



City of Mount Dora
510 North Baker Street
Mount Dora, Florida 32757
352-735-7126

Mount Dora City Council
Mount Dora City Hall Board Room
510 North Baker Street, Mount Dora, Florida 32757
July 11, 2022, 10:00 AM

AGENDA

CALL TO ORDER

ROLL CALL

DISCUSSION ITEM

1. Governmental Funds Overview 3

FUTURE MEETING DATES

- July 19, 2022, 6:00 PM, Regular Session
- July 25, 2022, 10:00 AM, Work Session
- August 2, 2022, 6:00 PM, Regular Session
- August 16, 2022, 6:00 PM, Regular Session

ADJOURNMENT

PURSUANT TO SECTION 286.0105, FLORIDA STATUTES, IF ANY PERSON DECIDES TO APPEAL ANY DECISION MADE AT THIS MEETING WITH RESPECT TO ANY MATTER CONSIDERED AT ANY MEETING OR HEARING, SUCH PERSON MAY NEED A RECORD OF THESE PROCEEDINGS FOR SUCH PURPOSE, A PERSON

MAY NEED TO ENSURE THAT A VERBATIM RECORD OF THE PROCEEDINGS IS MADE WHICH RECORD INCLUDES THE TESTIMONY AND EVIDENCE UPON WHICH THE APPEAL IS TO BE BASED. VERBATIM RECORD WILL NOT BE PROVIDED BY THE CITY OF MOUNT DORA.

NOTICE: IN ACCORDANCE WITH THE AMERICANS WITH DISABILITIES ACT OF 1990, PERSONS NEEDING A SPECIAL ACCOMMODATION TO PARTICIPATE IN THIS PROCEEDING SHOULD CONTACT JESSICA BURNHAM, CITY CLERK, AT LEAST 48 HOURS PRIOR TO THE PROCEEDINGS. TELEPHONE (352) 735-7126 FOR ASSISTANCE. IF HEARING IMPAIRED, TELEPHONE THE FLORIDA RELAY SERVICE NUMBERS, (800) 955-8771 (TDD) OR (800) 955-8770 (VOICE) FOR ASSISTANCE.



510 N. Baker St.
Mount Dora, FL 32757
352-735-7126

DATE: July 11, 2022
TO: Honorable Mayor and City Council Members
FROM: Patrick C. Comiskey, City Manager *Patrick C. Comiskey*
SUBJECT: Governmental Funds Overview

Introduction:

This is an opportunity to deliver to City Council a Budget Presentation in reference to the upcoming Fiscal Year 2022-2023 Budget.

Discussion:

The City Staff is updating the City Council on the following items:

1. Guiding Principles
2. Future Assumptions - budget progress report
3. Certified tax roll - DR-420 update
4. Fire Assessment
5. Capital Outlay
6. Capital Improvements
7. Enterprise Funds Budget Overview
8. Rates Recap
9. Utility Customer Base – Current and Historical
10. Enterprise Funds Review
11. Internal Service Funds Review
12. Indirect Admin Cost Allocation
13. PILOT
14. ROI

Budget Impact:

Documents will be provided for City Council review and discussion.

Strategic Impact:

N/A

Recommendation:

The City Council interactively discuss budget direction with the City Manager, Interim Finance Director and Budget Officer.

Attachment(s):

1. Attachment 1 Budget Workshop July 11th - Combined with June 13th

Prepared by: Aneta Barton, Budget Officer



CITY OF MOUNT DORA, FL

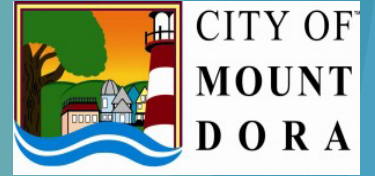
BUDGET WORKSHOP

JULY 11TH, 2022

CONTAINS INFORMATION FROM RE-SCHEDULED

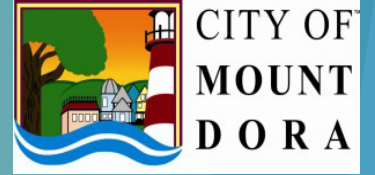
JUNE 13TH MEETING

OVERVIEW



- ▶ Guiding Principles
- ▶ Future Assumptions - *budget progress report*
- ▶ Certified Tax Roll - DR-420
- ▶ Impact on Average Resident
- ▶ Fire Assessment Recap
- ▶ Capital Outlay
- ▶ Capital Improvements
- ▶ Enterprise Funds Budget Overview
- ▶ Rates Recap
- ▶ Utility Customer Base - *Current and Historical*
- ▶ Enterprise Funds Review
- ▶ Internal Service Funds Review
- ▶ Indirect Admin Cost Allocation
- ▶ PILOT
- ▶ ROI
- ▶ Next steps

GUIDING PRINCIPLES



- ▶ Increase service levels:
 - Urban Forestry
 - Pressure-washing in addition to existing twice a year pressure-washing in Downtown Area
 - Routine street sweeping
 - Urban Beautification
- ▶ Maintain City's basic infrastructure;
- ▶ Maintain the public's safety;
- ▶ Assure compliance with all federal, state and local laws and codes;
- ▶ Retain employees - competitive pay and benefits;



FUTURE ASSUMPTIONS



All of the below items have to be taken into consideration to balance the budget

- ▶ Items effecting all operating funds
 - Indirect Admin Cost Allocation
 - Position Budgeting and Employee splits
- ▶ Awaiting Health Insurance estimates for FY2022-23
- ▶ Property and Casualty Insurance estimated at a **10% increase** based upon market trend
- ▶ Workers Comp Insurance estimated at a **15% increase** before any payroll increases
- ▶ Funding sources for Future Projects and Capital Outlays

