

LINDON CITY EMPLOYEES' VALUE STATEMENT

WE ARE HONEST.

WE GIVE TRUTHFUL, ACCURATE STATEMENTS TO THE BEST OF OUR ABILITY.

WE ARE RESPONSIBLE

WE GIVE FAIRNESS, RELIABILITY, AND DEVOTION TO OUR JOBS SERVING THE RESIDENTS OF LINDON CITY.

WE ARE RESPECTFUL.

WE HONOR AND VALUE EACH PERSON'S POINT OF VIEW, WHETHER FELLOW EMPLOYEE, OR MEMBER OF THE PUBLIC.

WE ARE PROFESSIONAL.

WE REALIZE THAT EACH INDIVIDUAL HAS THEIR OWN POINT OF VIEW AND RESPOND TO IT WITH TOLERANCE, COMPASSION AND GENEROSITY.

WE ARE LOYAL.

WE STAND BESIDE EACH OTHER AND DEFEND THE PRINCIPLES AND STANDARDS OF LINDON CITY.

**WE DISPLAY THE QUALITIES OF INTEGRITY.
WE REPRESENT LINDON CITY TO THE WORLD.**



LINDON CITY ANNUAL BUDGET

**FOR THE FISCAL YEAR
JULY 1, 2010 – JUNE 30, 2011**

JAMES A. DAIN
MAYOR

JERALD I. HATCH
COUNCIL MEMBER

LINDSEY M. BAYLESS
COUNCIL MEMBER

BRUCE N. CARPENTER
COUNCIL MEMBER

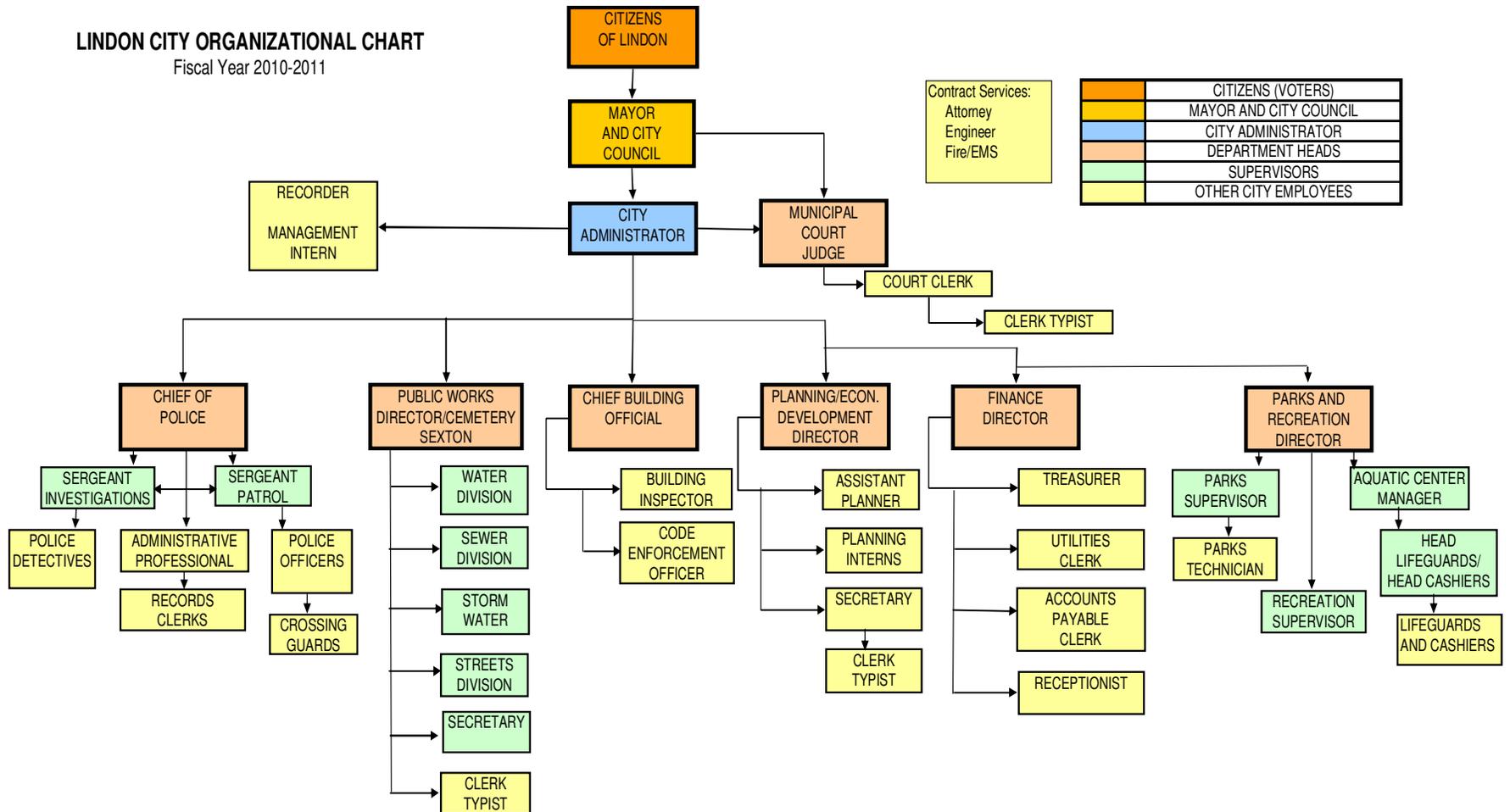
MARK L. WALKER
COUNCIL MEMBER

BRETT D. FRAMPTON
COUNCIL MEMBER

OTT H. DAMERON
CITY ADMINISTRATOR

LINDON CITY ORGANIZATIONAL CHART

Fiscal Year 2010-2011





GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

Lindon City

Utah

For the Fiscal Year Beginning

July 1, 2009

A handwritten signature in black ink, appearing to be 'H.R.', written over a horizontal line.

