

2017 Budget Presentation

Your Indianapolis Public
Library

Jackie Nytes, CEO

Strategic Plan for 2015-2020

Overview of Plan Goals

1. Enrich Indianapolis' desire for personal growth and learning
2. Strengthen Indianapolis neighborhoods and businesses
3. Act as agents of innovation in the Indianapolis community
4. Maximize accessibility to the Library and its services

Progress on Strategic Plan

- Beech Grove Public Library merged with and into our library system
- Renovations of Southport, Warren, and East Washington will be completed in September, November, and December of 2016
- The addition of two new Bookmobiles along with our Itty Bitty Bookmobiles allowed the Library to increase our service to day cares by 34%
- Significantly increased digital materials – adding juvenile eBooks and eMagazines
- Supporting our culture diversity – the Library offered training to over 400 daycare leaders on how to create a classroom environment that is welcoming to all cultures and skills to engage immigrant families in the educational process.

Comparison of 2017 and 2016

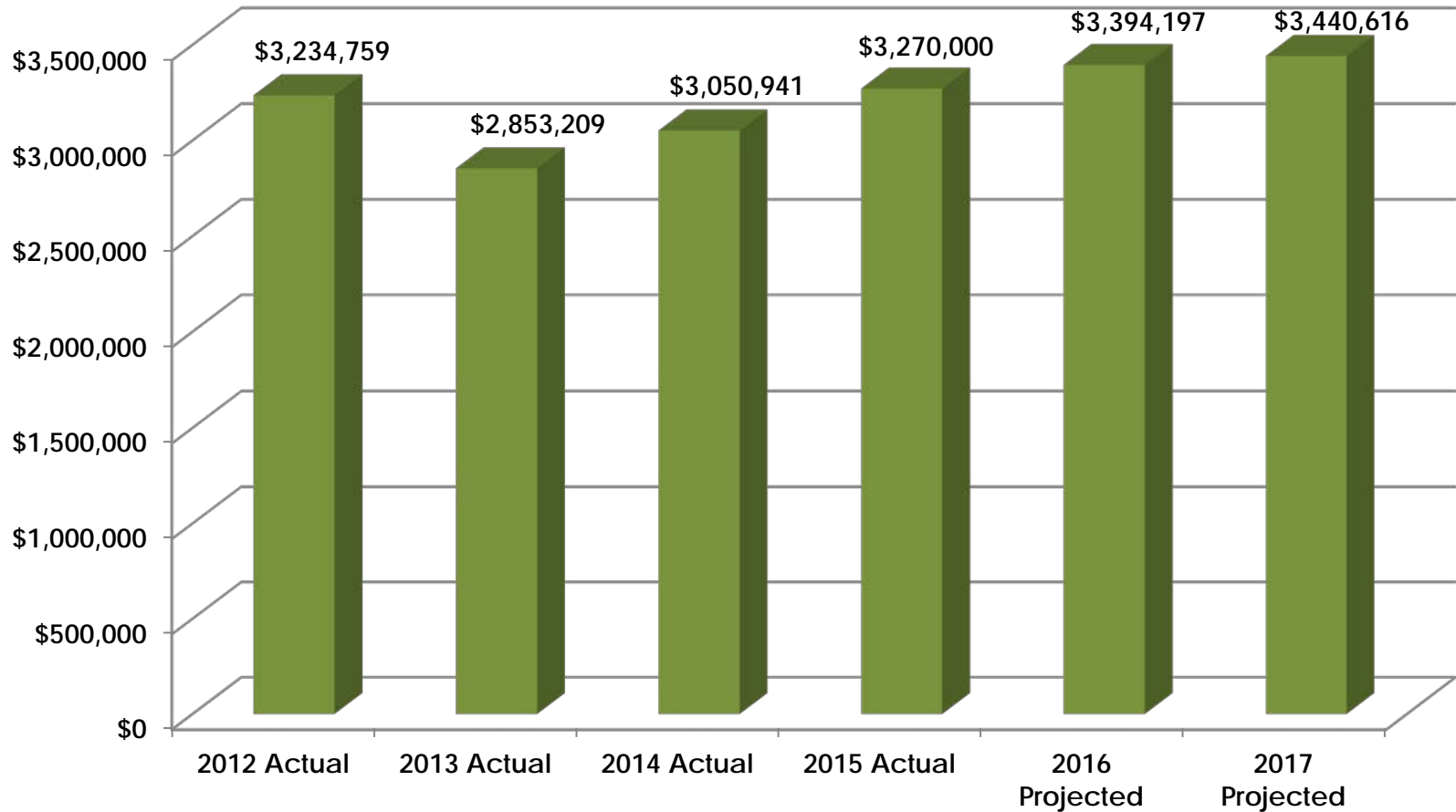
Library Funds	2017	2016	Change
Operating	43,501,386	40,982,312*	2,519,074
Capital Projects	0	1,832,800	(1,832,800)
Debt Service	12,085,804	12,271,488*	(185,684)
Rainy Day	1,000,000	2,500,000	(1,500,000)
Library Improvement	600,000	600,000	0
Total	57,187,190	58,186,600	(999,410)

* Beech Grove's 2016 Budget has been included in the Operating and Debt Service Funds for comparative purposes.