Need direction on Councilmembers increase for FY 2022-23

PROPERTY TAX ROLL UPDATE



► Property Tax Revenues Update

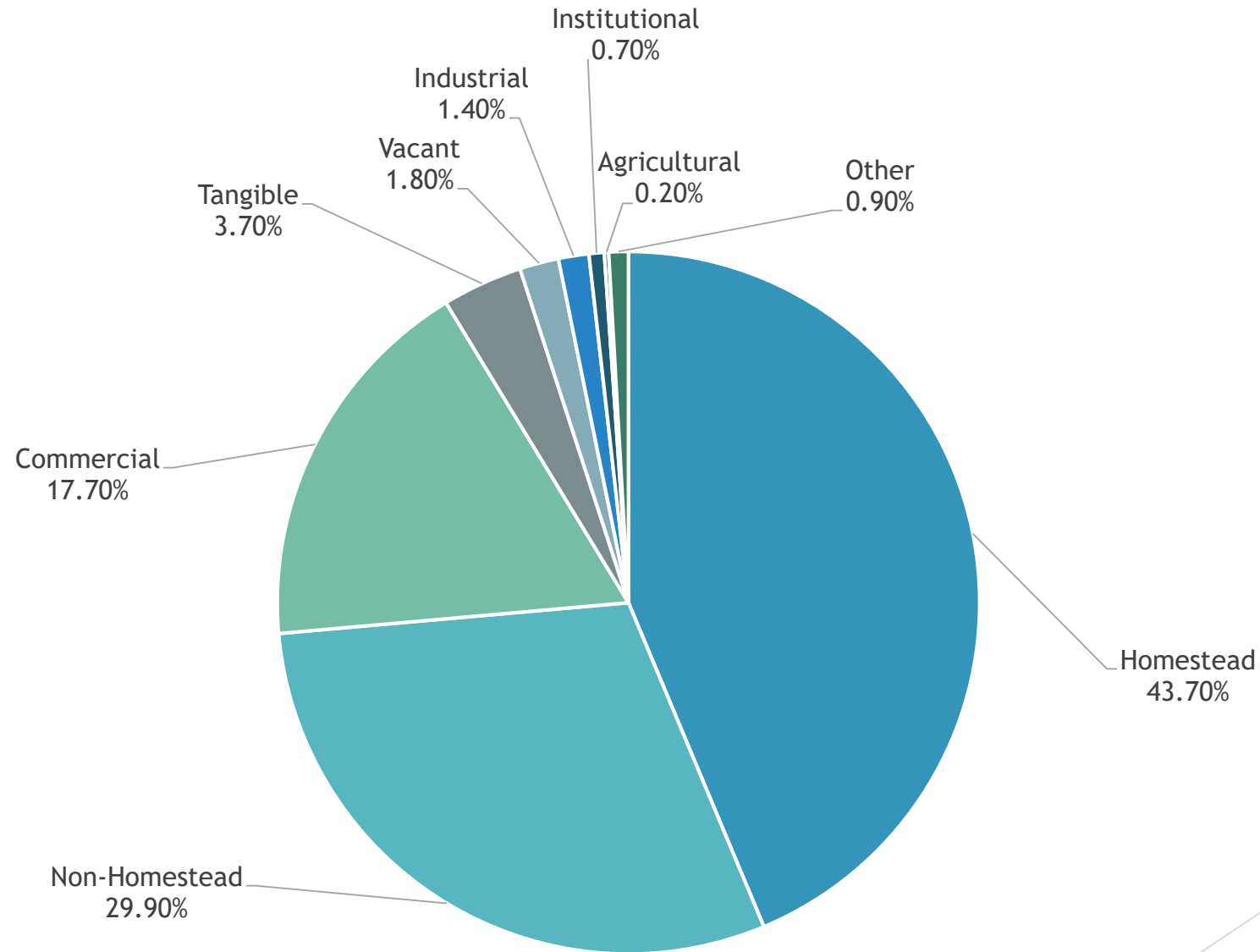
- On July 1st Lake County Property Appraiser certified Taxable Value for FY2022-23 including new construction of \$1,552,911,834 which is far greater than previously assumed on May 23rd Budget Workshop of 5.0%

	Tax year 2021 FY 2021-22	<i>DR-420</i> Tax year 2022 FY 2022-23	Notes
Gross Taxable Value	\$ 1,389,926,734	\$ 1,552,911,834	<i>11.9% increase per Lake County Appraiser</i>
Adopted Millage Rate	5.9603	<i>Goal - 5.9603</i>	<i>CPI in May 8.6%</i>
Maximum Millage Rate	6.2000	6.1000	
NET Taxes	\$ 7,870,161	\$ 8,793,029	\$ 922,868

