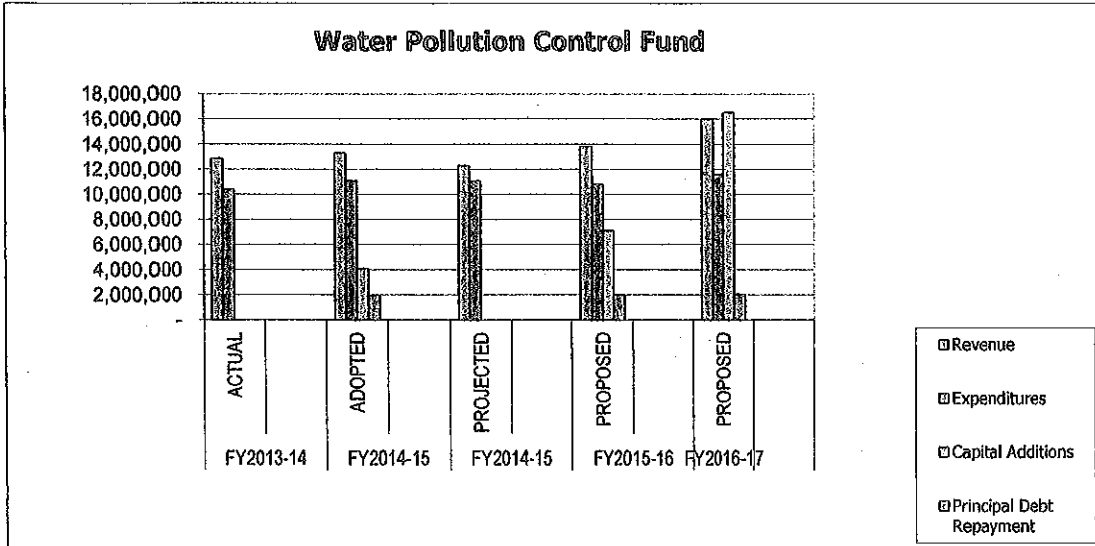
**City of Newport, Rhode Island
Summary Budget Information
FY2016 and FY2017 Proposed Budget**



Graphic representation of actual, budgeted, estimated and proposed general fund revenues and expenditures in summary format

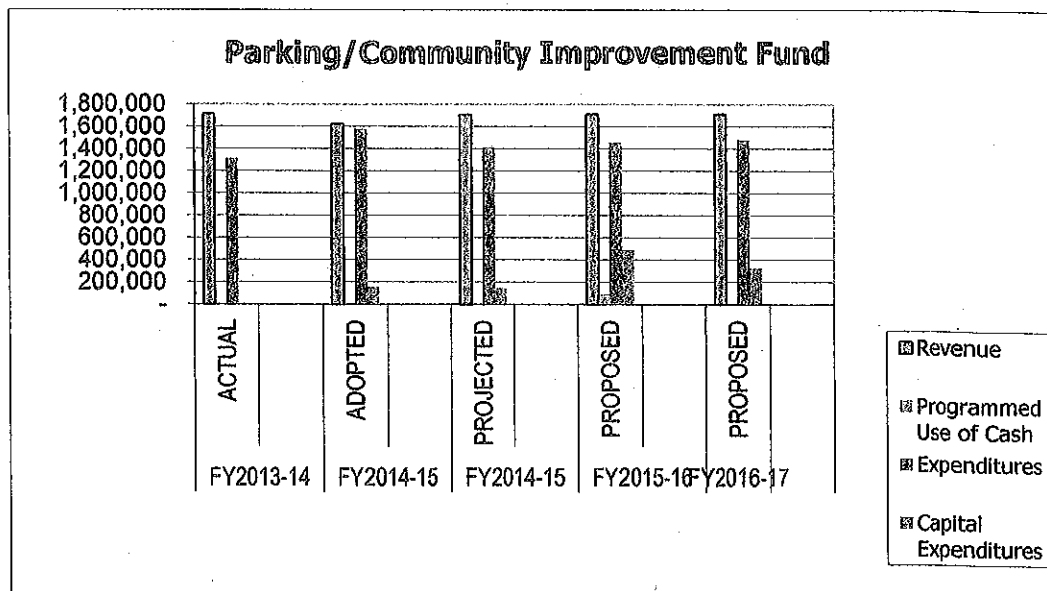
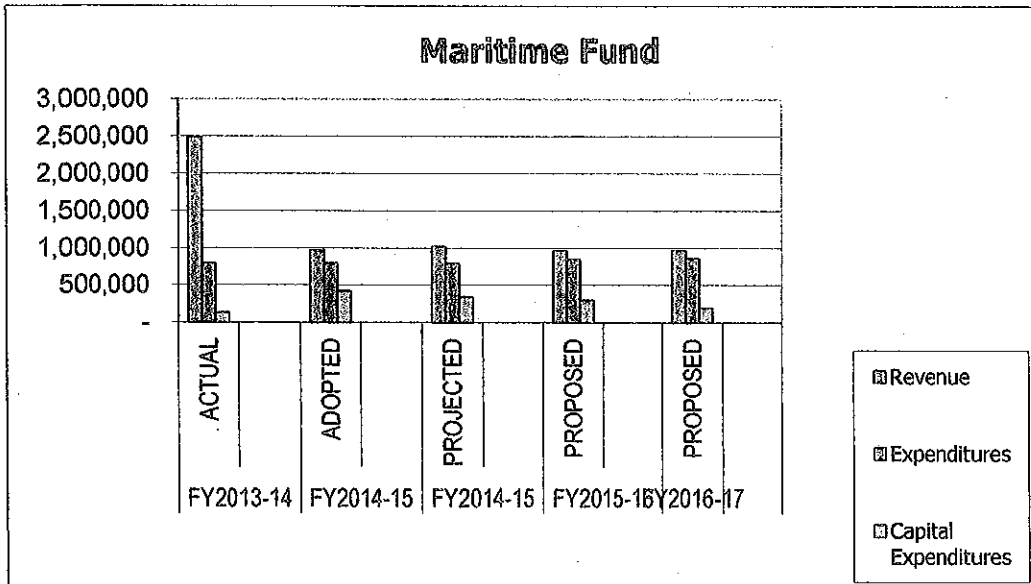


**City of Newport, Rhode Island
Summary Budget Information
FY2016 and FY2017 Proposed Budget**



Graphic representation of actual, budgeted, estimated and adopted revenues and expenditures in summary format

**City of Newport, Rhode Island
Summary Budget Information
FY2016 and FY2017 Proposed Budget**

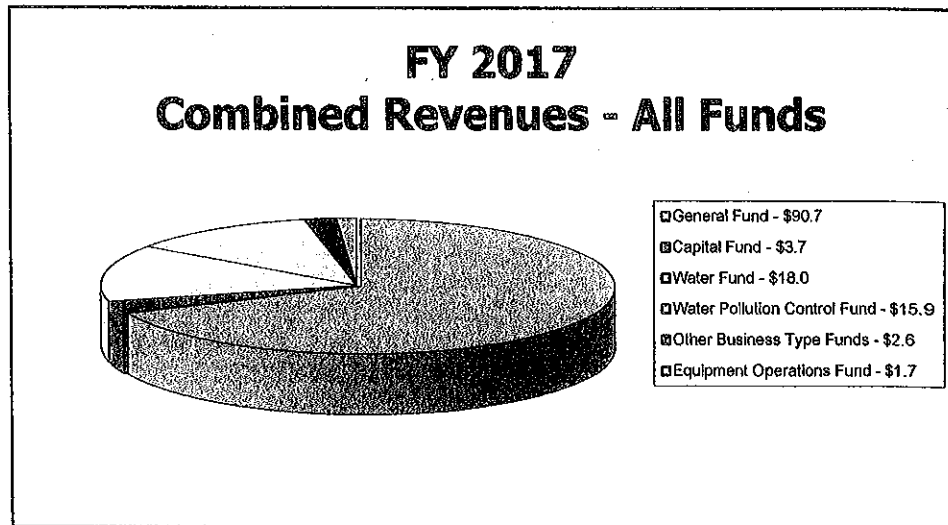
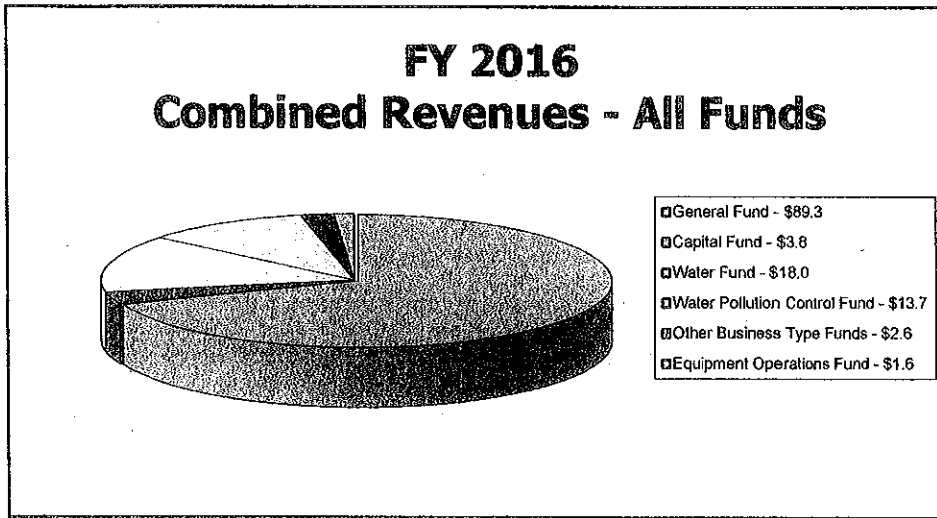


Graphic representation of actual, budgeted, estimated and adopted revenues and expenditures in summary format

CITY OF NEWPORT, RHODE ISLAND

COMBINED REVENUES – ALL BUDGETED FUNDS

The City of Newport is proposing combined revenues of \$129,375,459 for Fiscal Year 2016 and combined revenues of \$132,946,760 for Fiscal Year 2017 budgeted funds.



Combined revenues for all funds are proposed to increase 14.97% over the next two fiscal years from last year. Water Pollution Control Fund rates are proposed to increase 15.35% in FY2016 and 19.78% in FY2017.

Combined Revenues – All Budgeted Funds – continued

The City of Newport General Fund Revenues are proposed to increase by \$2,211,181 (2.61%) over the next two years. Meals and Beverage tax and Hotel tax revenues are projected to decrease by \$200,000 due to the one-time Volvo event in spring 2015. Property taxes are proposed showing an increase by 4.06% over the same two-year period although equalized tax rate increases are 3.96%

The City is starting to see improvement in the real estate market and construction activity. The City expects that redevelopment and renovation efforts will pick up in the next couple of years as the City continues to attract persons looking to retire and U.S. Navy personnel.

The mortgage, housing and economic slowdown of the last few years has begun to stabilize. We expect that interest rates will stay flat during the FY2016 and FY2017 years. There is no increase proposed in the biennial budget.

The City has seen a steady decrease in VRT (electronic slot machines) revenue over the last several years, but we expect it to stabilize at the current level.

More specific information on individual revenues is presented in the next sections.

Utility fund revenues have and will continue to increase as large, federally mandated, capital improvements continue to be made. Water Pollution Control rates are proposed to increase in FY2016 and FY2017 by 15.35% and 19.78%, respectively, for projects required to be done under a consent decree with the Federal Environmental Protection Agency and Rhode Island Department of Environmental Management.

DESCRIPTION OF GENERAL FUND REVENUES

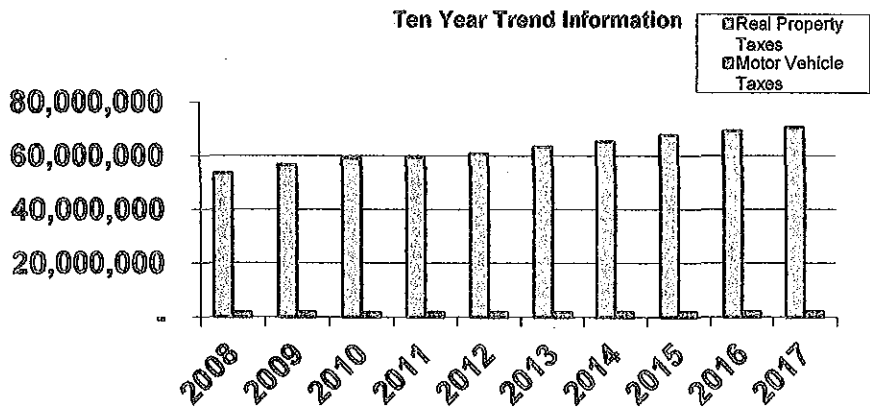
45101 – Current Year Real Estate Tax – Real property taxes are valued in a full reassessment every 9 years, with a statistical update performed every 3rd year. The FY2016 and FY2017 budget includes numbers from the recent statistical update. The revaluation and statistical updates equalize the assessed value of property, but do not increase total tax revenue to the City. The City must, by state law, equalize taxes. This is done by reducing or increasing the tax rate for changes in property value. A law adopted by the State legislature in the FY2007 session changed the tax cap levy amount and evaluation for municipalities in the State of Rhode Island. The tax cap is reduced one-quarter percent every year from 5.5% in FY2007 to 4.00% in FY2013. The tax cap reached its legal threshold of 4.00% in FY2013. The tax cap applies to the total levy of real and personal property taxes (including motor vehicle). This has several implications for the municipality including that any growth to the tax base does not mean additional tax revenue will be realized. It also means that the municipality will no longer be able to set a tax rate but must determine the increase in levy and back into the tax rates. The City puts a separate line into the budget for abatements. The municipality must stay within the tax cap unless they receive permission to exceed the cap from the State Office of Municipal Affairs or the State Auditor General. Such exceptions are only granted under certain limited circumstances. Therefore, anticipated revenues from real and personal property taxes can only increase by 4.00% or \$2,787,209 in FY2016 and \$2,844,582 in FY2017.