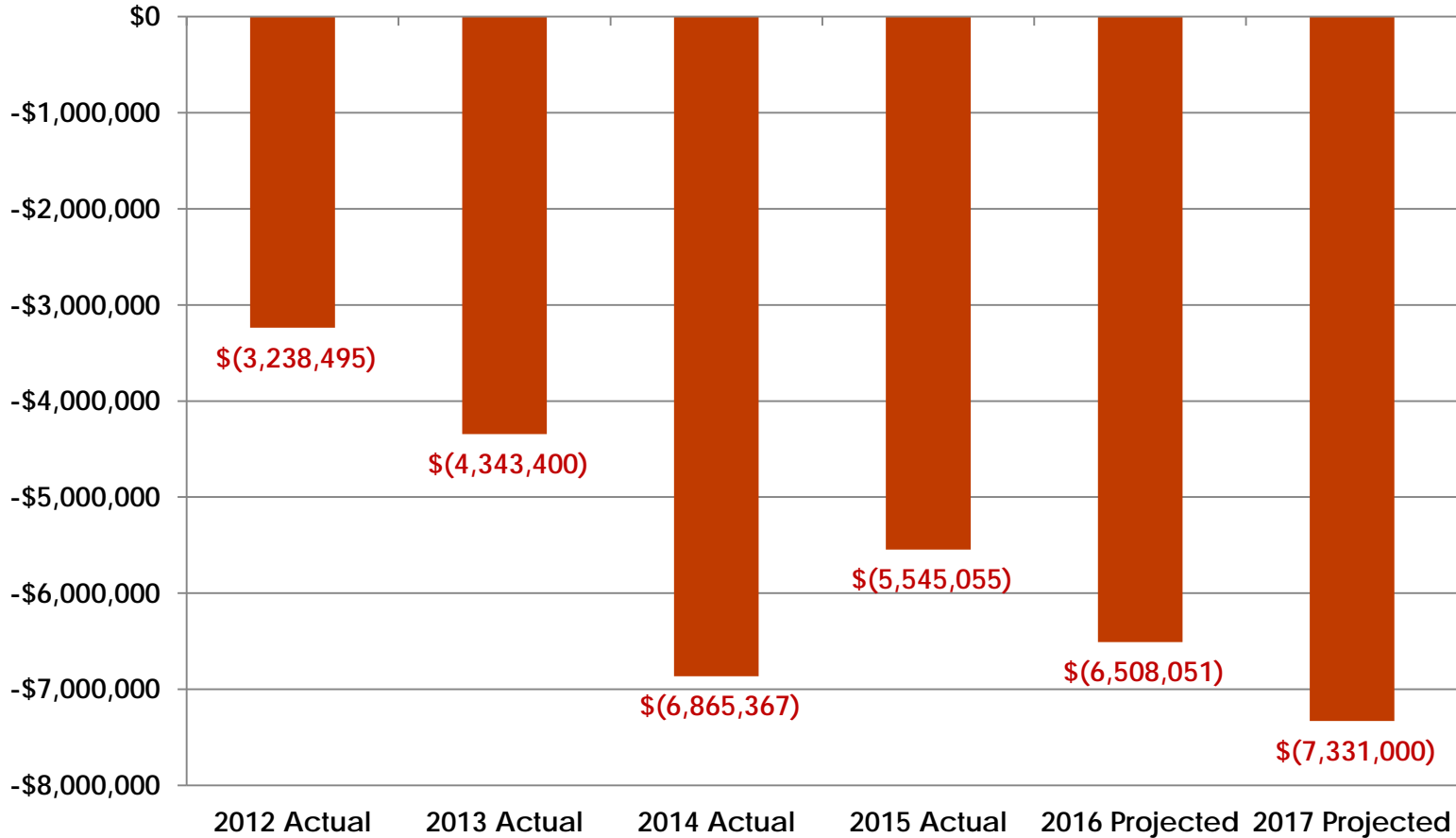
Operating Fund

- **Character 1 Personal Services - \$24,920,433**
 - 2% Merit base pool
 - 1% Increase in Health Insurance
 - Costs associated with the Affordable Health Care Act
 - PERF remains at 14.2% - Employer/Employee Share
- **Character 2 Supplies - \$1,459,609**
 - Includes items previously included in the Library's Capital Project Fund which has been eliminated beginning 2017
- **Character 3 Other Services and Charges - \$13,570,344**
 - Includes increases in utilities and increased funding for electronic formats – e-books, databases, etc. Also includes items previously funded in the Library's Capital Project Fund
- **Character 4 Capital Outlay - \$3,551,000**
 - Tangible collection materials – books, CDs, DVDs – slight decrease. Includes equipment previously funded in the Library's Capital Project Fund