Approx. \$211,000
belongs to CRA
and NECRA



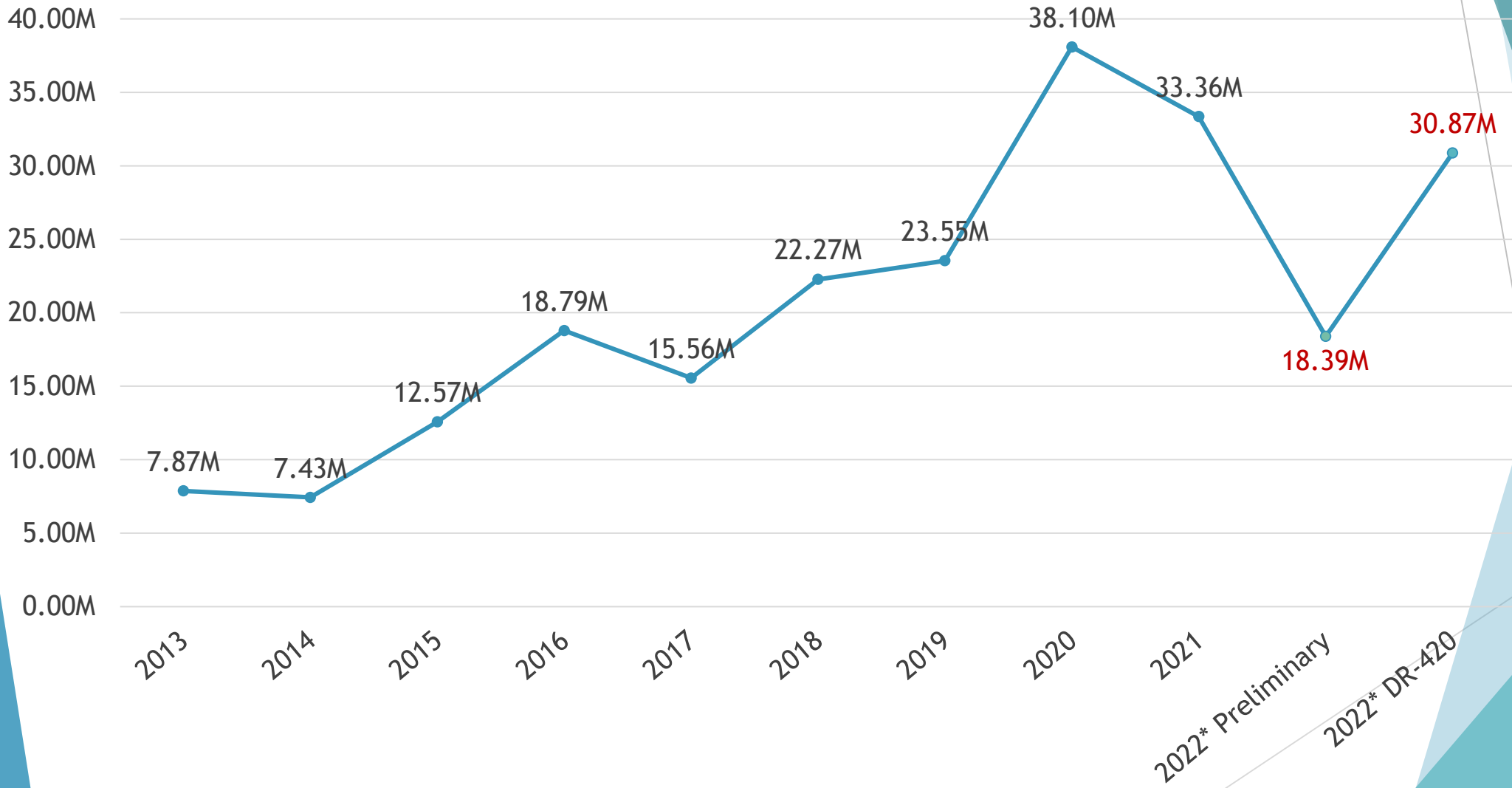
TAXABLE VALUE BY PROPERTY CLASS



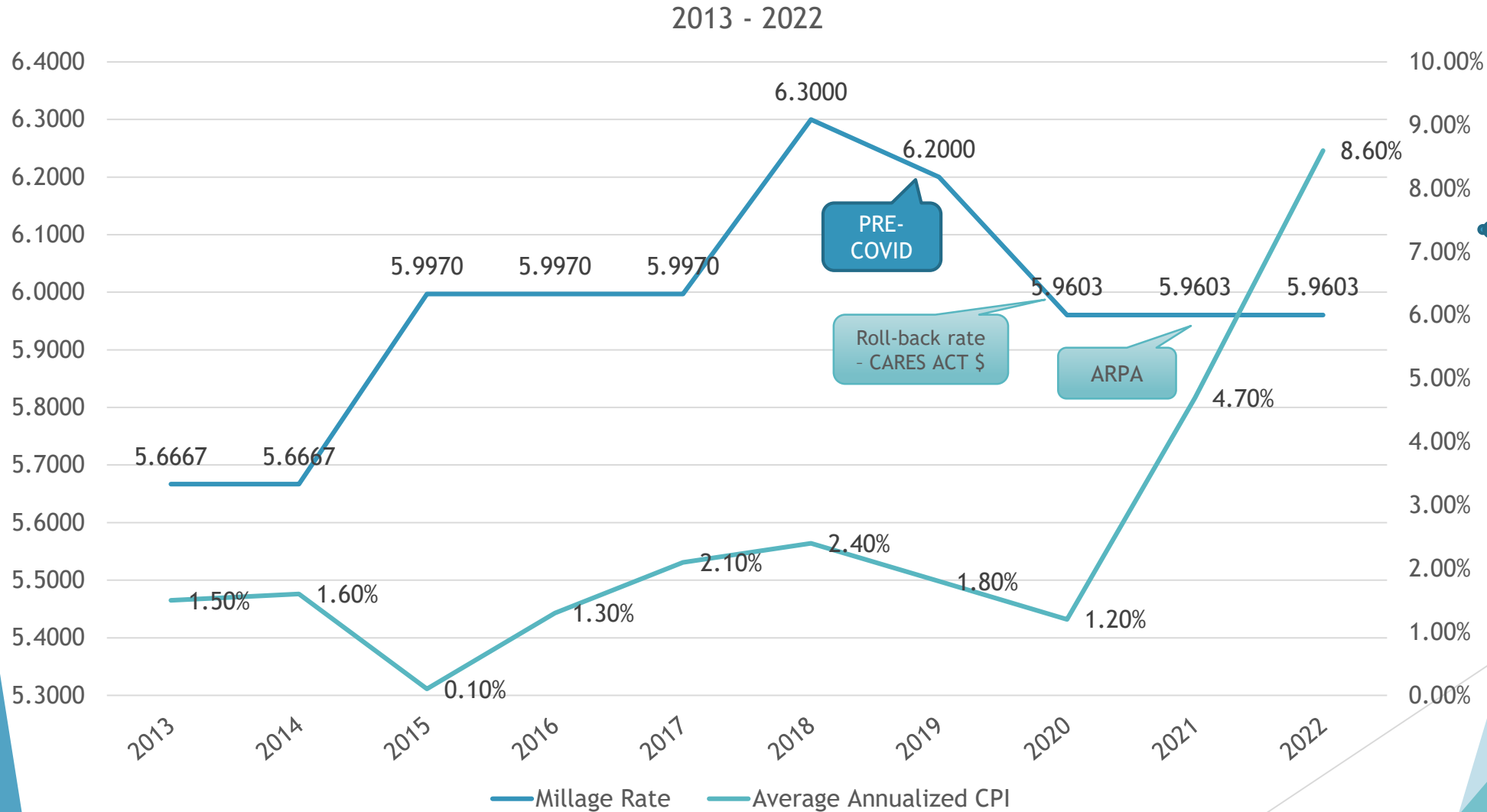
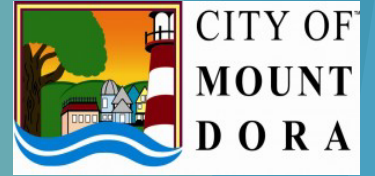