**PRINCIPAL PROPERTY TAX PAYERS
LAST YEAR and TEN YEARS AGO**

	2014			2005		
	Taxable Assessed Value	Rank	Percent of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percent of Total City Taxable Assessed Value
Newport Restoration Foundation	\$ 50,287,252	1	0.96%	\$ 35,284,000	4	1.01%
Mass Mutual Life (Marriott)	\$ 49,971,700	2	0.96%	\$ 50,275,600	1	1.45%
One Goat Island	48,340,839	3	0.93%			
LHO Viking Hotel, LLC	45,939,064	4	0.88%	31,014,000	5	0.89%
Narraganset Gas	28,510,463	5	0.55%			
RK Newport, LLC	27,851,400	6	0.53%	22,526,800	7	0.65%
Newport Jai Alai, LLC	24,029,800	7	0.46%	13,418,600	10	0.39%
Narraganset Electric	23,492,929	8	0.45%			
Shaner SPE Associates	22,970,000	9	0.44%	22,540,000	6	0.65%
Eastern Resorts Company	21,337,700	10	0.41%	37,164,300	3	1.07%
Newport on Shore Hotel				18,226,400	8	0.52%
H B Newport, LLC				41,649,000	2	1.20%
Wellington Hotel Association				13,450,500	9	0.39%
Total	\$ 342,731,147		6.60%	\$ 285,549,200		8.24%

Source: City of Newport Tax Assessor
 Description of Revenues – continued

45103 – Current Assessments Motor Vehicle – During prior years, the motor vehicle tax was being phased out, with the State replacing the loss beginning in FY 1999. The City’s rate is and has been fixed at \$23.45 per \$1,000 of value. Motor Vehicle property owners were given an annual exemption on the first \$6,000 of value of their vehicle. The State reimbursed the City for the difference. During FY2011 the State changed the law so that the State will only reimburse the first \$500 of value. The City chose to keep the exemption at \$6,000 for City taxpayers. The budgeted revenue is estimated based upon the value of motor vehicles calculated in March of each year. The actual revenue may change by a small amount since the tax is based on the value of motor vehicles as of June 30. As noted above, the motor vehicle levy must be included with the real property levy when determining the tax cap.



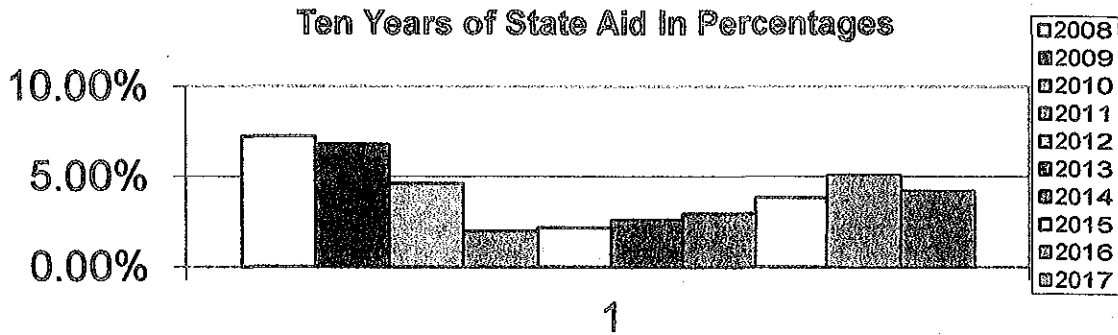
45323 – Public Service Corporation Aid – This is the amount that the State gives to the City for the taxable value of utilities in the City. The budgeted amount is estimated based on the prior year and information from the Governor’s Budget Release and Message.

45328 – PILOT – Payments in Lieu of Taxes – represents the amount that the State pays the City for State tax-exempt properties located in the City. The State pays a maximum of 27% of what the tax would be if the property were taxable. The percentage is determined annually by the State legislature in their budget process. The budgeted amount is estimated based on information from the Governor’s Budget Release and Message.

Description of Revenues – continued

45326 & 45329 – School Housing Aid & State Aid – Library Project –

These are the amounts the State gives the City to assist with debt service related to School Capital Improvements and the Library renovation project. It is a formula based on debt service.



45505 – Police and Fire Special Detail – The City bills companies, individuals and others for private services provided by police and fire personnel. The officer or firefighter who performed the service receives the billed amounts. The rate is calculated based on labor contract language, fringe benefits and equipment used to perform the service. This revenue is offset by matching expenditures in the public safety budget except for a small nominal amount used to offset administrative fees.

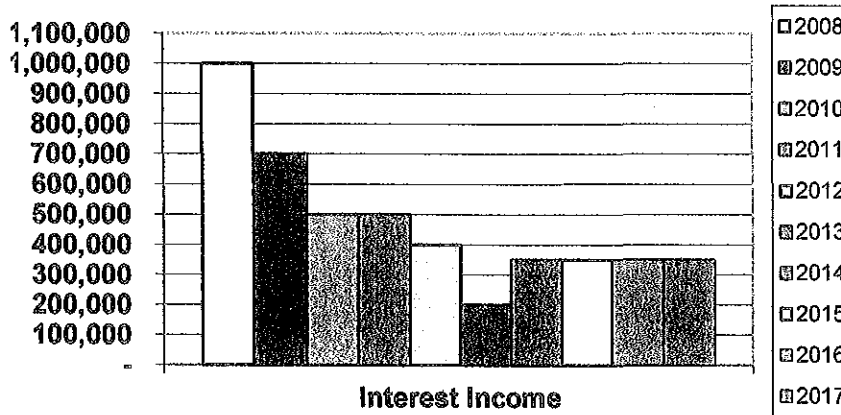
45540 – Management Services – the fees charged to other funds to reimburse for the time spent on administrative and management functions in those funds. This is based on actual costs or allocated costs. Costs are allocated based on a written Cost Allocation Manual that uses a variety of methods to determine the percentage of time spent on that particular fund. Examples include counting checks, purchase orders, by timesheets or as a percentage of the total budget.

45700 – Rental of Property – primarily revenues from the rental of tower space for telecommunications. Revenues are estimated based on contracts.

45701 – Investment Interest – amounts earned on cash deposits. This revenue is budgeted after reviewing financial management and investment literature to determine a reasonable interest earned rate. The interest earned rate is applied to the monthly cash flow analysis and rounded off for the budgeted revenue number.

Description of Revenues – continued

Ten Year Trend of Interest Income



45116 -- Hotel Occupancy Tax and 45115 -- Meals & Beverage Tax -- these two taxes are collected in order to support tourism efforts in the State and to help offset service and infrastructure costs related to the tourism trade in the City of Newport. The Hotel Occupancy Tax started at 5% in June 2001. Proceeds are distributed 47% to the Newport County Convention and Visitors Bureau (NCCVB), 25% to the City of Newport, 7% to the Greater Providence/Warwick Convention and Visitors Bureau and 21% to the State Department of Economic Development. The collection rate increased to 6% effective January 2005 with the City of Newport retaining the additional 1%. The Meals and Beverage Tax increased by 1% in August 2004 with the additional 1% of revenue going to the municipality in which the revenue was generated. The State keeps the rest of the tax.

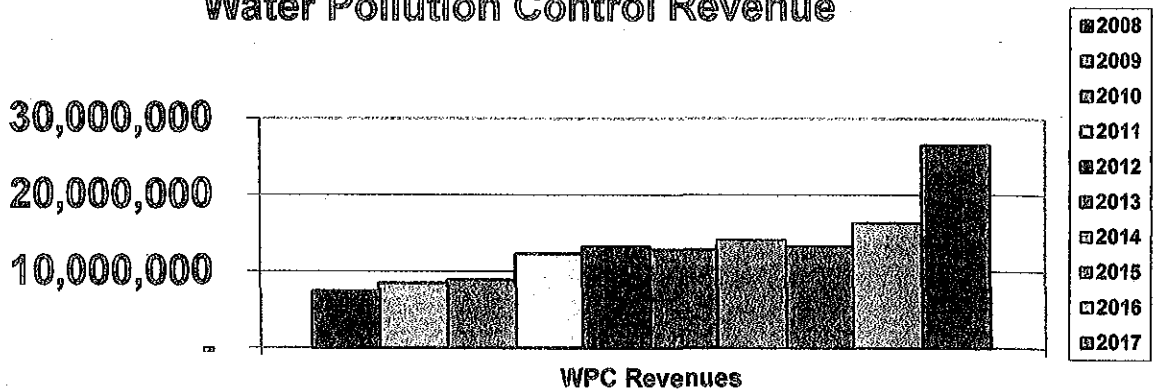
	Hotel Occupancy Tax		Meals & Beverage Tax		Combined Percent of Total Revenues
	Dollars Received	Percent Change	Dollars Received	Percent Change	
FY2017	1,900,000	0.00%	1,900,000	0.00%	4.29%
FY2016	1,900,000	-5.00%	1,900,000	-5.00%	4.29%
FY2015	2,000,000	14.29%	2,000,000	8.93%	4.52%
FY2014	1,750,000	-12.50%	1,836,029	6.42%	4.24%
FY2013	2,000,000	17.24%	1,725,188	-5.92%	4.46%
FY2012	1,705,873	8.81%	1,833,841	10.12%	4.52%
FY2011	1,567,820	8.39%	1,665,241	9.06%	2.97%
FY2010	1,446,464	-10.47%	1,526,834	-1.67%	2.55%
FY2009	1,615,538	-9.38%	1,552,832	-4.59%	4.17%
FY2008	1,782,797	5.20%	1,627,568	0.68%	4.19%

DESCRIPTION OF OTHER FUND REVENUES

The Water Fund is regulated by the Rhode Island Public Utilities Commission (RIPUC). All user rates must be approved by the RIPUC. The City of Newport starts with the cost of service for a test year. A cost of service rate model is then developed for the proposed rate year. The rate request is filed with the RIPUC who, along with eligible intervenors, can request additional information. A settlement may be reached and approved by the RIPUC or the request may go to a full hearing. The City was awarded a rate increase of 22% effective July 1, 2014. The budget reflects the amounts in the approved rate increase. The approved rates control all Water Fund revenues with the exception of investment income and miscellaneous revenue. These changes were necessary to comply with new federal clean water standards.

Rates are set by the City Council for the Water Pollution Control Fund. Sewer rates are based on the amount of water that is used. Rate increases are proposed in both FY2016 and FY2017. Rates will increase from \$11.92 to \$13.75 in FY2016 and from \$13.75 to \$16.46 in FY2017. The fixed rate fee based on the connection size remains the same. That amount is restricted for Combined Sewer Overflow (CSO) capital needs. Capital costs related to the EPA consent decree drive the costs. Significant capital needs have and will continue to impact the rates.

Water Pollution Control Revenue



**City of Newport
Combined City and School
Consolidated Debt Service Requirements - Actual
All Funds**

Year Ending June 30	GENERAL FUND		WPC FUND		WATER FUND		Total Requirement
	Principal	Interest	Principal	Interest	Principal	Interest	
2016	3,729,345	1,799,038	2,002,736	1,001,199	4,206,000	2,827,650	15,565,968
2017	3,940,435	1,804,174	2,073,200	942,223	4,281,000	2,750,871	15,791,903
2018	3,959,733	1,682,639	2,142,245	880,100	4,366,000	2,664,353	15,695,070
2019	3,990,133	1,540,169	2,214,047	814,406	4,463,000	2,569,423	15,591,178
2020	4,105,637	1,380,078	2,293,480	745,146	4,572,000	2,463,537	15,559,878
2021	4,151,248	1,196,249	2,374,567	672,194	4,685,000	2,347,891	15,427,149
2022	4,137,000	1,041,000	2,464,488	595,278	4,812,000	2,222,334	15,272,100
2023	2,760,000	882,617	2,558,117	514,278	4,949,000	2,087,901	13,751,913
2024	2,788,000	750,397	1,760,112	437,745	5,102,000	1,942,020	12,780,274
2025	2,247,000	616,615	1,828,300	366,008	5,259,000	1,785,423	12,102,346
2026	1,735,000	514,250	1,904,338	290,821	5,427,000	1,617,480	11,488,889
2027	1,435,000	444,850	1,981,376	212,057	5,614,000	1,438,670	11,125,953
2028	1,435,000	387,450	1,097,263	151,027	5,811,000	1,249,948	10,131,688
2029	1,435,000	315,700	1,137,998	108,580	5,247,000	1,069,193	9,313,471
2030	1,435,000	243,950	1,182,185	64,365	5,432,000	891,838	9,249,338
2031	1,435,000	172,200	838,000	25,585	5,196,000	711,686	8,378,471
2032	1,435,000	114,800	216,505	4,666	5,144,000	537,103	7,452,074
2033	1,435,000	57,400			5,331,000	356,775	7,180,175
2034					5,522,000	163,946	5,685,946
2035					2,027,000	31,830	2,058,830
	<u>\$ 47,588,531</u>	<u>\$ 14,943,576</u>	<u>\$ 30,068,957</u>	<u>\$ 7,825,678</u>	<u>\$ 97,446,000</u>	<u>\$ 31,729,872</u>	<u>\$ 229,602,614</u>

Governmental bonds include bonds and refunding bonds issued in 2009, 2010, 2013 and 2015 for library renovations, middle school renovations, road improvements and a new elementary school. Interest rates range from 0.55% to 5.0%. Proposed bonds for facilities are also included.

Water Pollution Control Fund Bonds include revenue bonds issued or proposed for a moat ultraviolet treatment system, combined sewer overflow (CSO) improvements, and sewer improvements. Interest rates range from 1.9% to 4.5%. The City receives a subsidized interest rate on sewer improvement bonds issued through Rhode Island Clean Water Finance Agency.

Water Fund Bonds include revenue bonds issued for water improvements and pipeline construction. The City issued revenue bonds for \$53.1 million in FY2012 and \$31.0 million in FY2013 for a new water treatment plant and long-term improvements to the second water treatment plant. Interest rates range from 2.0% to 3.5%. The City receives a subsidized interest rate on revenue bonds issued through the Rhode Island Clean Water Finance Agency.

