

Unemployment Fund

Mission Statement

It is the mission of the Unemployment Tax Fund to provide services for unemployment costs to former employees.

Primary Functions → The primary function of the Unemployment Tax Fund is to account for all unemployment expenditures.

Fund Highlights

The City will continue to strive to provide this program to former employees while maintaining responsible costs for the taxpayers through its self-insured program.

Budget Summary

UNEMPLOYMENT TAX FUND BUDGET SUMMARY					
APPROPRIATION	2003 ACTUAL	2004 BUDGET	2004 ACTUAL	2005 BUDGET	INCREASE (DECREASE)
CONTRACTUAL	\$114,298	\$50,250	\$21,868	\$70,250	\$20,000
TOTAL	\$114,298	\$50,250	\$21,868	\$70,250	\$20,000
FUNDING SOURCE		2004 AMOUNT	2004 PERCENTAGE	2005 AMOUNT	2005 PERCENTAGE
PROPERTY TAXES					
UNEMPLOYMENT TAX		\$0	0.0	\$63,817	86.0
INTERFUND TRANSFERS		250	100.0	10,414	14.0
INTEREST INCOME		0	0.0	0	0.0
TOTAL		\$250	100.0	\$74,231	100.0

Budget Analysis

The City operates a self-insured unemployment tax program with financing provided by premiums charged to departments based on a percentage of the first \$9,000 salary. The property tax rate for unemployment compensation is unlimited by statute. The 2005 estimated rate is 0.4 cents; there was no levy filed for 2004.

2004 revenues and expenses were \$0 and \$21,868 respectively.

Five Year Financial Forecast

The 2006-2010 five-year forecast assumes that unemployment costs will increase 5% annually and that premiums will be adjusted as necessary during this period.

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UNEMPLOYMENT COMPENSATION FUND 2006-2010 FINANCIAL FORECAST (IN \$000'S)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Revenues	\$80	\$80	\$81	\$82	\$69
Expenses	<u>53</u>	<u>55</u>	<u>58</u>	<u>61</u>	<u>64</u>
Excess (Deficit)	<u>27</u>	<u>25</u>	<u>23</u>	<u>21</u>	<u>5</u>
Beginning Balance	<u>(70)</u>	<u>(43)</u>	<u>(18)</u>	<u>5</u>	<u>26</u>
Ending Balance	<u>(\$43)</u>	<u>(\$18)</u>	<u>\$5</u>	<u>\$26</u>	<u>\$31</u>
Property Tax Rates (in cents)	0.4	0.4	0.4	0.4	0.3