MOUNT DORA NEW CONSTRUCTION

2013 - 2022



MOUNT DORA HISTORICAL MILLAGE RATES AND CONSUMER PRICE INDICES CHANGE



Maximum Millage rate - 6.1000 mills



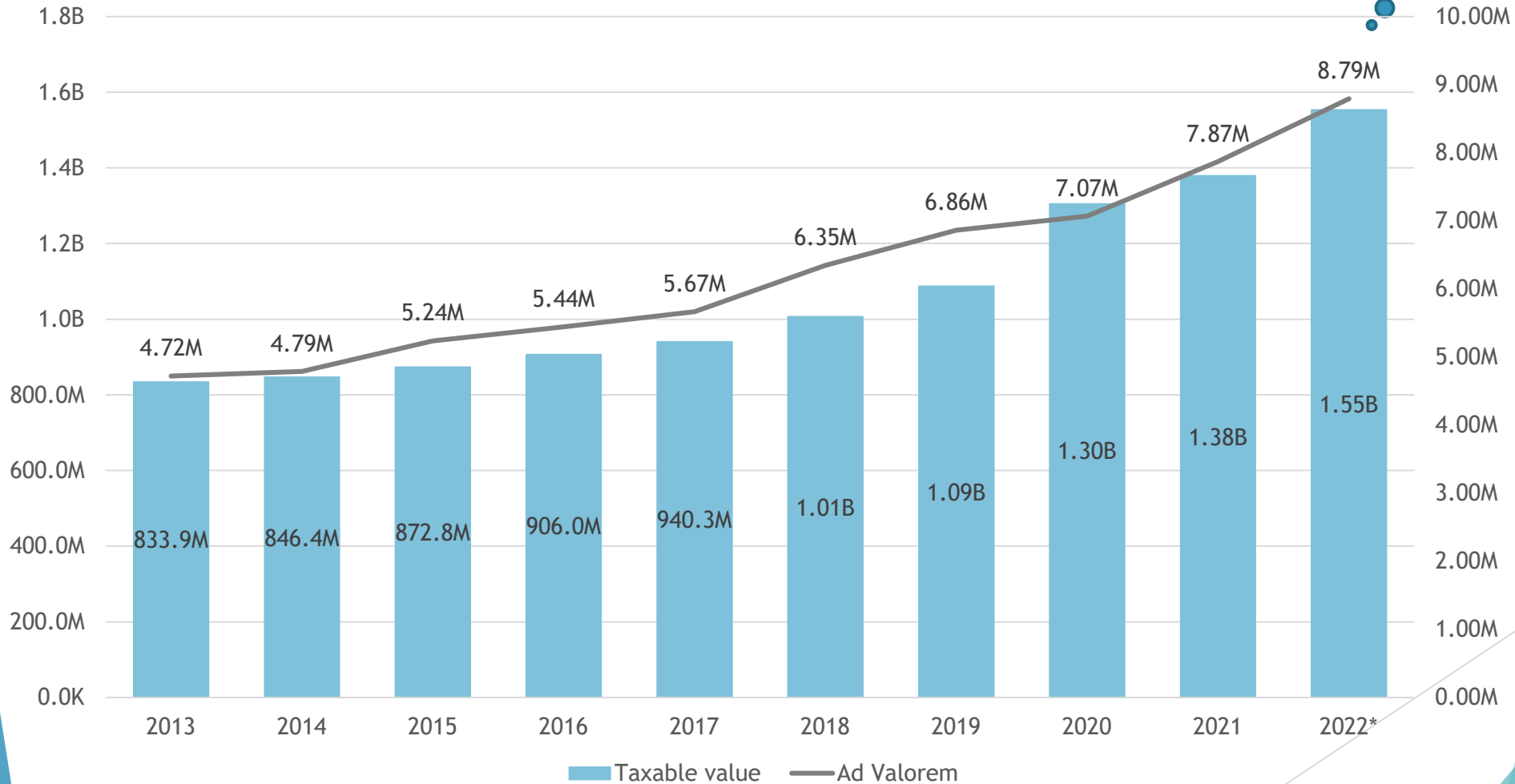
MOUNT DORA HISTORICAL TAX LEVY AND TAXABLE VALUE



CITY OF
MOUNT
DORA

2013 - 2022
* DR-420

At 5.9603 millage rate





IMPACT ON AVERAGE RESIDENT – CITY OF MOUNT DORA TAXES ONLY



FY21-22

Home Taxable Value \$ 261,500

Millage rate @ 5.9603	\$1,559
Fire Assessment Fee	+ \$209
City of Mount Dora Tax	= 1,768

FY22-23

Home Taxable Value \$ 269,345

Millage rate @ 5.9603	\$1,605
Fire Assessment Fee	+ \$219
City of Mount Dora Tax	= 1,824

NET INCREASE

\$57

This graphic displays what a homeowner pays in ad valorem taxes on a homesteaded property in the City of Mount Dora with an assessed value of \$311,500 (3% increase in FY22-23) less a \$50,000 Homestead Exemption.

FIRE ASSESSMENT

FIRE ASSESSMENT OVERVIEW

Utilizing Impact fees at \$350K for loan

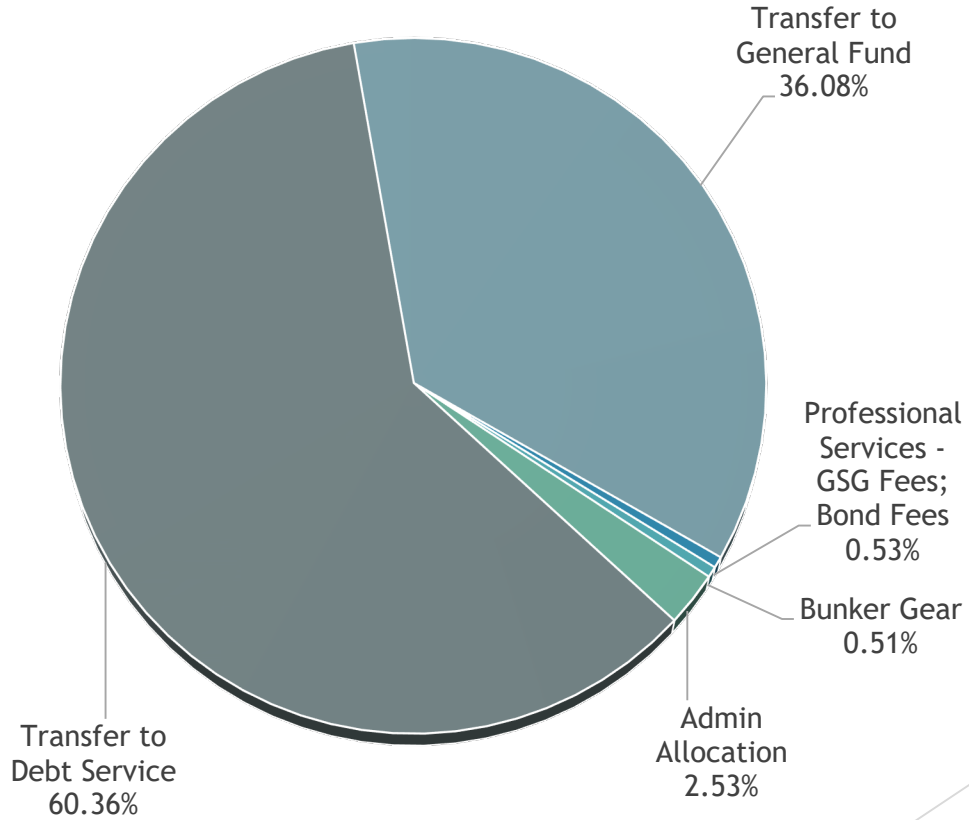
**\$219 + 4M loan @
4.5%**

REVENUES

Fire Assessment Fee	1,977,675
Total	\$1,977,675

**EXPENDITURE \$219 + 4M loan @
4.5%**

Professional Services - GSG Fees; Bond Fees	10,450
Bunker Gear	10,000
Admin Allocation	50,000
Transfer to Debt Service	1,193,763
Transfer to General Fund	713,462
Total	\$1,977,675
Less to GF	(\$204,926)



CAPITAL EXPENDITURES



CAPITAL EXPENDITURES



Types of Capital Expenditures

Capital Outlays

Tangible asset \$5,000 or more in value and useful life more than 1 year (machinery, equipment)