See individual funds for debt service by project.

**City of Newport, Rhode Island
Debt Ratios**

Year	Net Bonded Debt (\$)	Population	Assessed Value	Debt Per Capita	% of Debt To Assessed Value	Direct Debt Service	GF Expend	Debt Service as a % of General Fund Expenditures
1996	\$ 8,372,515	26,700	\$ 1,805,610,343	313.58	0.46%	\$ 840,695	\$ 42,592,627	1.97%
1997	7,643,984	26,734	1,789,303,783	285.93	0.43%	612,112	46,415,057	1.32%
1998	6,918,471	26,734	1,797,515,137	258.79	0.38%	572,477	47,714,870	1.20%
1999	6,230,503	26,475	1,815,870,935	235.34	0.34%	519,141	50,179,103	1.03%
2000	5,534,044	26,475	1,859,509,767	209.03	0.30%	487,797	48,751,147	1.00%
2001	4,948,033	26,345	1,876,786,530	187.82	0.26%	353,674	53,875,670	0.66%
2002	23,081,549	26,269	1,886,642,052	878.66	1.22%	320,143	55,250,369	0.58%
2003	22,195,538	26,059	3,493,610,922	851.74	0.64%	2,447,639	58,756,453	4.17%
2004	20,980,000	25,879	3,464,271,121	810.70	0.61%	2,367,252	68,210,050	3.47%
2005	19,950,218	25,879	3,478,880,394	770.90	0.57%	2,187,004	68,988,369	3.17%
2006	18,757,747	25,879	3,593,472,358	724.83	0.52%	2,165,448	71,018,944	3.05%
2007	17,565,277	25,879	6,164,832,536	678.75	0.28%	2,137,183	74,357,978	2.87%
2008	16,377,852	25,879	6,134,949,078	632.86	0.27%	1,943,082	73,666,150	2.64%
2009	15,153,587	25,879	6,172,924,917	585.56	0.25%	2,169,746	76,683,476	2.83%
2010	18,951,472	25,879	5,895,531,377	732.31	0.32%	2,037,041	76,451,469	2.66%
2011	19,763,292	25,879	5,724,320,438	763.68	0.35%	1,851,677	76,424,833	2.42%
2012	18,589,693	24,672	5,724,320,438	753.47	0.32%	2,490,368	78,768,266	3.16%
2013	16,700,372	24,672	5,435,506,203	676.90	0.31%	2,409,956	83,415,150	2.89%
2014	14,834,330	24,672	5,195,179,987	601.26	0.29%	2,431,615	84,604,109	2.87%
2015	40,396,220	24,672	5,238,123,932	1,637.33	0.77%	4,782,285	88,545,139	5.40%
2016	47,588,531	24,672	6,020,998,099	1,928.85	0.79%	5,528,383	89,371,595	6.19%
2017	47,588,531	24,672	6,020,998,099	1,928.85	0.79%	5,744,609	90,749,320	6.33%

(1) Net bonded debt does not include bonded debt from enterprise funds.

Rhode Island General Laws cap the amount of each municipality's general obligation bonds that may be outstanding to 3% of its assessed property values. Exceptions apply to bonds financed from non-tax revenues and special exemptions are granted for other purposes as well. The assessed value of Newport properties is \$6,020,998,099 at December 31, 2014 (tax roll date). This limits the amount of outstanding non-excepted obligation bonds to \$180,629,943. Bonds of \$47,588,531 at June 30, 2015 are general obligations and subject to statutory limitations. The City of Newport is well below the maximum allowed by state law.

The City of Newport debt policy states that annual debt service expenditures shall be less than 9% of annual expenditures. The City is well below this at 6.19% of annual expenditures in FY2016 and 6.33% of annual expenditures in FY2017.

**CITY OF NEWPORT, RHODE ISLAND
ESTIMATED FUND BALANCE
GOVERNMENTAL FUNDS**

FUND	FY2016		FY2017	
	GENERAL	CAPITAL	GENERAL	CAPITAL
Fund Balance - June 30, Previous Year	\$ 11,984,991	\$ 5,613,718	\$ 12,117,035	2,416,532
Revenues (Estimated, Current Year)	88,480,966	869,907	89,371,595	869,907
Expenditures (Estimated, Current Year)	(85,434,972)	(4,649,950)	(86,419,071)	(6,153,524)
Transfers to Capital Projects Fund	(2,913,950)	2,913,950	(2,952,524)	2,952,524
Fund Balance - Estimated at June 30	\$ 12,117,035	\$4,747,625	** \$ 12,117,035	85,439 **
Revenues (Proposed)	89,371,595	869,907	90,749,320	869,907
Expenditures (Proposed)	(86,419,071)	(6,153,524)	(87,602,285)	(4,559,535)
Transfers to Capital Projects Fund	(2,952,524)	2,952,524	(2,896,535)	2,896,535
Fund Balance - Estimated June 30	\$ 12,117,035	\$2,416,532	** \$ 12,367,535	2,896,535 **
Reserve at 10% of Budgeted Expenditures:	8,937,160	-	9,049,882	-

** Equipment Replacement Reserve

**CITY OF NEWPORT, RHODE ISLAND
ESTIMATED NET ASSETS AND CASH BALANCES
BUSINESS-TYPE FUNDS**

	FY2016		FY2017	
	NET ASSETS	CASH BASIS	NET ASSETS	CASH BASIS
Water Fund at June 30, 2014	\$ 48,051,339	\$ 15,920,087	\$ 51,956,179	\$ 17,843,789
Projected Results of FY2015 Operations	3,904,840	1,923,702	3,500,771	(1,046,564)
Water Fund at June 30, 2015	<u>\$ 51,956,179</u>	<u>\$ 17,843,789</u>	<u>\$ 55,456,950</u>	<u>\$ 16,797,225</u>
Water Pollution Control Fund at June 30, 2014	\$ 64,671,509	\$ 9,670,116	\$ 67,650,202	\$ 9,689,032
Projected Results of FY2015 Operations	2,978,693	18,916	4,385,909	(40,817)
Water Pollution Control Fund at June 30, 2015	<u>\$ 67,650,202</u>	<u>\$ 9,689,032</u>	<u>\$ 72,036,111</u>	<u>\$ 9,648,215</u>
Maritime Fund at June 30, 2014	\$ 5,232,396	\$ 1,519,177	\$ 5,401,829	\$ 1,786,483
Projected Results of FY2015 Operations	169,433	267,306	107,971	49,971
Maritime Fund at June 30, 2015	<u>\$ 5,401,829</u>	<u>\$ 1,786,483</u>	<u>\$ 5,509,800</u>	<u>\$ 1,836,454</u>
Parking Fund at June 30, 2014	\$ 5,348,737	\$ 3,998,293	\$ 5,850,107	\$ 4,318,663
Projected Results of FY2015 Operations	501,370	320,370	232,642	51,642
Parking Fund at June 30, 2015	<u>\$ 5,850,107</u>	<u>\$ 4,318,663</u>	<u>\$ 6,082,749</u>	<u>\$ 4,370,305</u>

Business-type funds are budgeted showing both a GAAP basis summary and a cash basis summary. The net assets number reflects the GAAP basis and the cash the cash basis. Revenues and other sources of funds are budgeted to meet cash needs. Therefore a balanced budget where revenues equal expenditures should show zero for the projected results unless there is a programmed use of cash.

The Water Fund is regulated by the RIPUC and is required to raise additional revenues in order to fund restricted cash accounts. There are several restricted accounts including one for debt service, capital expenses, electricity, chemicals, new retiree health insurance, and new retiree severance payments. Payments can only be made out of these accounts for the specific purpose identified in the rate settlement.

The Water Pollution Control Fund anticipates significant capital improvements in the next few years, some of which will be funded with bond proceeds.

**CITY OF NEWPORT, RHODE ISLAND
FISCAL YEARS 2016 & 2017 PROPOSED BUDGET
GENERAL FUND REVENUES**

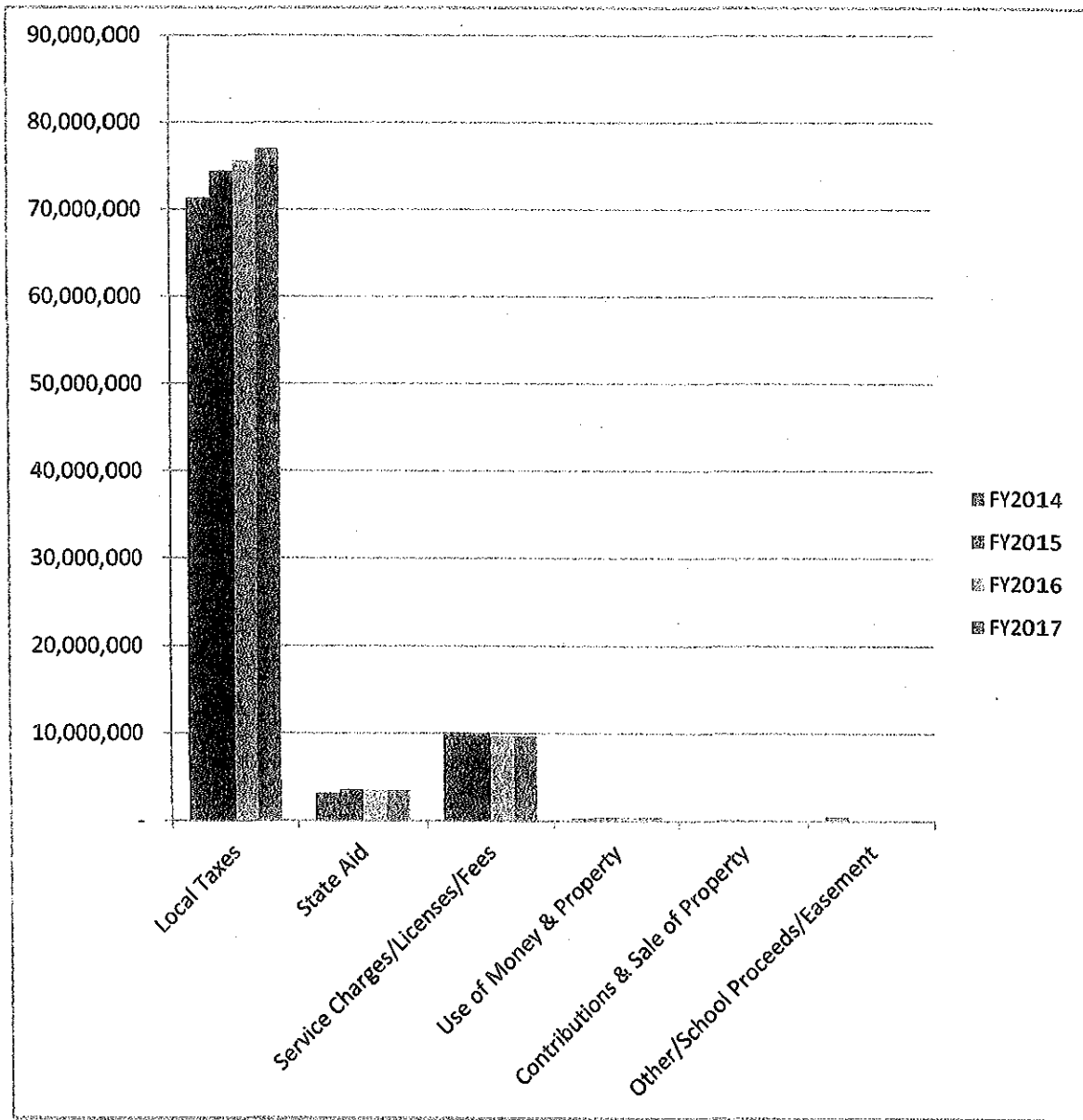
DESCRIPTION	FY2014 ACTUAL	FY2015 ADOPTED	FY2015 PROJECTED	2-YR	
				Number Change	2-YR % Change
Local Taxes					
45101 Current Year Real Estate Tax	\$ 64,174,517	\$ 67,785,501	\$ 67,713,736	\$ 2,752,128	4.06%
45103 Current Assessments - MV	1,811,067	1,900,000	1,966,487	60,000	3.33%
45105 Real Estate Delinquent	1,197,422	1,250,000	1,250,000	-	0.00%
45107 Motor Vehicle Delinquent	95,456	85,000	85,000	-	0.00%
45110 Penalties	351,146	350,000	350,000	-	0.00%
45111 Tax Liens	20,014	25,000	25,000	-	0.00%
45112 Abatements/Refunds	-	(1,000,000)	(1,000,000)	-	0.00%
45115 Meals & Beverage Tax	1,850,957	2,000,000	2,000,000	(100,000)	-5.56%
45116 Hotel Occupancy Tax	1,836,029	2,000,000	2,000,000	(100,000)	-5.71%
Total Local Taxes	71,336,608	74,395,501	74,390,223	2,612,128	3.66%
State and Federal Aid					
45323 Public Service Corporation Aid	308,107	308,107	330,398	22,291	7.51%
45325 MV Tax Phase Out	133,938	84,173	84,173	-	0.00%
45335 Pension Incentive Aid	-	116,689	116,689	-	0.00%
45326 School Housing Aid	1,288,528	1,506,808	1,506,808	(33,033)	-5.82%
45328 PILOT From State	1,101,495	1,201,495	1,315,321	113,826	10.96%
State Revenue Increase	-	100,000	-	(100,000)	-100.00%
45329 State Aid - Library Project (Const)	206,725	180,000	178,303	(12,000)	-5.63%
45330 Statistical Update Reimbursement	-	76,080	76,080	(76,080)	-100.00%
45345 Federal/State Grants	116,689	-	-	-	0.00%
Total State and Federal Aid	3,155,482	3,573,352	3,607,772	(84,996)	-3.42%
Charges for Services					
45502 Balfour Beatty Contract Service Cha	337,686	340,000	340,000	-	0.00%
45503 Hope VI Project Service Charge	137,706	140,000	140,000	-	0.00%
45504 Salve Regina Service Charge	6,902	6,902	6,902	-	0.00%
45505 Special Detail	1,440,757	1,800,000	1,800,000	-	0.00%
45515 Document Prep and Handling	63,233	65,000	65,000	-	0.00%
45516 Planning Services	1,249	900	900	-	0.00%
45517 Solid Waste Hauler Fees	4,500	4,500	4,750	-	0.00%
45525 Community Develop Services	59,629	59,629	-	(59,629)	-100.00%
45540 Management Services	1,175,156	1,167,584	1,052,901	(295,058)	-34.69%
45545 Fire Alarm Assessments	154,800	150,000	154,800	4,000	2.67%
45546 Recycling Bins	1,488	2,000	1,500	(2,000)	-100.00%
45547 Bulky Waste Sticker Program	-	-	3,000	3,000	100.00%
45548 HR Regional Testing	5,840	3,500	3,500	-	0.00%
45549 Recreation Activity Fees	99,085	110,000	110,000	-	0.00%
45601 Ballfield Rentals	28,557	25,000	28,000	3,000	12.00%
45603 Parking Tickets	664,781	850,000	670,000	(150,000)	-17.65%
45605 Recording Fees	283,070	350,000	350,000	-	0.00%
45606 Real Estate Conveyance	585,315	600,000	750,000	50,000	9.03%
45607 Probate Fees	47,918	40,000	45,000	5,000	12.50%
45608 Rescue Fees	593,250	660,000	660,000	-	0.00%
45610 General Business	89,998	75,000	75,000	15,000	20.00%
45612 Hotel Registration Fees	6,900	6,000	6,000	-	0.00%
45614 Entertainment	26,450	20,000	24,000	4,000	20.00%
45616 Liquor	189,050	190,000	190,000	-	0.00%
45618 Mech Amusement	12,525	15,000	12,000	(3,000)	-20.00%
45620 Sunday Selling	24,150	25,000	25,000	-	0.00%
45622 Taxi	-	1,000	-	(1,000)	-100.00%
45624 Victualing	56,100	55,000	56,000	1,000	1.82%
45626 Animal	3,945	4,000	4,000	-	0.00%
45628 Marriage	6,456	5,000	5,000	-	0.00%
45640 Building	1,318,681	1,000,000	1,000,000	-	0.00%
45642 Plumbing	45,631	50,000	50,000	-	0.00%
45644 Mechanical	145,407	170,000	170,000	-	0.00%
45646 Electrical	130,237	150,000	150,000	-	0.00%
45648 Board of Appeals	18,845	17,000	17,000	-	0.00%