Changes In Property Tax Replacement Funds - LOIT

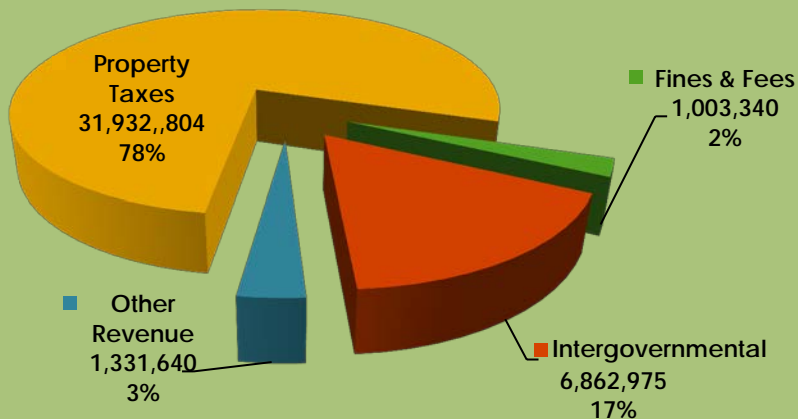


Reduction in Revenue Due to Increases in Property Tax Caps

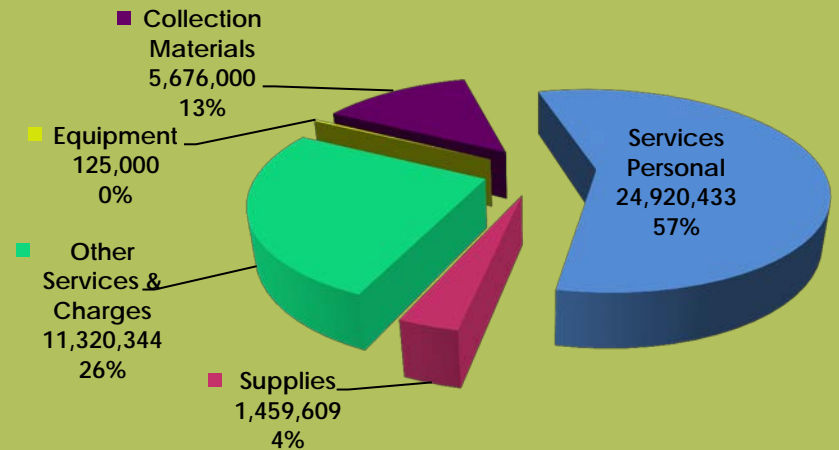


Operating Fund

2017 Estimated Revenue
\$41,130,759



2017 Proposed Budget
\$43,501,386



- The Library's fund balance is being used to cover the difference between the Projected Budget and Estimated Revenue - **\$2,370,627**.
- This structural deficit is less than last year and the Library continues to work on closing this gap.

Replacing Lost Revenues

- What the Library is doing to fill gap made by lost tax revenue:
 - Tapping Rainy Day Fund and Library Improvement Reserve Fund
 - Establishing endowments for staff positions
 - Licensing parking spaces to local businesses
 - Seeking more grants
 - Increasing paid use of space during after hours
 - Foundation – increases in support of Library programs

2017 Proposed Tax Rate based on current Assessed Value

	2017	2016	Increase Decrease
IndyPL- Operating	0.1085	0.0987	0.0098
IndyPL - Debt	0.0325	0.0293	0.0032
IndyPL - CPF	0.0000	0.0038	(0.0038)
Total - IndyPL	0.1411	0.1318	0.0093
BG- Operating	0.1085	0.2257	(0.1172)
BG- Debt	0.0022	0.0000	0.0022
Total - BG	0.1107	0.2257	(0.1150)

Value of Tax Dollars

- Access to 1.8 million items in the collection
- eBooks and other electronic formats – music, audiobooks, eVideo, eMagazines
- Public PCs
- Access to free internet
- Children’s programs – 7,782 conducted in 2015
- Job Centers – providing assistance to those seeking employment
- On a home valued at \$100,000 the estimated tax rate after the homestead credit is approximately \$77.60 – the cost of approximately 5 hardback books purchased from your local bookstore

Alternatives to Operating Fund

- **Capital Projects Fund**
(eliminated for 2017)
 - These items have now been budgeted in the Operating Fund
- **Rainy Day Fund - \$1,000,000**
 - Purchase land for the construction of expanded branches
 - Consulting fees and legal fees associated with land purchases
- **Bond & Interest Redemption Fund - \$12,085,804**
 - Includes all current debt service payments for 2017.
 - Includes proposed bonds for two future locations to be sold in late 2016
- **Library Improvement Reserve Fund- \$600,000**
 - Includes funding for future projects

2017

- Complete the Financial/HR software project – budgeted in 2016 for \$600,000
- RFID– complete the tagging of materials and securing the associated equipment – \$2,000,000
- Securing locations for future building projects

Long Term

- Automated Materials Handling - \$2,000,000
- Book Vending Machine for off-site location - \$250,000
- The Curve at Central – updating technology - \$750,000
- Replacing vehicles - \$210,000

THANK YOU!

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The
INDIANAPOLIS PUBLIC
Library

www.indypl.org