CIP - Projects

Capital improvement Plan/Program

Funding Process per Capital Expenditure

NEW FUNDING

New monies from the FY22-23 budget

CARRYOVERS

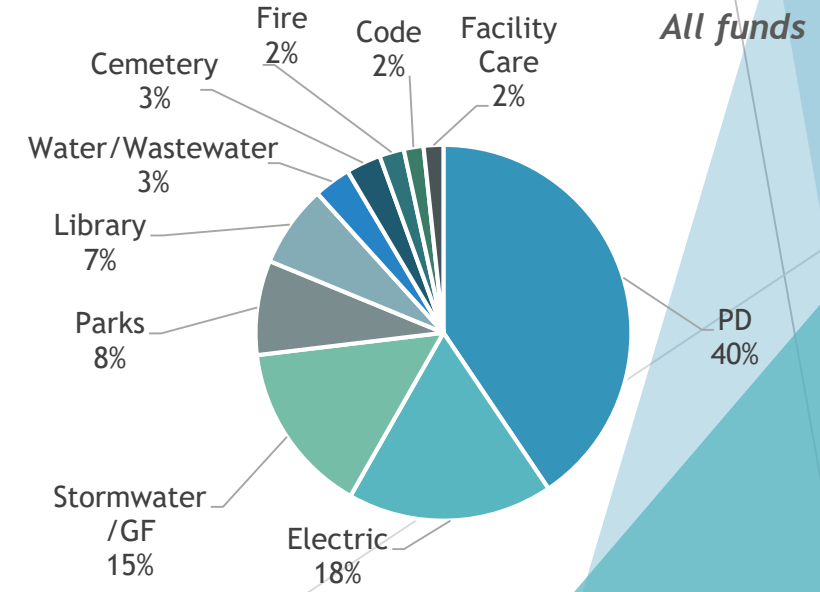
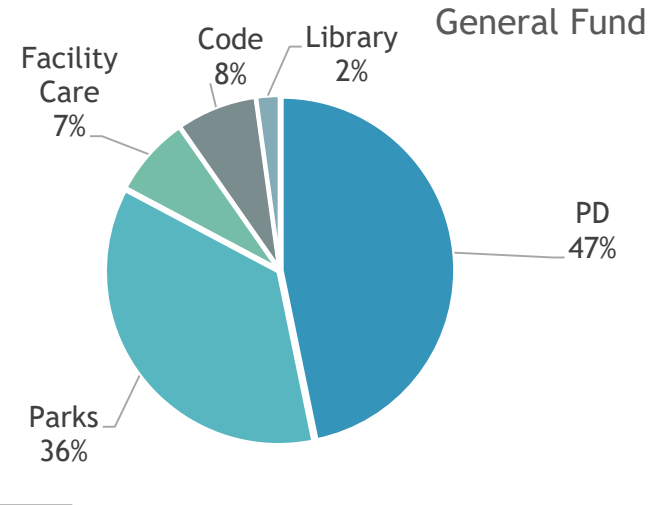
Unused monies from last Fiscal Year (2021-22)

CAPITAL OUTLAY REQUEST



001 - General Fund	\$ 319,171	Dept.	CM Recommendation
Code Compliance Vehicle	24,000	Code	Proceed
Mini Van	75,000	Parks	Move to FY23-24
Small SUV for Facility Care	24,000	Facility Care	Proceed
60" Mower	10,550	Parks	Proceed
Community Building Illuminated Sign	20,000	Parks	Move to FY23-24
Greenhouse	9,364	Parks	Proceed
Security Cameras	6,980	Library	Proceed
Meridian Barriers	89,689	PD	Move to FY23-24
Clear ProFlex Software	15,091	PD	Remove
Channel Combiner	11,081	PD	Under review
Fusus Software	15,000	PD	Remove
Traffic Camera System	7,000	PD	Proceed
Laser Tech	11,416	PD	Proceed
111 - Discretionary	\$ 424,116		
4 Marked Hybrid Patrol Vehicles	265,200	PD	Change Tahoe to Hybrids
1 Marked F-350	60,916	PD	Remove
Body & Vehicle Camera Upgrades	98,000	PD	Proceed
125 - Fire Impact Fund	\$ 30,000		
Emergency Watercraft/Jetski	30,000	Fire	Remove
126 - Library Impact Fund	\$ 93,000		
Library Collections	93,000	Library	Proceed
150 - Cemetery	\$ 42,450		
Cemetery Software & Onsite Kiosk	16,450	Cemetery	Proceed - offsetting revenue
Pet Cemetery Above Ground Niche	26,000	Cemetery	Proceed - offsetting revenue
410 - Electric	\$ 250,000		
Bucket Truck	250,000	Electric	Proceed
421 - Water/Wastewater	\$ 45,000		
Pickup Truck - Hybrid or Electric	45,000	Water/Wastewater	Proceed
440 - Stormwater	\$ 210,000		
Street Sweeper	210,000	Stormwater/GF	Proceed