**CITY OF NEWPORT, RHODE ISLAND
FISCAL YEARS 2016 & 2017 PROPOSED BUDGET
GENERAL FUND REVENUES**

DESCRIPTION	FY2014 ACTUAL	FY2015 ADOPTED	FY2015 PROJECTED	2-YR	
				Number Change	2-YR % Change
45650 HDC Application Fee	16,795	20,000	17,000	(3,000)	-18.75%
45652 Road Opening	87,496	75,000	75,000	-	0.00%
45654 Fire Inspection & Permit Fees	209,866	75,000	120,000	45,000	60.00%
45656 Fire-Sundry	22,360	18,000	15,000	(3,000)	-25.00%
45658 Police-Sundry	9,585	20,000	10,000	(10,000)	-125.00%
45660 Municipal Court Cost Assessment	179,953	170,000	170,000	-	0.00%
45662 Payphone Commissions	281	-	-	-	0.00%
45664 Vendor Rights	4,502	8,800	5,000	(3,800)	-43.18%
45666 Newport Grand	450,667	400,000	400,000	-	0.00%
45695 Miscellaneous Revenues	267,191	100,000	155,000	50,000	50.00%
45695 Misc. Revenues, Easton's	164	-	2,500	2,500	100.00%
45808 Parking Fund Salary Reimbursemen	100,000	100,000	100,000	-	0.00%
45811 Easton's Beach Contributions	67,700	-	-	-	0.00%
45820 Beach Bounce Fees	21,644	30,000	15,000	(10,000)	-28.57%
45821 Newport Beach Bathhouses	25,413	42,000	30,000	(7,000)	-16.67%
45822 Rotunda Rentals	165,730	142,000	142,000	13,000	9.15%
45823 Carousel Income	11,915	12,000	13,000	3,000	15.00%
45824 Beach Bounce Food	626	1,500	1,000	(500)	-33.33%
45825 Food Service Concessions	36,717	34,971	38,500	5,029	14.38%
45826 Outside Vendor Commissions	8,578	7,500	8,000	2,500	33.33%
45827 Newport Beach Parking	527,635	500,000	525,000	15,000	3.00%
45828 Beach Store Funds	15,300	35,000	22,500	(7,500)	-21.43%
45829 Beach Parking Meters	42,299	30,000	35,000	7,500	15.00%
Total Service Charges/Fees	10,037,714	9,979,786	9,869,753	(326,958)	-3.30%
Use of Money and Property					
45700 Rental of Property	107,987	95,000	95,000	-	0.00%
45701 Investment Interest	208,150	350,000	350,000	-	0.00%
Total Use of Money and Propel	316,137	445,000	445,000	-	0.00%
Contributions & Sale of Property					
45920 Trust Fund Donations	61,500	61,500	61,500	-	0.00%
45811 Contributions	-	30,000	41,007	11,007	36.69%
45929 Surplus Equipment Sales	2,915	3,000	3,000	-	0.00%
45940 Public Donations	50,000	50,000	50,000	-	0.00%
Total Contributions & Sale of I	114,415	144,500	155,507	11,007	7.62%
TOTAL	84,960,356	88,538,139	88,468,255	2,211,181	2.62%
OTHER SOURCES (USES) OF FUNDS:					
48002 Transfer (To) Other Funds	-	-	12,711	-	0.00%
45806 Salary Encumbrance Carry Forward	-	-	-	-	0.00%
46003 Trans from Carey School Proceeds	372,779	-	-	-	0.00%
46020 Coggeshall School Easement	99,513	-	-	-	0.00%
Parking Fund Revenues	-	-	-	-	0.00%
46002 Operating transfers in	-	-	-	-	0.00%
Encumbrance Carry Over	-	-	-	-	0.00%
TOTAL	\$ 85,432,648	\$ 88,538,139	\$ 88,480,966	\$ 2,211,181	2.61%

Comparative Revenues

FY 2013-14 Actual ~ \$85,432,648
FY 2014-15 Adopted ~ \$88,538,139
FY 2015-16 PROPOSED ~ \$89,371,595
FY 2016-17 PROPOSED ~ \$90,749,320



**CITY OF NEWPORT, RHODE ISLAND
FISCAL YEARS 2016 & 2017 PROPOSED BUDGETS
PROPERTY TAX LEVY AND TAX RATE**

	FY 14-15 ADOPTED	DOLLAR CHANGE	PERCENT CHANGE		DOLLAR CHANGE	PERCENT CHANGE	
Proposed General Fund Budget:							
General Fund Services	\$ 13,711,558	\$ (951,586)	-6.94%		\$ (102,210)	-0.80%	
Benefits other than Police & Fire Pensions	9,236,320	(206,277)	-2.23%		198,441	2.20%	
Salaries, Overtime and Holiday Pay	22,435,608	1,541,415	6.87%		793,605	3.31%	
Transfer to Equipment Replacement	869,907	-	0.00%		-	0.00%	
Contribution to OPEB Trust	500,000	-	0.00%		-	0.00%	
Contribution to Police & Fire Pensions	10,060,268	-	0.00%		-	0.00%	
Transfer for School Budget	23,377,157	484,429	2.07%		596,540	2.50%	
Debt Service	5,433,371	(73,099)	-1.35%		(52,662)	-0.98%	
Capital Budget Transfers	2,913,950	38,574	1.32%		(55,989)	-1.90%	
Total General Fund Budget	\$ 88,538,139	\$ 833,456	0.94%		\$ 1,377,725	1.54%	
Less Revenues:							
All Revenues Other Than Property Tax	20,752,638	(535,581)	-2.58%		(5,366)	-0.03%	
Balance to be Raised by Property Tax Levy	67,785,501	1,369,037	2.02%		1,383,091	2.00%	
Motor Vehicle Levy	1,900,000	60,000	3.16%		-	0.00%	
Final Tax Roll Adjustments	(5,278)	5,278			-		
Actual Final Levy	\$ 69,680,223	\$ 1,434,315	2.06%		\$ 1,383,091	1.94%	
Maximum Allowed By State Law		\$ 2,787,209	4.00%		\$ 2,844,582	4.00%	

Residential Assessed Valuation (In thousands)

Commercial Assessed Valuation (In thousands)

Personal Property Tangible (In thousands)

Residential Tax Rate	\$ 10.52	0.210	2.00%		\$ 0.21	1.96%	
Commercial Tax Rate	\$ 14.58	0.290	1.99%		\$ 0.29	1.95%	

Estimated Property Tax Rate - Please note that under the new tax cap law, the actual levy is adopted and the rate is subject to change based on any additional changes to the taxable assessed value prior to certification of the tax roll.

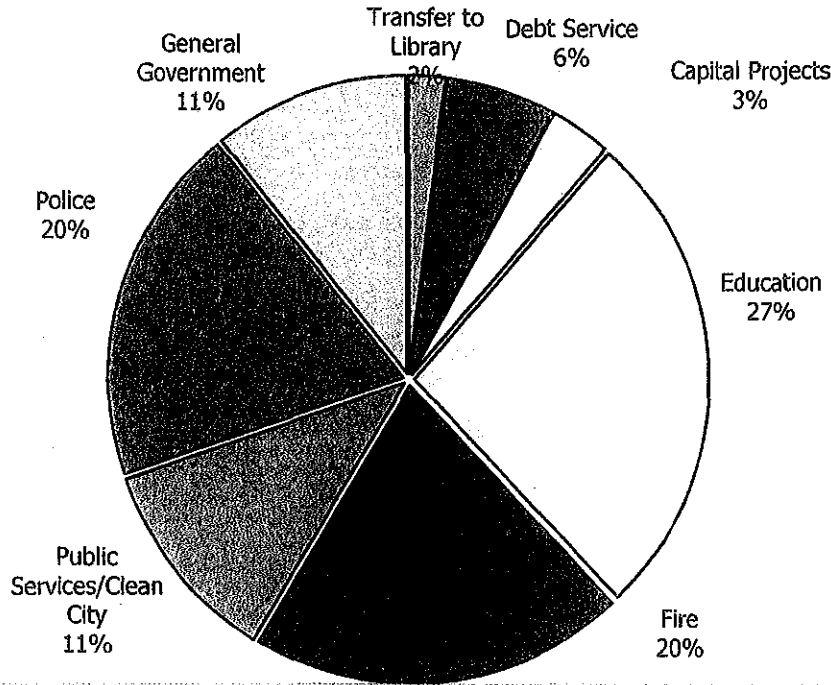
	Assessed Value (In thousands)	16 Tax Rate	Tax Levy	17 Tax Rate	Tax Levy
Residential Assessed Valuation	4,505,590	10.73	48,344,981	10.94	49,291,155
Commercial Assessed Valuation	1,280,181	14.87	19,036,291	15.16	19,407,544
Adjustments to Balance			(7,491)		23,444
Personal Property Tangible	119,755	14.87	1,780,757	15.16	1,815,486
Tax Levy			69,154,538		70,537,628

**CITY OF NEWPORT, RHODE ISLAND
FY2016 and FY2017 GENERAL FUND BUDGET
EXPENDITURE SUMMARY BY PROGRAM**

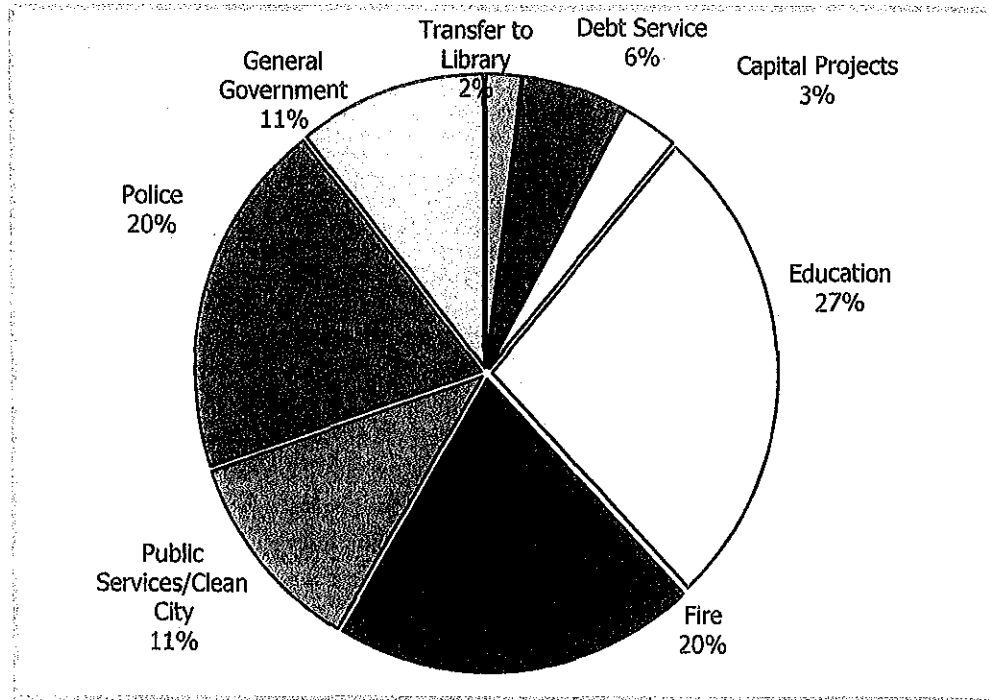
	2014 ACTUAL EXPEND	2015 ADOPTED BUDGET	2015 PROJECTED BUDGET	2016 PROPOSED BUDGET	2017 PROPOSED BUDGET
Public School Operations	22,959,157	23,377,157	23,377,157	23,861,586	24,458,126
Newport Public Library Support	1,721,025	1,756,025	1,756,025	1,795,523	1,840,411
Independent Audit/Stat. Update	-	195,300	195,300	70,555	73,771
Pension & Retiree Expense	1,762,358	1,405,812	1,405,812	1,423,470	1,453,784
Debt Service	4,552,191	5,433,371	5,433,371	5,360,272	5,307,610
Reserves	917,014	1,110,000	1,110,000	918,598	796,657
Civic Support	92,700	95,200	95,700	97,700	97,700
City Council	129,122	128,788	127,128	128,388	130,109
City Manager	740,761	812,558	820,916	975,986	968,646
City Solicitor	461,772	511,050	511,050	548,956	560,727
Canvassing	171,815	253,678	253,678	212,100	260,448
City Clerk/Probate	468,908	481,574	329,053	450,681	462,166
Finance	2,991,599	3,285,245	3,118,057	3,359,040	3,392,368
Police Department	16,268,354	17,437,630	17,346,879	17,452,835	17,839,689
Fire Department	17,583,423	18,460,478	18,369,650	18,332,688	18,546,485
Public Services	9,578,239	9,838,445	10,058,282	10,037,007	10,207,915
Civic Investment	486,319	586,864	321,900	412,166	457,206
Zoning & Inspections	745,706	805,014	805,014	981,521	998,968
Transfer to Capital Fund	2,320,900	2,913,950	2,913,950	2,952,524	2,896,534
Transfer to Other Funds	362,223	-	-	-	-
Proj. Sav - Merging Canvass & City Clk	-	(250,000)	-	-	-
Proj. Sav - Trash Collection	-	(100,000)	-	-	-
Total General Fund Expenditures	\$84,313,586	\$88,538,139	\$88,348,922	\$89,371,595	90,749,320
	84,313,586	88,538,139	88,348,922	89,371,595	90,749,320