President

A handwritten signature in black ink, appearing to be 'William R. ...', written over a horizontal line.

Executive Director

LINDON CITY
2010-2011 APPROVED BUDGET

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June 30, 2010

Honorable Mayor Dain,
Members of the City Council,
Citizens of Lindon

RE: 2010 BUDGET MESSAGE

It is our privilege to present the Fiscal Year 2010-2011 Budget to you for your approval. This document is prepared following two public hearings held on June 1, 2010 and June 15, 2010. The following Budget Message is an overview of the highlights in the budget. Additional information is available from Jamie Bennee, Finance Director, who has prepared the budget in full detail. It is our intent to again submit the budget for consideration of the Government Finance Officers Association (GFOA) Distinguished Budget Award.

BUDGET MESSAGE

This budget has been prepared in a very similar economic environment compared to a year ago. While there is disagreement among economists about when the economy is expected to rebound, there is no doubt that a nationwide credit crisis, a drop in new home sales, home foreclosures, and an unemployment rate just under 10% continues to hinder recovery. Consumer confidence, locally and across the nation, continues to be shaken. Retail sales continue to suffer causing a reduction of sales tax collections in the General Fund which is substantially supported by these revenues.

These recessionary trends are not new and Lindon City has weathered similar economic storms in the past by establishing sound financial policies, such as:

- ◆ Using one-time monies for one-time projects.
- ◆ Utilizing a well thought out process for additions to staff.
- ◆ Evaluating the need to replace staff when a position becomes open due to resignation or retirement.
- ◆ Developing leading edge technology to improve customer service while increasing efficiency.
- ◆ Maintaining fund reserves.

Though this economic downturn will be temporary, this budget includes severely curtailed capital improvement projects, a soft hiring freeze which has resulted in not

replacing 6 positions, along with travel and training reductions. This is the second year of these restrictive policies.

BUDGET POLICIES

The City always takes a conservative approach to the budgeting process by slightly underestimating revenues while slightly overestimating expenditures. The City also relies most often on a pay-as-you-go method whenever possible. However, the use of debt often is the most advantageous method of funding large capital projects, especially when bonds can be issued at low interest rates. Additionally, bonding remains a valid funding tool for capital projects as long-term debt spreads out the payment to the future generations who benefit from the capital infrastructure. This budget does not recommend the issuance of additional long-term bonds this fiscal year. Of significance is the fact that the City maintains an “AA” bond rating, which is one of the highest ratings of cities much larger than Lindon.

Other budget policies include the requirement for a new or increased source of revenue before recommending any increases in operational costs. As a safeguard, all revenue collections and expenditures are monitored throughout the year by management.

EXPENDITURE HIGHLIGHTS

Personnel

This budget includes few requests for personnel. Staffing the Aquatics Center will be necessary for the summer months, and the City plans to have a part time assistant to the Parks and Recreation Director to help start programs for our new Community Center. This part time assistant will be responsible for the day-to-day operations of the Community Center, Senior Citizens programs, and helping the City transition from the pool in the summer months to the programs of the Community Center.

The City is not planning any wage/salary increases for this coming year.

Operations

Operations have been cut to avoid potential layoffs. The Department Heads have reduced their budgets in some cases by 10%, and have tried to maintain these estimates for the 2010-2011 fiscal year.

Capital

Capital expenditures this fiscal year consists of a few computer replacements and minimal equipment for the Police Department and Public Works Department. No major projects are planned. The Sewer Fund is anticipating the expansion of a treatment plant and the construction of a new lift station and pressurized line. The Storm Water Fund is anticipating the relocation of a ditch in the wetland area on the west side.

REVENUE HIGHLIGHTS

Minimal increases are requested for Water, Sewer, and Storm Water Fees. Sales taxes from a new car dealership have been conservatively estimated.

CHALLENGES FOR THE FUTURE

Challenges for the future include, of course, funding for the general fund. It is anticipated that the economy will begin a positive turn around and sales tax revenues will begin to increase in the second half of the fiscal year. Other challenges include:

- ◆ Continuing need for infrastructure maintenance.
- ◆ Continuing need for streets maintenance.
- ◆ Unfilled positions which could eventually lead to lower service levels.
- ◆ Increasing costs for contract Fire/EMS.

This budget emphasizes maintaining current operational service levels without an increase in general property taxes for Fiscal Year 2010-2011.

BUDGET AWARD

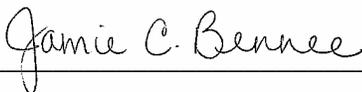
The Government Finance Officers Association of the United States and Canada (GFOA) presented a Distinguished Budget Presentation Award to Lindon City, Utah for its annual budget for the fiscal year beginning July 1, 2009. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan and as a communications 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 the City's sixth consecutive award.

A reproduction of the certificate follows the title page at the beginning of this document.



Ott Dameron
City Administrator



Jamie C. Bennee
Finance Director