TOTAL USES \$ 1,383,737



GENERAL CAPITAL (310) CAPITAL IMPROVEMENTS REQUEST

Dept.	Project #	Project Name	New Projects 2022-23	2023-24	2024-25	2025-26	2026-2027	Totals
New Projects or Additional Funding - New monies								
Parks	CL2001	Cauley Lott and Lillie Park- continuation	120,000					120,000
Parks	PK2103	Triangle Elementary- continuation	1,104,900					1,104,900
Parks	NEW	Frank Brown Expansion	70,400					70,400
Library	NEW	Simpson Farmhouse Expansion	15,000	7,000	367,500			389,500
Library	LI2207	Forest Preserve - continuation	65,000	301,000				366,000
Library	NEW	Library Shelving Expansion	67,095					67,095
IT	NEW	Manga and DAD Shelving Expansion	38,485					38,485
IT	NEW	IT - Fiber Upgrades - FY22-23	695,855					695,855
IT	NEW	IT Software Parking Solutions	680,000					680,000
CRA	NEW	Existing Streetscape Repair and Enhancement Construction	275,000					275,000
CRA	CR2109	Parking Solution per the Redevelopment Plan	1,000,000					1,000,000
CRA	NEW	Downtown Streetscape - Future Phases Plan	300,000	3,657,000				3,957,000
CRA	CRA010	Signage	30,000					30,000
CRA	CRA013	Information Kiosks	150,000					150,000
NECRA	NE2210	Community Resource & Recreation Center Design	4,350,000	5,997,500				10,347,500
NECRA	NE2210	Community Resource & Recreation Center Phase II - Construction drawings	498,371					498,371
NECRA	NE2110	20th Ave. Extension	800,000					800,000
NECRA	NCR001	Property purchase per redevelopment plan	150,000					150,000
NECRA	NE2112	Signage and Community Beautification	45,000					45,000
NECRA	NE2111	Northeast Streetlight Enhancement Program	30,000					30,000
NECRA	NE2113	Information Kiosks	30,000					30,000
CM	NEW	Park at Lancaster by Villages at Loch Leven	500,000					500,000
CM	NEW	Bathrooms at Lincoln Park	150,000					150,000
PW	CP0809	Roads Resurfacing	250,000	305,000	313,500	322,000	331,000	1,521,500
PW	PL2001	Traffic Calming	90,000	37,000	38,000	39,000	40,000	244,000
PW	RS2105	Pedestrian Crossings	60,000	73,500	75,500	77,500	79,500	366,000
PW	RS2204	Tree Replacement Program	45,000	55,500	57,000	58,500	60,000	276,000
PW	NEW	Donnelly Street Repaving	818,595	968,440	1,003,645	1,040,251	1,077,801	4,908,732
PW	NEW	City Hall Roof Replacement	150,000					150,000
Economic Dev.	NEW	Wekiva Trail- Segments 1 and 5 - City portion to County	25,500	25,500				51,000
Economic Dev.	NEW	4th Ave Dock Rebuild	75,000	1,828,500				1,903,500
Planning	NEW	City Hall Spatial Optimization Renovation	100,000	1,219,000				1,319,000
5 year CIP planning								
Economic Dev.	NEW	Wolf Branch Innovation Blvd (Round Lake to CR 437)		627,000				627,000
Economic Dev.	NEW	Baker Street Extension of Charles Street		46,500		451,000		497,500
Economic Dev.	NEW	Innovation Trail PD&E Study			451,000			451,000
PW	NEW	Safe Streets and Roads Action Plan			278,500			278,500
TOTAL USES		\$	- \$ 12,779,201	\$ 15,148,440	\$ 2,584,645	\$ 1,988,251	\$ 1,588,301	\$ 34,088,838



ELECTRIC (FUND 415)

CAPITAL IMPROVEMENTS REQUEST

Project #	Revenue Name	New Projects 2022-23	2023-24	2024-25	2025-26	2026-27	Totals
	Transfer from Electric Utility	671,000	915,500	905,000	1,002,500	816,000	4,310,000
TOTAL SOURCES		\$ 671,000	\$ 915,500	\$ 905,000	\$ 1,002,500	\$ 816,000	\$ 4,310,000

Project #	Project Name	New Projects 2022-23	2023-24	2024-25	2025-26	2026-27	Totals
New Projects or Additional Funding - New monies							-
EL2202	Advance Metering Infrastructure (AMI)	100,000	300,000	299,000	307,000	299,000	1,305,000
EL2301	Commercial Underground Project (Dora Drawdy)	200,000	265,000	255,000	344,500	166,000	1,230,500
EL2302	Roundabout - SR19A & Eudora	71,000					71,000
EL2220	Substation	300,000	350,500	351,000	351,000	351,000	1,703,500
TOTAL USES		\$ 671,000	\$ 915,500	\$ 905,000	\$ 1,002,500	\$ 816,000	\$ 4,310,000

All of the above projects are fully funded for this year and are already incorporated into the budget

WATER/WASTEWATER (FUND 425) CAPITAL IMPROVEMENTS REQUEST



Project #	Project Name	New Projects 2022-23	2023-24	2024-25	2025-26	2026-27	Totals	
New Projects or Addition Funding - New monies							-	
WA2002	WWTP#1 Rehab Construction Phase	12,000,000	Possibly not needed - pending construction estimates				12,000,000	
NEW	WTP#1 Ground Storage Tanks Repair	325,000 ✓	396,500				721,500	
WA2216	Water Utility GIS	200,000 ✓	232,000				432,000	
WA2212	Water Treatment Plant #1 High Service Pump replacement	1,170,000 ✓					1,170,000	
NEW	Wastewater Treatment Plant #2 Expansion	50,000 ✓	244,000	940,500	3,864,000	3,864,000	8,962,500	
5 year CIP planning							-	
Planning	Water Treatment Plant #2 New Well		110,000	1,003,000			1,113,000	
Planning	Alternative Water Supply		42,000		3,220,000		3,262,000	
Planning	WTP#2 Ground Storage Tanks Repair & High Speed Pump		49,000	1,128,500			1,177,500	
Planning	Telemetry Improvements, Other SCADA and Safety Needs		183,000	125,500	773,000	793,500	1,875,000	
Planning	WWTP #2 Energy Efficiency		140,500	1,407,000			1,547,500	
Planning	Interconnect with City of Eustis		39,500	123,500			163,000	
Planning	Eudora Roundabout Utility Relocation		1,828,500				1,828,500	
TOTAL USES			\$ 13,745,000	\$ 3,265,000	\$ 4,728,000	\$ 7,857,000	\$ 4,657,500	\$ 34,252,500

All of the above projects are fully funded for this year and are already incorporated into the budget

STORMWATER (FUND 445)

CAPITAL IMPROVEMENTS REQUEST



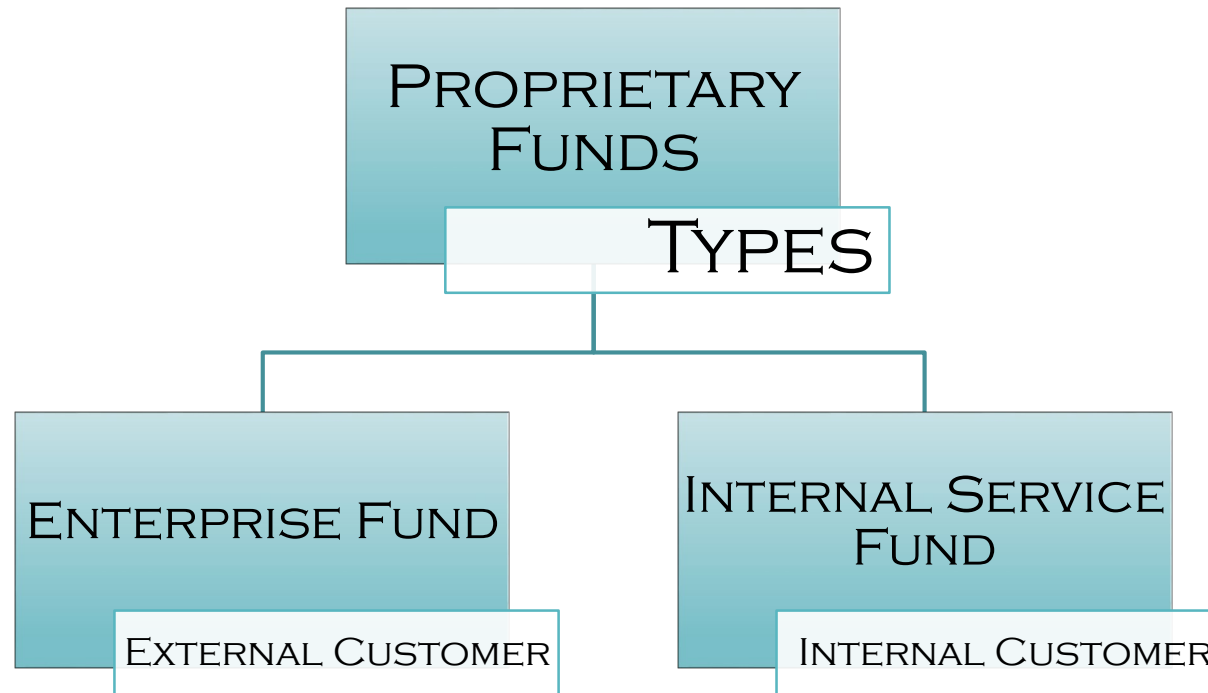
Project #	Revenue Name	New Projects 2022-23	2023-24	2024-25	2025-26	2026-27	Totals
	Transfer from Stormwater Operating	976,676					976,676
	State Grant	796,563					796,563
TOTAL SOURCES		\$ 1,773,239	\$ -	\$ 3,135,198	\$ -	\$ -	\$ 1,773,239