General Fund Expenditures

FY 2016 ~ \$89,371,595



FY 2017 ~ \$90,749,320



CITY OF NEWPORT, RHODE ISLAND
FISCAL YEARS 2016 AND 2017 PROPOSED BUDGET
GENERAL FUND EXPENDITURES

ACCT NUMBER	ACCOUNT NAME	2014 ACTUAL EXPEND	2015 ADOPTED BUDGET	2015 PROJECTED RESULTS	2016 PROPOSED BUDGET	2017 PROPOSED BUDGET	2-Year Dollar Change	2-Year Percent Change
11-150-7210-50575	Public School Operations	22,959,157	23,377,157	23,377,157	23,861,586	24,458,126	1,080,969	4.62%
	Total School	22,959,157	23,377,157	23,377,157	23,861,586	24,458,126	1,080,969	4.62%
11-150-7100-50577	Public Library Operation	1,721,025	1,756,025	1,756,025	1,785,523	1,840,411	84,386	4.81%
11-150-8130-50225	Independent Audit		68,500	68,500	70,555	73,771	5,271	7.70%
11-150-8130-50229	Statistical Update/Revaluation		126,800	126,800			(126,800)	-100.00%
	Audit/Statistical Reval	-	195,300	195,300	70,555	73,771	(121,529)	-62.23%
11-150-8520-50051	Pension Expenses - Monthly	17,108	17,200	17,200	17,200	17,200	-	0.00%
11-150-8520-50103	Pension Retired Insur Cover	608,692	588,612	588,612	606,270	636,584	47,972	8.15%
11-150-8520-50155	Contribution to OPEB Trust	500,000	500,000	500,000	500,000	500,000	-	0.00%
11-150-8520-50520	Severance Benefits	636,558	300,000	300,000	300,000	300,000	-	0.00%
	Pensions	1,762,358	1,405,812	1,405,812	1,423,470	1,453,784	47,972	3.41%
TOTAL FIDUCIARY ACCOUNTS		26,442,540	26,734,294	26,734,294	27,161,134	27,826,091	1,091,797	4.08%
11-160-8540-50220	Debt Service Advisory Service	889	25,000	25,000	25,000	25,000	-	0.00%
11-160-8540-50452	Bond Interest	3,013,110	1,728,026	1,728,026	1,739,037	1,642,175	(85,851)	-4.97%
11-160-8540-50552	Bond Principal	1,538,192	3,680,345	3,680,345	3,596,235	3,640,435	(39,910)	-1.08%
	Debt Service	4,552,191	5,433,371	5,433,371	5,360,272	5,307,610	(125,761)	-2.31%
TOTAL DEBT SERVICE		4,552,191	5,433,371	5,433,371	5,360,272	5,307,610	(125,761)	-2.31%
11-170-8560-50105	Insurance - W/C	360,021	250,000	250,000	260,598	286,657	36,657	14.66%
11-170-8560-50505	Self Insurance	97,393	200,000	200,000	200,000	200,000	-	0.00%
11-170-8560-50510	Unemployment	65,156	75,000	75,000	73,000	73,000	(2,000)	-2.67%
	Insurance Reserves	522,570	525,000	525,000	533,598	559,657	34,657	6.60%
11-170-8565-50175	Annual Leave Sell Back	317,379	375,000	375,000	375,000	375,000	-	0.00%
11-170-8565-50220	Consultants/Studies	74,425	5,000	5,000	55,000	5,000	-	0.00%
11-170-8565-50501	Salary Adjustment		300,000	300,000	100,000		(300,000)	-100.00%
11-170-8565-50502	Salary Vacancy Factor		(200,000)	(200,000)	(250,000)	(250,000)	(50,000)	25.00%
11-170-8565-50515	General Contingency		100,000	100,000	100,000	100,000	-	0.00%
11-170-8565-50571	Hospital Insurance Prof & Fire	2,640	5,000	5,000	5,000	7,000	2,000	40.00%
		394,444	585,000	585,000	385,000	237,000	(348,000)	-59.49%
TOTAL RESERVE ACCOUNTS		917,014	1,110,000	1,110,000	910,598	796,657	(313,343)	-28.23%
11-830-2111-50760	AIPC	18,000	18,000	18,000	18,000	18,000	-	0.00%
11-830-2111-50860	Visiting Nurse	10,000	10,000	10,000	10,000	10,000	-	0.00%
11-830-2111-50861	NPT Cty Community Mental Health	10,500	10,500	10,500	10,500	10,500	-	0.00%
11-830-2111-50865	Newport Partnership for Families	2,000	2,000	2,000	2,000	2,000	-	0.00%
11-830-2111-50867	New Visions (EBCAP)	15,500	15,500	15,500	15,500	15,500	-	0.00%
11-830-2111-50869	Lucy's Hearth	1,500	1,500	1,500	1,500	1,500	-	0.00%
11-830-2111-50870	Seaman's Church	1,050	1,050	1,050	1,050	1,050	-	0.00%
11-830-2111-50872	The Samaritans	250	250	250	250	250	-	0.00%
11-830-2111-50878	Women's Resource	3,250	3,250	3,250	3,250	3,250	-	0.00%
11-830-2111-50879	Newport In Bloom	1,500	1,500	1,500	1,500	1,500	-	0.00%
11-830-2111-50882	Park Holm St Center	1,700	1,700	1,700	1,700	1,700	-	0.00%
11-830-2111-50883	American Red Cross	500	500	500	500	500	-	0.00%
11-830-2111-50884	Boys & Girls Club	7,750	7,750	7,750	7,750	7,750	-	0.00%
11-830-2111-50885	Boy Scouts Narragansett	250	250	250	250	250	-	0.00%
11-830-2111-50886	Newport Artillery	1,250	1,250	1,250	1,250	1,250	-	0.00%
11-830-2111-50887	Lions Club	750	750	750	750	750	-	0.00%
11-830-2111-50889	Little League	2,100	6,000	6,000	6,000	6,000	-	0.00%
11-830-2111-50890	Martin Luther King Ctr	7,500	7,500	7,500	7,500	7,500	-	0.00%
11-830-2111-50893	Fifth Ward Little League	1,000	-	-	-	-	-	0.00%
11-830-2111-	Public Education Found	-	-	500	500	500	500	100.00%
11-830-2111-	World Heritage Committee	-	-	-	2,000	2,000	2,000	100.00%
11-830-2111-50896	RI Arts Foundation	500	500	500	500	500	-	0.00%
11-830-2111-50898	Ballard Park	1,000	1,000	1,000	1,000	1,000	-	0.00%
11-830-2111-50899	Norman Bird Sanctuary	4,850	-	-	-	-	-	0.00%
11-830-2111-51100	Newport Housing Hotline		4,450	4,450	4,450	4,450	-	0.00%
	Total Donations	92,700	95,200	95,700	97,700	97,700	2,500	2.63%

CITY OF NEWPORT, RHODE ISLAND
FISCAL YEARS 2016 AND 2017 PROPOSED BUDGET
GENERAL FUND EXPENDITURES

ACCT NUMBER	ACCOUNT NAME	2014 ACTUAL EXPEND	2015 ADOPTED BUDGET	2015 PROJECTED RESULTS	2016 PROPOSED BUDGET	2017 PROPOSED BUDGET	2-Year Dollar Change	2-Year Percent Change
11-010-8110-50004	Temp. Services		2,400	2,400	2,400	2,400	-	0.00%
11-010-8110-50051	Council Salaries	16,180	16,000	16,000	16,000	16,000	-	0.00%
11-010-8110-50104	Employee Benefits	77,331	61,343	61,343	60,943	62,664	1,321	2.15%
11-010-8110-50210	Dues & Subscript	18,415	18,815	18,815	18,815	18,815	-	0.00%
11-010-8110-50278	Council Expense	15,329	25,070	25,070	25,070	25,070	-	0.00%
11-010-8110-50285	Navy Affairs Expense	276	910	500	910	910	-	0.00%
11-010-8110-50361	Office Supplies	991	2,000	2,000	2,000	2,000	-	0.00%
11-010-8110-50866	Bd Tenant Affairs	600	2,250	1,000	2,250	2,250	-	0.00%
	City Council	129,122	129,788	127,128	128,388	130,109	1,321	1.03%
11-020-8200-50001	City Manager Salaries	282,048	276,593	276,593	389,610	399,976	123,383	44.61%
11-020-8200-50004	Temp & Seasonal	-	1,000	-	1,000	1,000	-	0.00%
11-020-8200-50100	Employee Benefits	89,342	89,945	89,945	141,458	141,435	51,490	57.25%
11-020-8200-50205	Copying and Binding	12,263	100	100	100	100	-	0.00%
11-020-8200-50205	Annual Report		2,500	10,000	2,500	2,500	-	0.00%
11-020-8200-50210	Dues & Subscriptions	1,952	1,650	2,000	2,000	2,000	350	21.21%
11-020-8200-50212	Conferences & Training	1,853	4,500	2,000	4,500	4,500	-	0.00%
11-020-8200-50225	Contract Services		50,500	50,500	50,500	25,500	(25,000)	-49.50%
11-020-8200-50251	Telephone & Comm		500	-	500	500	-	0.00%
11-020-8200-50271	Gasoline & Vehicle Maint.	7,435	4,000	7,808	7,917	8,173	4,173	104.33%
11-020-8200-50282	Official Expense	558	1,100	1,100	1,100	1,100	-	0.00%
11-020-8200-50361	Office Supplies	982	1,500	1,500	1,500	1,500	-	0.00%
	City Manager	396,433	433,888	441,546	602,685	589,284	154,396	35.58%
11-020-8210-50001	Human Resources Salaries	169,833	177,066	177,066	182,923	190,335	13,269	7.49%
11-020-8210-50004	Temp & Seasonal	11,820	12,780	12,780	13,000	13,000	220	1.72%
11-020-8210-50100	Employee Benefits	82,869	102,424	102,424	88,878	88,527	(13,897)	-13.57%
11-020-8210-50205	Copying & Binding	189	200	200	200	200	-	0.00%
11-020-8210-50210	Dues & Subscriptions	499	500	500	500	500	-	0.00%
11-020-8210-50212	Conferences & Training	1,535	1,900	1,900	2,500	2,500	600	31.58%
11-020-8210-50215	Recruitment	24,143	25,000	25,000	25,000	25,000	-	0.00%
11-020-8210-50225	Contract Services	6,930	7,500	7,500	9,000	9,000	1,500	20.00%
11-020-8210-50311	Operating Supplies	5,643	5,000	5,000	5,000	5,000	-	0.00%
11-020-8210-50361	Office Supplies	1,493	3,000	3,000	3,000	3,000	-	0.00%
	Human Resources	304,954	335,370	395,370	330,001	337,082	1,692	0.50%
11-020-8220-50002	Overtime	39,374	43,000	43,000	43,000	43,000	-	0.00%
11-020-8220-50100	Employee Benefits			1,000			-	0.00%
11-020-8220-50260	Rental - Equip & Facilities		300		300	300	-	0.00%
	Special Events	39,374	43,300	44,000	43,300	43,300	-	0.00%
	TOTAL CITY MANAGER	740,761	812,558	820,916	975,986	968,646	156,088	19.21%
11-030-8310-50001	City Solicitor Salaries	275,328	283,846	283,846	309,958	319,299	35,453	12.49%
11-030-8310-50004	Temp & Seasonal	4,083	-	-	-	-	-	0.00%
11-030-8310-50100	Employee Benefits	151,951	156,504	156,504	167,948	167,528	11,024	7.04%
11-030-8310-50210	Dues & Subscriptions	10,342	12,000	12,000	12,000	14,000	2,000	16.67%
11-030-8310-50212	Conferences & Training	-	750	750	750	750	-	0.00%
11-030-8310-50225	Contract Services	3,722	6,000	6,000	6,000	7,000	1,000	16.67%
11-030-8310-50247	Labor Relations	14,841	50,000	50,000	50,000	50,000	-	0.00%
11-030-8310-50268	Mileage Reimbursement	-	200	200	300	300	100	50.00%
11-030-8310-50361	Office Supplies	1,505	1,750	1,750	2,000	1,850	100	5.71%
	City Solicitor	461,772	511,050	511,050	548,956	560,727	49,677	9.22%
11-050-8120-50001	Canvassing Salaries	103,492	105,267	105,267	107,548	110,237	4,970	4.72%
11-050-8120-50002	Overtime	101	1,000	1,000	1,000	1,000	-	0.00%
11-050-8120-50004	Seasonal & Temp	440	10,000	10,000	2,500	10,000	-	0.00%
11-050-8120-50051	Monthly Salaries	2,474	2,650	2,650	2,650	2,650	-	0.00%
11-050-8120-50100	Employee Benefits	64,232	64,736	64,736	66,877	66,536	1,800	2.78%
11-050-8120-50205	Copying & Binding	-	1,000	1,000	1,000	1,000	-	0.00%
11-050-8120-50207	Legal Advertising	-	3,500	3,500	1,250	3,500	-	0.00%
11-050-8120-50210	Dues & Subscriptions	-	25	25	25	25	-	0.00%
11-050-8120-50225	Contract Services	80	60,000	60,000	25,000	60,000	-	0.00%
11-050-8120-50260	Equipment Rental	-	2,000	2,000	2,000	2,000	-	0.00%
11-050-8120-50268	Mileage Reimbursement	436	1,500	1,500	1,500	1,500	-	0.00%
11-050-8120-50361	Office Supplies	560	2,000	2,000	750	2,000	-	0.00%
	Canvassing	171,815	253,678	253,678	212,100	260,448	6,770	2.67%

