

**LOUISVILLE METRO  
REVENUE ESTIMATES AND RECEIPTS SUMMARY  
FISCAL YEAR 2013-2014**

**Revenue**

Total available funds are estimated at \$566,058,300. This includes: \$528,230,000 in General Fund (GF) revenues; \$15,200,700 in State Municipal Road Aid and County Road Aid funds; \$13,740,200 in Community Development Block Grant (CDBG) funds; \$130,000 from the Capital Fund; and a net total of \$8,757,400 from items such as surplus land transactions and the restoration of the Unassigned General Fund Balance, per Ordinance No. 21, Series 2011.

In FY14, the estimated total funds available of \$566,058,300 will be \$241,800 less than the projected \$566,300,100 available in FY13. This represents a nominal decrease of 0.04%. Metro is budgeting the receipt of \$8,757,400 of carryforward funds from FY13, surplus real property sales, and lapsed capital—this is \$2,846,400 less than the \$11,603,800 budgeted in FY13 due to a lower total of surplus property sales.

Overall GF revenue growth is anticipated at 0.9% in FY14 compared to the FY13 estimate. The FY14 GF estimate of \$528.2M is \$4.8M more than the FY13 GF forecast of \$523.4M. The modest growth rate is primarily driven by several non-recurring items included in the FY13 estimate valued at approximately \$9.4M. The FY13 non-recurring items include the collection of multiple years' worth of Public Service Corporations tax bills due to assessment dispute resolution (declining \$4.2M in FY14), an additional payroll cycle for many of the city's residents due to the fiscal year calendar (estimated at an approximate amount of \$2.3M), and an estimated \$2.9M benefit of prior year tax collections due to a state tax amnesty program that ended in FY13. If these factors were removed from the FY13 base estimate, the growth rate for General Fund would be approximately 2.8%.

Employment and wage growth continue to be positive (Metro has experienced 13 consecutive quarters of wage growth from 1/1/10 through 3/31/13) and is estimated to grow by 3.1% nominally and approximately 4.0% intrinsically if the additional payroll impact from FY13 were removed in FY14 at \$236.5M (45% of the GF budget). Local corporate profits are forecasted to grow 6.5% in FY14 at \$52.9M (10% of the GF budget) and insurance premium fees are anticipated to grow 2.5% in FY14 at \$50.7M (10% of the GF budget). Modest growth in real and personal property taxes is anticipated based on preliminary April assessments and the assumption of flat tax rates adopted in FY14 at 1.4% or \$121.3M (23% of the GF budget).

Revenue estimates were developed primarily based on trend analysis along with the removal of non-recurring items from FY13. In some instances, policy changes such as the Administration's development of a specific revenue collection unit to pursue property-fine related collections prompted a pro-forma analysis to develop a revenue estimate—in this case increasing the estimate from \$1.4M to \$2.4M due to the partial year success in FY13 of moving from \$0.6M in FY12 to the estimated \$1.4M in FY13.