Project #	Project Name	New Projects 2022-23	2023-24	2024-25	2025-26	2026-27	Totals
New Projects or Additional Funding - New monies							-
SW1901	Boardwalk Drainage and Slope Stabilization	1,132,000		3,135,198			4,267,198
SW2114	Hilltop Dr Drainage Improvement	355,500					355,500
SW1807	Liberty Ave Stormwater Treatment Project	285,739					285,739
TOTAL USES		\$ 1,773,239	\$ -	\$ 3,135,198	\$ -	\$ -	\$ 4,908,437

All of the above projects cannot be funded at this time given current Stormwater rate

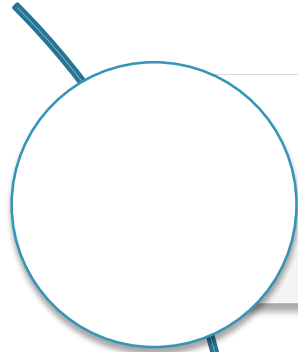
PROPRIETARY FUNDS

PROPRIETARY FUNDS

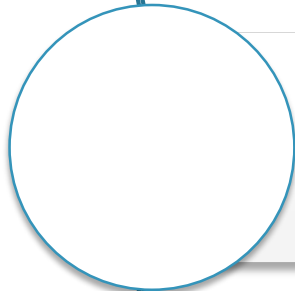




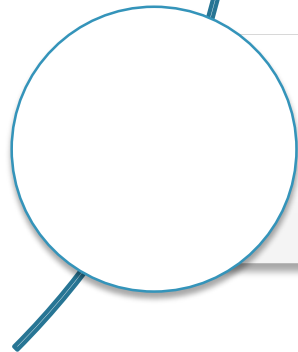
ENTERPRISE FUNDS EXPLAINED



Account for a “business type activities” - similar to those found in the private sector.



Laws and regulations require that the activity's cost of providing services including capital expenses be recovered fully with fees and charges for service instead of with taxes or similar revenues



Activities in this fund to be financed solely with revenues debt instead of governmental obligation debt

ENTERPRISE FUNDS BUDGET OVERVIEW



FY 2022/23
Proposed

Enterprise Funds Total Budget	\$	30,953,587
Electric		10,769,828
Water/Wastewater		14,830,376
Sanitation		3,047,504
Stormwater		2,305,879
Capital Outlay	\$	295,000
Electric		250,000
Water/Wastewater		45,000
Capital Improvement Projects	\$	19,236,743
Electric		671,000
Water/Wastewater		13,745,000
Sanitation		3,047,504
Stormwater		1,773,239
Enterprise Debt (Principal and Interest)	\$	2,727,913
Water/Wastewater		2,727,913
TOTAL BUDGET	\$	53,213,243

RATES RECAP



Rates

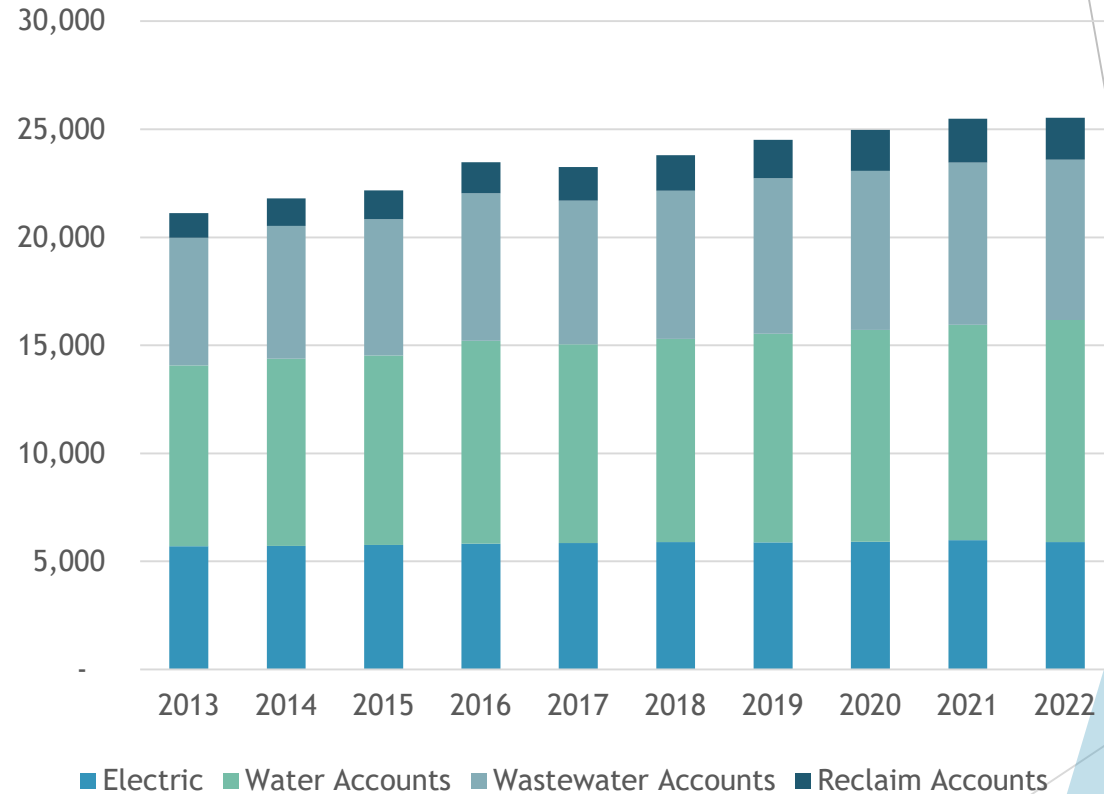
Electric	Under review with Electric Dept. Director
Water/Wastewater	Under review with Raftelis - <i>projected to increase by 3.6%</i>
Sanitation	Under review with Raftelis - <i>projected to increase by 2.5% to \$20.73 monthly</i>
Stormwater	<i>Raftelis study shows dramatic increase to \$15.50</i>