CITY OF NEWPORT, RHODE ISLAND
FISCAL YEARS 2016 AND 2017 PROPOSED BUDGET
GENERAL FUND EXPENDITURES

ACCT NUMBER	ACCOUNT NAME	2014 ACTUAL EXPEND	2015 ADOPTED BUDGET	2015 PROJECTED RESULTS	2016 PROPOSED BUDGET	2017 PROPOSED BUDGET	2-Year Dollar Change	2-Year Percent Change
11-060-8325-50001	City Clerk/Probate Salaries	289,354	299,488	200,000	260,022	271,271	(28,217)	-9.42%
11-060-8325-50002	Overtime	81	-	-	-	-	-	0.00%
11-060-8325-50100	Employee Benefits	147,826	140,337	100,000	152,754	152,990	12,653	9.02%
11-060-8325-50207	Legal Advertising	8,717	9,500	9,500	10,500	10,500	1,000	10.53%
11-060-8325-50210	Dues & Subscriptions	210	505	505	505	505	-	0.00%
11-060-8325-50212	Conferences & Training	315	648	648	700	700	52	8.02%
11-060-8325-50225	Contract Services	17,494	22,738	16,000	16,000	16,000	(6,738)	-29.63%
11-060-8325-50251	Communication	-	-	-	700	700	700	100.00%
11-060-8325-50311	Operating Supplies	300	400	400	500	500	100	25.00%
11-060-8325-50361	Office Supplies	4,611	7,958	2,000	9,000	9,000	1,042	13.09%
	City Clerk/Probata	468,908	481,574	329,053	460,681	462,166	(19,408)	-4.03%
11-100-8315-50001	Municipal Court Salaries	44,185	46,786	46,786	47,843	49,014	2,228	4.76%
11-100-8315-50002	Overtime	5,272	5,000	5,000	5,000	4,000	(1,000)	-20.00%
11-100-8315-50100	Employee Benefits	28,998	30,546	30,546	15,695	15,106	(15,440)	-50.55%
11-100-8315-50225	Contract Services	-	-	350	350	350	350	100.00%
11-100-8315-50268	Mileage Reimbursement	39	-	-	-	-	-	0.00%
11-100-8315-50361	Office Supplies	863	1,000	1,000	1,000	1,000	-	0.00%
	Municipal Court	79,387	83,332	83,682	69,888	69,470	(13,862)	-16.63%
11-100-8320-50001	Finance Admin Salaries	339,824	352,559	352,559	364,995	376,124	23,565	6.68%
11-100-8320-50100	Employee Benefits	128,994	154,881	154,881	162,850	157,580	2,699	1.74%
11-100-8320-50205	Copying & Binding	6,051	6,000	6,000	6,200	6,400	400	6.67%
11-100-8320-50207	Legal Advertising	11,237	10,000	12,000	15,000	15,000	5,000	50.00%
11-100-8320-50210	Dues & Subscriptions	3,829	3,500	3,500	3,500	3,500	-	0.00%
11-100-8320-50212	Conferences & Training	6,297	8,000	8,000	8,000	8,000	-	0.00%
11-100-8320-50361	Office Supplies	4,562	3,500	3,500	3,500	3,000	(500)	-14.29%
	Finance Admin	500,794	538,440	540,440	564,045	569,604	31,164	5.79%
11-100-8328-50001	MIS Salaries	186,212	138,178	138,178	142,596	148,428	10,250	7.42%
11-100-8328-50100	Employee Benefits	70,286	49,026	49,026	52,966	51,433	2,407	4.91%
11-100-8328-50212	Technical Training	-	3,000	4,800	4,800	4,800	1,800	60.00%
11-100-8328-50225	Contract Services	218,327	609,940	609,940	625,175	639,596	29,656	4.86%
11-100-8328-50226	Annual Software Maint Fees	359,332	234,214	202,718	220,042	220,850	(13,364)	-5.71%
11-100-8328-50227	Annual Hardware Maint Fees	39,437	30,238	31,766	53,887	53,957	23,719	78.44%
11-100-8328-50228	Software License Fees	36,677	55,000	54,990	16,940	11,690	(43,310)	-78.75%
11-100-8328-50238	Postage	53,212	54,590	53,214	54,925	54,940	350	0.64%
11-100-8328-50251	Telephone & Comm	272,600	338,841	332,423	357,071	340,771	1,930	0.57%
11-100-8328-50268	Mileage Reimb	-	100	100	100	100	-	0.00%
11-100-8328-50311	Operating Supplies	27,405	31,480	31,480	32,505	33,005	1,525	4.84%
11-100-8328-50361	Office Supplies	-	6,120	6,120	6,200	6,200	80	1.31%
11-100-8328-50420	MIS Equipment	38,648	32,400	32,400	40,650	40,650	8,250	25.46%
11-100-8328-50556	Lease Purchases	6,466	5,885	3,900	1,800	-	(5,885)	-100.00%
	MIS	1,308,602	1,589,012	1,551,055	1,609,657	1,606,420	17,408	1.10%
11-100-8371-50001	Assessment Salaries	184,303	165,969	140,000	176,120	185,250	19,281	11.62%
11-100-8371-50002	Overtime	1,374	5,000	2,000	2,000	2,000	(3,000)	-60.00%
11-100-8371-50004	BAR Clerk/Temp & Seasonal	11,021	12,000	-	-	-	(12,000)	-100.00%
11-100-8371-50100	Employee Benefits	98,705	117,308	95,000	107,598	108,318	(8,990)	-7.66%
11-100-8371-50205	Copying & Binding	527	600	1,000	1,000	1,000	400	66.67%
11-100-8371-50207	Legal Advertising	-	-	-	-	400	400	100.00%
11-100-8371-50210	Dues & Subscriptions	845	2,000	1,000	1,000	1,000	(1,000)	-50.00%
11-100-8371-50212	Conferences & Training	688	1,200	1,200	1,200	1,200	-	0.00%
11-100-8371-50225	Contract Services	12,945	10,000	10,000	10,000	10,000	-	0.00%
11-100-8371-50311	Hard Copy of Tax Rolls	3,434	3,500	3,500	3,500	3,500	-	0.00%
11-100-8371-50311	Operating Supplies	-	800	800	800	800	-	0.00%
11-100-8371-50361	Office Supplies	3,328	8,500	3,500	3,500	3,500	(5,000)	-58.82%
	Assessment/Land Evidence	317,170	326,877	258,000	306,718	316,968	(9,909)	-3.03%
11-100-8372-50001	Collections Salaries	165,059	189,612	150,000	188,859	197,536	7,924	4.18%
11-100-8372-50002	Overtime	5,976	4,500	5,000	5,000	5,000	500	11.11%
11-100-8372-50004	Temp and Seasonal	21,585	9,000	9,000	9,000	9,000	-	0.00%
11-100-8372-50100	Employee Benefits	95,695	113,392	90,000	114,160	114,580	1,188	1.05%
11-100-8372-50205	Copying & Binding	16,673	24,400	24,400	24,400	24,400	-	0.00%
11-100-8372-50207	Legal Advertising	-	-	-	-	600	600	100.00%
11-100-8372-50210	Dues & Subscriptions	-	-	-	-	100	100	100.00%
11-100-8372-50212	Conferences & Training	-	1,000	2,000	2,500	2,500	1,500	150.00%
11-100-8372-50268	Mileage Reimb	206	250	250	250	250	-	0.00%
11-100-8372-50361	Office Supplies	2,785	2,500	3,000	3,000	3,000	500	20.00%
	Collections	307,979	344,654	283,650	347,169	356,966	12,312	3.57%

CITY OF NEWPORT, RHODE ISLAND
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ACCT NUMBER	ACCOUNT NAME	2014 ACTUAL EXPEND	2015 ADOPTED BUDGET	2015 PROJECTED RESULTS	2016 PROPOSED BUDGET	2017 PROPOSED BUDGET	2-Year Dollar Change	2-Year Percent Change
11-300-1300-50001	Fire Admin Salaries	200,570	326,151	291,151	213,034	221,957	(104,194)	-31.95%
11-300-1300-50003	Holiday Pay	3,904	3,870	3,936	4,034	4,135	265	6.85%
11-300-1300-50004	Temp & Seasonal		113,900	113,900			(113,900)	-100.00%
11-300-1300-50100	Employee Benefits	36,496	103,695	103,695	35,740	36,860	(66,835)	-64.45%
11-300-1300-50205	Copying & Binding		500	-	500	500	-	0.00%
11-300-1300-50210	Dues & Subscriptions	450	500	150	500	500	-	0.00%
11-300-1300-50238	Postage	163	500	120	500	500	-	0.00%
11-300-1300-50239	Liability Insurance	2,232	3,058	2,422	3,364	3,364	306	10.01%
11-300-1300-50251	Phone & Comm	10,407	11,000	11,000	11,000	11,000	-	0.00%
11-300-1300-50260	Equipment Rental	434,522	584,473	585,417	584,473	342,000	(242,473)	-41.49%
11-300-1300-50271	Gasoline & Vehicle Maint.	181,707	192,393	192,393	164,803	170,125	(22,267)	-11.57%
11-300-1300-50274	Repair & Maint Buildings	10,090	20,000	15,000	20,000	20,000	-	0.00%
11-300-1300-50275	Repair & Maint Equip	22,274	31,000	21,000	31,000	31,000	-	0.00%
11-300-1300-50304	Heating Oil	12,756	12,000	11,000	12,000	12,000	-	0.00%
11-300-1300-50305	Water	10,643	11,000	11,000	11,000	11,000	-	0.00%
11-300-1300-50306	Electricity	27,341	27,000	27,000	27,000	27,000	-	0.00%
11-300-1300-50307	Natural Gas	12,048	10,500	11,000	11,000	11,000	500	4.76%
11-300-1300-50311	Operating Supplies	2,529	5,000	3,600	5,000	5,202	202	4.04%
11-300-1300-50320	Uniforms & Protective Gear	1,250	2,500	2,500	2,500	2,500	-	0.00%
11-300-1300-50361	Office Supplies	22,163	16,000	15,000	16,000	16,000	-	0.00%
11-300-1300-50851	Transfer to Equip Replacement	219,907	219,907	219,907	219,907	219,907	-	0.00%
	Fire Admin	1,211,452	1,694,947	1,641,191	1,373,355	1,146,851	(548,396)	-32.35%
11-300-1301-50001	Salaries	409,177	425,151	425,151	432,566	445,419	20,268	4.77%
11-300-1301-50002	Overtime	42,987	43,000	43,000	45,000	45,125	3,125	7.27%
11-300-1301-50003	Holiday Pay	19,061	20,026	20,367	20,876	53,764	33,738	168.47%
11-300-1301-50100	Employee Benefits	78,584	85,699	85,699	76,587	78,752	(6,947)	-8.11%
11-300-1301-50205	Copying & Binding	-	400	-	400	400	-	0.00%
11-300-1301-50210	Dues & Subscriptions	355	1,400	325	1,400	1,400	-	0.00%
11-300-1301-50212	Conferences & Training	1,073	6,000	5,961	6,000	6,000	-	0.00%
11-300-1301-50275	Repair & Maint Equip	8,700	10,000	8,000	10,000	10,000	-	0.00%
11-300-1301-50311	Operating Supplies	5,341	6,500	5,800	6,500	6,500	-	0.00%
11-300-1301-50320	Uniforms & Protective Gear	3,125	6,250	6,250	6,250	6,250	-	0.00%
11-300-1301-50350	Equipment Parts	1,589	2,000	1,900	2,000	2,000	-	0.00%
	Fire Prevention	569,992	606,426	602,453	607,579	656,610	50,184	8.28%
11-300-1320-50001	Salaries	5,323,418	5,557,730	5,606,630	5,839,400	6,104,159	546,428	9.83%
11-300-1320-50002	Overtime	798,756	677,000	708,406	727,000	745,000	68,000	10.04%
11-300-1320-50003	Holiday Pay	244,819	280,460	285,248	292,379	299,699	19,209	6.85%
11-300-1320-50013	Instructor's Salary	-	-	-	-	-	-	0.00%
11-300-1320-50014	EMT Certificate Pay	114,365	118,000	117,925	121,200	123,000	5,000	4.24%
11-300-1320-50100	Employee Benefits	1,345,691	1,409,181	1,409,181	1,338,981	1,358,279	(50,902)	-3.61%
11-300-1320-50104	Retiree Benefits	1,227,830	1,178,070	1,097,184	1,108,070	1,163,474	(14,597)	-1.24%
11-300-1320-50212	Conferences & Training	17,752	31,000	31,000	30,000	30,000	(1,000)	-3.23%
11-300-1320-50214	Tuition Reimb	32,791	30,000	30,000	30,000	30,000	-	0.00%
11-300-1320-50225	Contract Services		35,000	-	35,000	35,000	-	0.00%
11-300-1320-50239	Liability Insurance	141,633	155,800	123,393	171,380	171,380	15,580	10.00%
11-300-1320-50275	Repairs & Maint Equip	3,594	18,000	9,000	18,000	18,000	-	0.00%
11-300-1320-50311	Operating Supplies	14,380	20,000	16,000	20,000	20,000	-	0.00%
11-300-1320-50313	Medical Supplies	20,882	22,500	23,000	24,000	24,000	1,500	6.67%
11-300-1320-50320	Uniform Allowance	53,125	113,750	116,250	116,250	116,250	2,500	2.20%
11-300-1320-50321	Protective Gear	53,995	54,500	51,350	22,000	22,000	(32,500)	-59.63%
11-300-1320-50350	Equipment Parts	64,569	60,000	45,000	60,000	60,000	-	0.00%
	Firefighting & EMS	9,457,600	9,761,011	9,669,567	9,853,660	10,320,230	559,219	5.73%
	SUBTOTAL FIRE - OPERATING	11,239,044	12,062,384	11,913,211	11,934,594	12,123,391	61,007	0.51%
11-300-1320-50010	Special Detail Pay	354,285	350,000	350,000	350,000	350,000	-	0.00%
11-300-1320-50150	Contribution to Pension	5,990,094	6,048,094	6,106,439	6,048,094	6,048,094	-	0.00%
	TOTAL FIRE	17,583,423	18,460,478	18,369,650	18,332,688	18,521,485	61,007	0.33%
11-400-1400-50001	Public Works Salaries	313,991	366,906	366,906	385,072	401,832	34,926	9.52%
11-400-1400-50002	Overtime	907	-	-	-	-	-	0.00%
11-400-1400-50100	Employee Benefits	136,898	170,639	170,639	181,192	180,339	9,700	5.68%
11-400-1400-50210	Dues & Subscriptions	772	1,250	1,250	1,250	1,250	-	0.00%
11-400-1400-50212	Conf. & Training	1,775	2,000	2,000	2,000	2,000	-	0.00%
11-400-1400-50225	Contract Services	238	1,000	1,000	1,000	1,000	-	0.00%
11-400-1400-50251	Phone & Comm	7,266	7,000	7,000	7,000	7,000	-	0.00%
11-400-1400-50271	Gasoline & Vehicle Maint.	-	-	-	-	2,456	2,456	100.00%
11-400-1400-50361	Office Supplies	3,554	4,500	4,500	4,500	4,500	-	0.00%
11-400-1400-50851	Transfer to Equip Replacement	350,000	350,000	350,000	350,000	350,000	-	0.00%
	PS Administration	815,401	903,295	903,295	932,014	950,377	47,082	5.21%

