

# Revenue Estimates

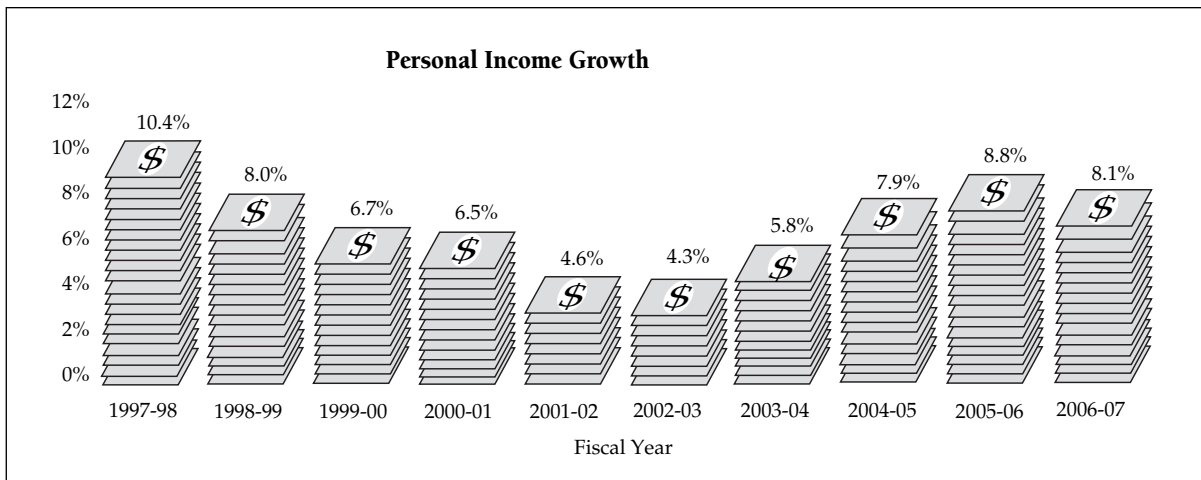
Revenue estimates for 2006-07 are based on assumptions about the local economy and population changes, on underlying cost estimates for cost-recovery rates and fees, and on the continuation of current state revenue collection and sharing practices. Adjustments to fees, such as those for water and sewer service, are established in separate planning processes and are incorporated in these estimates. In addition, other revenue estimates are developed using the most current information from outside entities that establish such fees. Examples of revenues derived from fees set by outside entities

include portions of court fines and fees, and ambulance fees. Finally, the revenue estimates reflect an approved adjustment to property tax revenues. Consistent with recommendations of the 2006 Bond Committee, the primary property tax levy has been increased to the maximum allowable amount. The current \$1.82 combined primary and secondary property tax rate will remain the same.

The state and local economy achieved strong growth in 2004-05, bolstered by strong growth in construction, retail sales and business and personal income taxes.

This trend has continued into 2005-06. It is assumed that growth will stabilize for the balance of the year. Personal income is a major driver for estimating state and local sales taxes and state-shared income taxes. Consistent with projections by local economists, the chart below shows that personal income is expected to grow by 8.1 percent in 2006-07, down from the 8.8 percent estimated for 2005-06.

In non-General Fund revenues, the 2006-07 estimates for Water, Wastewater and Solid Waste systems reflect full year impacts of 2005-06 fee increases.





**GENERAL REVENUES BY MAJOR SOURCE**  
**(In Thousands of Dollars)**

Revenue Source	2004-05 Actuals	% of Total	2005-06 Estimate	% of Total	2006-07 Budget	% of Total	Increase/(Decrease) from 2005-06 Est.	
							Amount	Percent
<b>Local Taxes</b>								
Sales Tax	\$356,702	42.3%	\$402,800	42.9%	\$440,536	43.1%	\$37,736	9.4%
Privilege License Fees	2,263	0.3	2,350	0.3	2,350	0.2	–	0.0
Subtotal	\$358,965	42.6%	\$405,150	43.2%	\$442,886	43.4%	\$37,736	9.3%
<b>State-Shared Revenues</b>								
Sales Tax	123,788	14.7	140,520	15.0	144,557	14.2	4,037	2.9
State Income Tax	121,440	14.4	138,313	14.7	166,390	16.3	28,077	20.3
Vehicle License Tax	56,552	6.7	60,765	6.5	60,584	5.9	(181)	-0.3
Subtotal	\$301,780	35.8%	\$339,598	36.2%	\$371,531	36.4%	\$31,933	9.4%
<b>Primary Property Tax</b>	82,547	9.8	90,396	9.6	95,660	9.4	5,264	5.8
<b>User Fees/Other Revenues</b>								
Licenses & Permits	2,459	0.3	2,507	0.3	2,533	0.2	26	1.0
Cable Communications	7,968	0.9	8,464	0.9	8,475	0.8	11	0.1
Fines & Forfeitures	19,301	2.3	21,485	2.3	23,110	2.3	1,625	7.6
Court Default Fee	820	0.1	1,040	0.1	1,121	0.1	81	7.8
Engineering & Architectural Services	2,930	0.3	1,122	0.1	2,514	0.2	1,392	+100.0
Fire	28,716	3.4	28,623	3.1	31,035	3.0	2,412	8.4
Hazardous Materials Inspection Fees	1,346	0.2	1,325	0.1	1,325	0.1	–	0.0
Library Fees	1,048	0.1	1,583	0.2	1,718	0.2	135	8.5
Parks & Recreation	3,165	0.4	5,320	0.6	5,151	0.5	(169)	-3.2
Planning	1,803	0.2	1,515	0.2	1,558	0.2	43	2.9
Police	11,111	1.3	11,700	1.2	11,822	1.2	122	1.0
Street Transportation	3,223	0.4	2,240	0.2	2,247	0.2	7	0.3
Other Service Charges	14,035	1.7	14,988	1.6	17,117	1.7	2,129	14.2
All Others	1,767	0.2	1,296	0.1	1,713	0.2	417	32.2
Subtotal	\$99,692	11.8%	\$103,208	11.0%	\$111,439	10.9%	\$8,231	8.0%
<b>TOTAL GENERAL FUND</b>	<b>\$842,984</b>	<b>100.0%</b>	<b>\$938,352</b>	<b>100.0%</b>	<b>\$1,021,162</b>	<b>100.0%</b>	<b>\$83,164</b>	<b>8.9%</b>