CITY OF NEWPORT, RHODE ISLAND
FISCAL YEARS 2016 AND 2017 PROPOSED BUDGET
GENERAL FUND EXPENDITURES

ACCT NUMBER	ACCOUNT NAME	2014 ACTUAL EXPEND	2015 ADOPTED BUDGET	2015 PROJECTED RESULTS	2016 PROPOSED BUDGET	2017 PROPOSED BUDGET	2-Year Dollar Change	2-Year Percent Change
11-400-1450-50001	Engineering Salaries	171,822	175,978	175,978	177,671	183,701	7,723	4.39%
11-400-1450-50002	Overtime	998	1,500	1,500	1,500	1,500	-	0.00%
11-400-1450-50100	Employee Benefits	75,676	92,745	92,745	85,594	84,164	(8,581)	-9.25%
11-400-1450-50212	Conferences & Training	1,992	1,500	1,500	1,500	1,500	-	0.00%
11-400-1450-50225	Road /Trench Repair	1,020,006	840,000	1,145,408	840,000	840,000	-	0.00%
11-400-1450-50268	Mileage Reimbursement	848	2,000	1,500	2,000	2,000	-	0.00%
11-400-1450-50271	Gasoline & Vehicle Maint.	7,620	10,258	10,258	7,783	8,034	(2,224)	-21.68%
11-400-1450-50311	Operating Supplies	1,442	1,500	1,500	1,500	1,500	-	0.00%
11-400-1450-50361	Office Supplies	6,772	4,000	4,000	4,000	4,000	-	0.00%
11-400-1450-50361	Copier Lease	-	4,000	4,000	4,000	4,000	-	0.00%
	Engineering Servicos	1,287,176	1,133,481	1,438,389	1,125,548	1,130,399	(3,082)	-0.27%
11-400-1470-50001	Street/Sidewalk Salaries	370,599	379,967	379,967	395,701	410,312	30,345	7.99%
11-400-1470-50002	Overtime	2,949	2,500	2,500	2,500	2,500	-	0.00%
11-400-1470-50004	Temp/Seasonal Wages	12,656	24,000	24,000	24,000	24,000	-	0.00%
11-400-1470-50100	Employee Benefits	198,905	211,656	211,656	220,336	219,340	7,884	3.72%
11-400-1470-50210	Dues & Subscriptions	336	500	500	500	500	-	0.00%
11-400-1470-50212	Conferences & Training	2,218	1,500	1,500	1,500	1,500	-	0.00%
11-400-1470-50225	Contract Services	866	300	300	300	300	-	0.00%
11-400-1470-50271	Gasoline & Vehicle Maint.	189,461	206,181	206,181	185,113	191,092	(15,089)	-7.32%
11-400-1470-50311	Operating Supplies	4,755	5,000	5,000	5,000	5,000	-	0.00%
11-400-1470-50313	Medical Supplies	167	500	500	500	500	-	0.00%
11-400-1470-50320	Uniforms & Protective Gear	996	1,000	1,000	1,000	1,000	-	0.00%
11-400-1470-50340	Road Supplies	29,364	35,000	35,000	35,000	35,000	-	0.00%
11-400-1470-50341	Stedwalk Supplies	27,077	30,000	30,000	30,000	30,000	-	0.00%
11-400-1470-50345	Building Materials	2,972	1,000	1,000	1,000	1,000	-	0.00%
11-400-1470-50361	Office Supplies	1,484	2,500	2,500	2,500	2,500	-	0.00%
	Street/Sidewalk Mainten.	844,805	901,604	901,604	904,950	924,744	23,140	2.57%
11-400-1480-50001	Traffic Salaries	91,254	93,564	93,564	99,263	104,870	11,306	12.08%
11-400-1480-50002	Overtime	1,692	2,000	2,000	2,000	2,000	-	0.00%
11-400-1480-50100	Employee Benefits	59,872	62,418	62,418	65,090	65,719	3,301	5.29%
11-400-1480-50271	Gasoline & Vehicle Maint.	13,333	14,000	14,000	12,352	12,751	(1,249)	-8.92%
11-400-1480-50275	Repair & Maint. Equipment	9,663	10,000	10,000	10,000	10,000	-	0.00%
11-400-1480-50311	Operating Supplies	47,663	48,000	48,000	48,000	48,000	-	0.00%
11-400-1480-50320	Uniform & Protective Gear	248	250	250	250	250	-	0.00%
11-400-1480-50345	Building Materials	7,078	10,000	10,000	10,000	10,000	-	0.00%
	Traffic Control	230,803	240,232	240,232	246,985	253,590	13,358	5.56%
11-400-1490-50002	Overtime	54,400	60,000	60,000	60,000	60,000	-	0.00%
11-400-1490-50100	Employee Benefits	13,635	-	-	-	-	-	0.00%
11-400-1490-50260	Rental - Equip. & Facilities	-	1,000	1,000	1,000	1,000	-	0.00%
11-400-1490-50305	Water Charges	1,807	1,000	1,000	1,000	1,000	-	0.00%
11-400-1490-50306	Electricity	1,323	125	125	125	125	-	0.00%
11-400-1490-50311	Operating Supplies	3,353	5,000	5,000	5,000	5,000	-	0.00%
11-400-1490-50340	Road Supplies	152,828	150,000	150,000	150,000	150,000	-	0.00%
11-400-1490-50350	Equipment Parts	1,344	1,500	1,500	1,500	1,500	-	0.00%
	Snow Removal	228,690	218,625	218,625	218,625	218,625	-	0.00%
11-400-1505-50001	Building and Grounds Salaries	725,551	833,075	783,075	846,584	883,437	50,362	6.05%
11-400-1505-50002	Overtime	22,453	23,000	23,000	23,000	23,000	-	0.00%
11-400-1505-50003	Holiday Pay	4,718	3,500	3,500	3,500	3,500	-	0.00%
11-400-1505-50004	Temp/Seasonal Wages	80,216	70,000	70,000	70,000	70,000	-	0.00%
11-400-1505-50100	Employee Benefits	409,215	470,840	420,840	473,120	470,746	(94)	-0.02%
11-400-1505-50210	Dues & Subscriptions	815	1,200	1,200	1,200	1,200	-	0.00%
11-400-1505-50212	Conf. & Training	(136)	2,250	2,250	2,250	2,250	-	0.00%
11-400-1505-50225	Contract Services	62,936	58,000	58,000	60,000	60,000	2,000	3.45%
11-400-1505-50239	Liability Insurance	203,498	225,000	222,020	247,500	247,500	22,500	10.00%
11-400-1505-50260	Rental - Equip. & Facilities	500	-	-	-	-	-	0.00%
11-400-1505-50271	Gasoline & Vehicle Maint	168,474	221,000	221,000	156,210	161,256	(59,744)	-27.03%
11-400-1505-50275	Repair & Maint., Fac/Equip	30,791	31,300	31,300	31,300	31,300	-	0.00%
11-400-1505-50304	Heating Oil	28,004	20,000	20,000	25,000	25,000	5,000	25.00%
11-400-1505-50305	Water Charge	10,935	15,000	15,000	15,000	15,000	-	0.00%
11-400-1505-50306	Electricity	50,920	50,000	50,000	50,000	50,000	-	0.00%
11-400-1505-50307	Natural Gas	631	1,500	1,500	1,500	1,500	-	0.00%
11-400-1505-50311	Operating Supplies	37,107	28,000	28,000	35,000	35,000	7,000	25.00%
11-400-1505-50320	Uniforms and Protective Gear	2,195	2,800	2,800	2,800	2,800	-	0.00%
11-400-1505-50330	Landscape Supplies	5,500	5,000	5,000	5,500	5,500	500	10.00%
11-400-1505-50335	Chemicals	1,375	1,400	1,400	1,400	1,400	-	0.00%

CITY OF NEWPORT, RHODE ISLAND
FISCAL YEARS 2016 AND 2017 PROPOSED BUDGET
GENERAL FUND EXPENDITURES

ACCT NUMBER	ACCOUNT NAME	2014 ACTUAL EXPEND	2015 ADOPTED BUDGET	2015 PROJECTED RESULTS	2016 PROPOSED BUDGET	2017 PROPOSED BUDGET	2-Year Dollar Change	2-Year Percent Change
11-400-1505-50345	Building Materials	25,045	30,000	30,000	30,000	30,000	-	0.00%
11-400-1505-50347	Grounds Maintenance Supplies	1,800	1,800	1,800	1,800	1,800	-	0.00%
11-400-1505-50350	Equipment Parts	7,800	7,800	7,800	7,800	7,800	-	0.00%
11-400-1505-50361	Office Supplies	1,537	2,000	2,000	2,000	2,000	-	0.00%
11-400-1505-50370	Mutt Mitt Supplies	11,249	11,250	11,250	12,500	12,500	1,250	11.11%
	Buildings and Grounds	1,893,129	2,115,715	2,012,735	2,104,964	2,144,489	28,774	1.36%
11-400-1530-50275	Repair & Maint., Equipment	37,070	50,000	60,896	60,000	60,000	10,000	20.00%
11-400-1530-50306	Electricity	651,772	550,000	550,000	650,000	650,000	100,000	18.18%
11-400-1530-50307	Natural Gas	21,199	20,000	20,000	22,000	22,000	2,000	10.00%
	Street Lighting	710,041	620,000	630,896	732,000	732,000	112,000	18.06%
11-400-1540-50001	Street Cleaning Salaries	95,096	97,207	97,207	99,069	102,893	5,686	5.85%
11-400-1540-50002	Overtime	1,493	2,000	2,000	2,000	2,000	-	0.00%
11-400-1540-50003	Holiday Pay	2,264	2,000	2,000	2,000	2,000	-	0.00%
11-400-1540-50100	Employee Benefits	59,300	63,311	63,311	64,200	64,347	1,036	1.64%
11-400-1540-50225	Sweep Disposal	8,803	15,000	15,000	15,000	15,000	-	0.00%
11-400-1540-50271	Gasoline & Vehicle Maint.	21,187	26,000	26,000	21,752	22,485	(3,545)	-13.64%
11-400-1540-50311	Operating Supplies	2,258	2,500	2,500	2,500	2,500	-	0.00%
11-400-1540-50320	Uniforms & Protective Gear	300	500	500	500	500	-	0.00%
11-400-1540-	Allocate 1/2 costs to WPC	-	(104,209)	-	-	-	104,209	-100.00%
	Street Cleaning	190,701	104,309	208,518	207,021	211,695	107,386	102.95%
11-400-1550-50001	Solid Waste Salaries	58,988	61,022	45,000	54,115	57,003	(4,019)	-6.59%
11-400-1550-50002	Overtime	140	600	600	600	600	-	0.00%
11-400-1550-50004	Temp/Seasonal Wages	20,727	35,671	35,000	36,000	36,000	329	0.92%
11-400-1550-50100	Employee Benefits	33,773	34,964	30,000	36,187	33,329	(1,635)	-4.68%
11-400-1550-50205	Copying & Binding	1,670	1,000	1,000	1,000	1,000	-	0.00%
11-400-1550-50207	Legal Advertisement	-	300	300	300	300	-	0.00%
11-400-1550-50210	Dues & Subscriptions	-	-	-	-	300	300	100.00%
11-400-1550-50212	Conferences & Training	35	500	500	500	500	-	0.00%
11-400-1550-50250	City Street/Park Barrels	197,248	205,000	205,000	205,000	215,000	10,000	4.88%
11-400-1550-50253	Yard Waste Composting	180,478	215,000	215,000	215,000	225,000	10,000	4.65%
11-400-1550-50256	Refuse Collection	781,372	775,000	700,000	650,000	675,000	(100,000)	-12.90%
11-400-1550-50257	Refuse Disposal	224,287	275,000	275,000	225,000	225,000	(50,000)	-18.18%
11-400-1550-50258	Recycling - Collection	558,061	550,000	550,000	600,000	620,000	70,000	12.73%
11-400-1550-50259	Bulky Waste Disposal	41,530	45,000	45,000	10,000	10,000	(35,000)	-77.78%
11-400-1550-50271	Gasoline & Vehicle Maint.	11,066	12,099	12,099	8,720	9,002	(3,097)	-25.60%
11-400-1550-50311	Operating Supplies	9,309	10,000	10,000	10,000	10,000	-	0.00%
11-400-1550-50320	Uniforms & Protective Gear	211	200	200	200	200	-	0.00%
11-400-1550-50361	Office Supplies	288	200	200	200	200	-	0.00%
11-400-1550-50374	Graffiti Mitigation	2,500	3,000	3,000	3,000	3,000	-	0.00%
11-400-1550-50551	Waste Carts Loan Payment	-	-	-	155,000	155,000	155,000	100.00%
	Solid Waste Collect/Disp	2,121,683	2,224,536	2,127,899	2,210,822	2,276,494	51,878	2.33%
11-700-3102-50001	Recreation Salaries	158,558	187,181	187,181	185,472	191,135	3,954	2.11%
11-700-3102-50002	Overtime	2,585	2,600	2,600	2,600	2,600	-	0.00%
11-700-3102-50004	Temp/Seasonal	86,745	110,000	110,000	105,000	105,000	(5,000)	-4.55%
11-700-3102-50100	Employee Benefits	86,386	108,792	108,792	106,327	105,754	(3,038)	-2.79%
11-700-3102-50120	Bank Fees	2,605	3,100	3,100	3,100	3,100	-	0.00%
11-700-3102-50210	Dues & Subscriptions	892	1,000	1,000	1,000	1,000	-	0.00%
11-700-3102-50212	Conf. & Training	-	1,500	1,500	1,500	1,500	-	0.00%
11-700-3102-50225	Contract Services	1,355	2,600	2,600	2,600	2,600	-	0.00%
11-700-3102-50226	Software Maintenance Fee	-	-	-	12,500	12,500	12,500	100.00%
11-700-3102-50239	Liability Insurance	2,348	2,620	2,075	2,900	2,900	280	10.69%
11-700-3102-50260	Rental - Equip. & Facilities	-	2,500	2,500	2,500	2,500	-	0.00%
11-700-3102-50271	Gasoline & Vehicle Maint.	7,570	12,666	12,666	7,683	7,931	(4,735)	-37.38%
11-700-3102-50275	Repair & Maint.	62	-	-	-	-	-	0.00%
11-700-3102-50305	Water Charge	14,601	10,000	10,000	14,000	14,000	4,000	40.00%
11-700-3102-50306	Electricity	14,309	13,250	13,250	14,000	14,000	750	5.66%
11-700-3102-50307	Natural Gas	11,218	11,000	11,000	11,000	11,000	-	0.00%
11-700-3102-50309	Household Supplies	2,427	3,350	3,350	3,000	3,000	(350)	-10.45%
11-700-3102-50311	Operating Supplies	3,664	4,550	4,550	4,200	4,200	(350)	-7.69%
11-700-3102-50334	Recreation Programs	35,965	38,000	38,000	38,000	38,000	-	0.00%
11-700-3102-50350	Equipment Parts	1,400	2,000	2,000	2,000	2,000	-	0.00%
11-700-3102-50361	Office Supplies	5,274	6,000	6,000	6,000	6,000	-	0.00%
	Recreation	437,964	522,709	522,164	525,382	530,720	8,011	1.53%
11-700-3105-50001	Salaries	111,946	115,576	115,576	120,435	125,605	10,029	8.68%
11-700-3105-50002	Overtime	14,722	20,000	20,000	17,500	17,500	(2,500)	-12.50%

CITY OF NEWPORT, RHODE ISLAND
FISCAL YEARS 2016 AND 2017 PROPOSED BUDGET
GENERAL FUND EXPENDITURES

ACCT NUMBER	ACCOUNT NAME	2014 ACTUAL EXPEND	2015 ADOPTED BUDGET	2015 PROJECTED RESULTS	2016 PROPOSED BUDGET	2017 PROPOSED BUDGET	2-Year Dollar Change	2-Year Percent Change
11-700-3105-50003	Holiday Pay	-	530	500	530	530	-	0.00%
11-700-3105-50004	Temp/Seasonal Wages	328,773	275,000	275,000	285,000	285,000	10,000	3.64%
11-700-3105-50004	Temp/Seasonal Wages-Maintenance	-	20,000	20,000	20,000	20,000	-	0.00%
11-700-3105-50010	Special Detail Pay	5,290	10,500	10,500	8,000	8,000	(2,500)	-23.81%
11-700-3105-50100	Employee Benefits	77,858	88,587	88,587	70,956	71,082	(17,505)	-19.76%
11-700-3105-50105	Worker's Compensation	-	4,830	4,830	-	-	(4,830)	-100.00%
11-700-3105-50120	Bank Fees	534	3,500	3,500	2,000	2,000	(1,500)	-42.86%
11-700-3105-50205	Copying & Binding	23	450	450	250	250	(200)	-44.44%
11-700-3105-50207	Legal Advertisement	7,131	8,000	8,000	8,000	8,000	-	0.00%
11-700-3105-50212	Conferences & Training	130	750	750	750	750	-	0.00%
11-700-3105-50223	Carousel	2,259	2,500	2,500	2,500	2,500	-	0.00%
11-700-3105-50224	Rotunda Expense	3,749	5,000	5,000	5,000	5,000	-	0.00%
11-700-3105-50225	Contract Services	52,021	55,000	55,000	55,000	55,000	-	0.00%
11-700-3105-50226	Software Maintenance Fees	-	-	-	12,500	12,500	12,500	100.00%
11-700-3105-50231	Seaweed Removal	2,678	16,000	16,000	12,500	12,500	(3,500)	-21.88%
11-700-3105-50233	New UDAG Seaweed	-	3,849	3,849	3,849	3,849	-	0.00%
11-700-3105-50239	Liability Insurance	11,449	12,000	12,000	13,200	13,200	1,200	10.00%
11-700-3105-50260	Rental Equip & Facilities	4,529	5,000	5,000	5,000	5,000	-	0.00%
11-700-3105-50271	Gasoline & Vehicle Maintenance	22,780	35,000	35,000	25,409	26,230	(8,770)	-25.06%
11-700-3105-50275	Repair & Maintenance of Property	68,102	40,000	40,000	40,000	40,000	-	0.00%
11-700-3105-50305	Water Charge	21,912	25,000	25,000	25,000	25,000	-	0.00%
11-700-3105-50306	Electricity	9,746	8,000	8,000	11,000	11,000	3,000	37.50%
11-700-3105-50307	Natural Gas	6,747	7,000	7,000	7,500	7,500	500	7.14%
11-700-3105-50309	Household Supplies	4,078	5,000	5,000	5,000	5,000	-	0.00%
11-700-3105-50311	Operating Supplies	12,725	10,000	10,000	10,000	10,000	-	0.00%
11-700-3105-50313	Medical Supplies	916	1,000	1,000	1,000	1,000	-	0.00%
11-700-3105-50320	Uniforms & Protective Gear	2,586	3,000	3,036	3,000	3,000	-	0.00%
11-700-3105-50328	Beach Store Expense	14,387	20,000	20,000	15,000	15,000	(5,000)	-25.00%
11-700-3105-50330	Landscaping Supplies	-	250	250	250	250	-	0.00%
11-700-3105-50345	Building Materials	5,831	6,000	6,000	6,000	6,000	-	0.00%
11-700-3105-50361	Office Supplies	1,427	1,500	1,500	1,500	1,500	-	0.00%
11-700-3105-50440	Equipment	21,898	10,000	10,000	-	-	(10,000)	-100.00%
11-700-3105-50551	Harvester	-	32,470	32,470	32,470	32,470	-	0.00%
11-700-3105-50558	Interest Expense	1,619	2,627	2,627	2,627	2,627	-	0.00%
	Easton's Beach	817,846	853,919	853,925	828,726	834,843	(19,076)	-2.23%
TOTAL PUBLIC SERVICES		9,578,239	9,838,445	10,058,282	10,037,007	10,207,915	369,470	3.76%
11-600-3120-50001	Civic Invest/Planning Salaries	270,097	293,604	200,000	179,824	185,854	(107,750)	-36.70%
11-600-3120-50002	Overtime	1,958	600	600	600	600	-	0.00%
11-600-3120-50100	Employee Benefits	117,111	131,043	85,000	78,329	77,237	(53,806)	-41.06%
11-600-3120-50207	Legal Advertising	157	500	500	500	500	-	0.00%
11-600-3120-50210	Dues & Subscriptions	-	8,000	3,500	8,000	8,000	-	0.00%
11-600-3120-50212	Conf. & Training	116	500	5,000	6,000	6,000	5,500	1100.00%
11-600-3120-50225	Contract Services	5,588	45,000	15,000	75,000	75,000	30,000	66.67%
11-600-3120-50251	Phones and Communications	628	1,300	1,400	1,300	1,300	-	0.00%
11-600-3120-50268	Mileage Reimb.	390	800	400	800	800	-	0.00%
11-600-3120-50271	Gasoline & Vehicle Maint.	7,085	6,000	6,000	6,013	6,207	207	3.45%
11-600-3120-50361	Office Supplies	1,550	5,600	4,500	5,600	5,600	-	0.00%
	Planning Services	404,680	492,947	321,900	361,966	367,688	(125,849)	-25.53%
11-600-3123-50001	Community Dev Salaries	53,120	59,270	-	40,000	60,000	730	1.23%
11-600-3123-50100	Employee Benefits	28,519	34,447	-	10,000	29,708	(4,739)	-13.76%
11-600-3123-50212	Conf. & Training	-	100	-	100	100	-	0.00%
11-600-3123-50225	Contract Services	-	-	-	-	200	200	100.00%
11-600-3123-50238	Postage	-	100	-	100	100	-	0.00%
	Community Development	81,639	93,917	-	50,200	90,108	(3,809)	-4.06%
TOTAL CIVIC INVESTMENT		486,319	586,864	321,900	412,166	457,206	(129,658)	-22.09%
11-650-3121-50001	Zoning Salaries	134,614	137,200	137,200	241,885	247,931	110,731	80.71%
11-650-3121-50003	Holiday Pay	188	650	650	650	650	-	0.00%
11-650-3121-50004	Temp/Seasonal Wages	6,775	8,500	8,500	10,000	10,000	1,500	17.65%
11-650-3121-50100	Employee Benefits	57,886	63,899	63,899	130,381	129,018	65,119	101.91%
11-650-3121-50207	Legal Advertisement	11,769	14,000	14,000	15,000	15,000	1,000	7.14%
11-650-3121-50212	Conf. & Training	-	1,000	1,000	3,000	3,000	2,000	200.00%
11-650-3121-50225	Contract Services	11,380	14,420	14,420	18,000	18,000	3,580	24.83%
11-650-3121-50251	Phones & Communication	1,864	1,900	1,900	1,900	1,900	-	0.00%
11-650-3121-50268	Mileage Reimbursement	43	1,000	1,000	1,000	1,000	-	0.00%
11-650-3121-50311	Operating Supplies	274	1,000	1,000	3,000	3,000	2,000	200.00%
11-650-3121-50361	Office Supplies	1,166	3,100	3,100	3,100	3,100	-	0.00%

**CITY OF NEWPORT, RHODE ISLAND
FISCAL YEARS 2016 AND 2017 PROPOSED BUDGET
GENERAL FUND EXPENDITURES**

ACCT NUMBER	ACCOUNT NAME	2014 ACTUAL EXPEND	2015 ADOPTED BUDGET	2015 PROJECTED RESULTS	2-Year Dollar Change	2-Year Percent Change
11-650-3122-50001	Zoning Enforcement	225,959	246,669	246,669	185,930	75.38%
11-650-3122-50002	Bldg Insp Salaries	310,740	327,147	327,147	25,908	7.92%
11-650-3122-50004	Overtime	-	2,000	2,000	-	0.00%
11-650-3122-50100	Temp/Seasonal Wages	28,431	25,000	25,000	-	0.00%
11-650-3122-50100	Employee Benefits	147,856	160,366	160,366	(8,956)	-5.58%
11-650-3122-50210	Dues & Subscriptions	667	700	700	-	0.00%
11-650-3122-50212	Conf. & Training	1,169	1,500	1,500	-	0.00%
11-650-3122-50251	Phones & Communication	1,553	2,720	2,720	-	0.00%
11-650-3122-50268	Mileage Reimbursement	1,801	2,000	2,000	-	0.00%
11-650-3122-50271	Gasoline & Vehicle Maint.	24,979	32,312	32,312	(8,928)	-27.63%
11-650-3122-50361	Office Supplies	2,551	4,600	4,600	-	0.00%
	Building Inspect Services	519,747	558,345	558,345	8,024	1.44%
TOTAL ZONING & INSPECTIONS		745,706	805,014	805,014	193,954	24.09%
	Transfer to Capital Improvement Fund	2,320,900	2,913,950	2,913,950	(17,415)	-0.60%
	Transfer to Library Capital Account				-	100.00%
	Transfer to School Capital Improvements Account					
	Transfer to Other Funds - CP	362,223				
	Transfer to Maritime Fund					
	Proj. Savings-Merge Canvassing & City Clerk		(250,000)			
	Proj. Savings-Trash Collection		(100,000)			
	TOTAL GENERAL FUND	\$ 84,313,586	\$ 88,538,139	\$ 88,348,922	2,211,181	2.50%