All the rates will be re-evaluated by December and taken to council for approval - all have effective date as of January 1st

UTILITY CUSTOMER BASE

Number of
Customer Accounts

Electric	5,894
Electric	5,894
Water/Wastewater	19,643
Water Accounts	10,279
Wastewater Accounts	7,417
Reclaim Accounts	1,947
Sanitation	7,818
Sanitation	7,818
Stormwater	6,597
Stormwater	6,597
TOTAL NUMBER OF ACCOUNTS	39,952



ELECTRIC RATES



Electric Rates consist of two major components and are adjusted every October and April

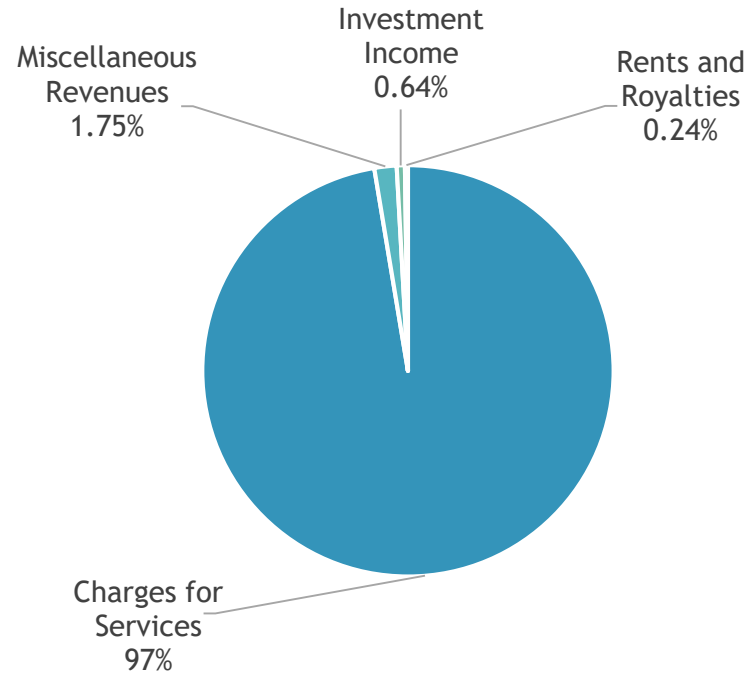
- ▶ Power Cost
- ▶ Base Rate

Power Cost	Base Rate
<p>Power Cost Charge incorporates:</p> <ul style="list-style-type: none">-Wholesale Power rate- Fuel Cost projections- Transmission Service	<p>Perform detailed rate study no less than every three years - Current Reso.</p>
<p>Power Cost charge is simply a “pass-through” mechanism to recover actual purchase power cost</p>	<p>During a year when no rate study is performed - increase per Annual Price index - Florida Public Service Commission</p>
<p>Power Cost Charge is updated every 6 months due to potential fluctuations energy sales and fuel costs</p>	<p>With the new base rate increase and power cost charge, the plan is to keep the overall rate with no increase</p>

ELECTRIC REVENUES



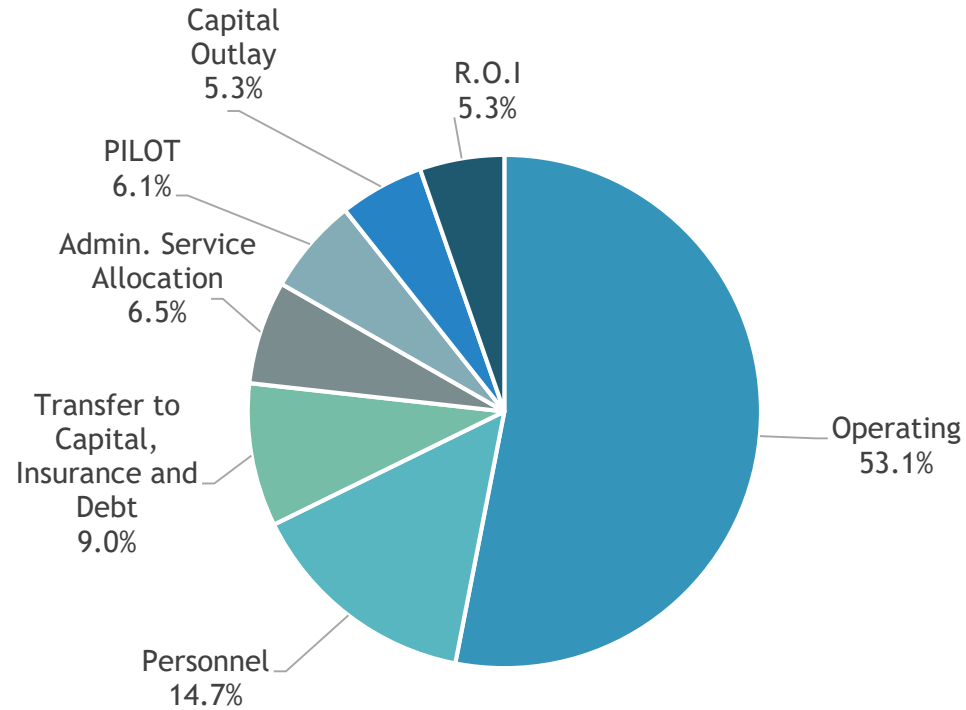
REVENUES	FY 2022/23 Proposed	% of Total
Charges for Services	\$10,486,987	97.37%
Miscellaneous Revenues	\$188,311	1.75%
Investment Income	\$69,146	0.64%
Rents and Royalties	\$25,384	0.24%
Total	\$10,769,828	100%



ELECTRIC EXPENDITURES



EXPENSE	FY 2022/23 Proposed	% of Total
Operating	\$5,714,704	53.06%
Personnel	\$1,580,639	14.68%
Transfer to Capital, Insurance and Debt	\$972,236	9.03%
Admin. Service Allocation	\$700,949	6.51%
PILOT	\$653,700	6.07%
Capital Outlay	\$574,100	5.33%
R.O.I	\$573,500	5.33%
Total	\$10,769,828	100%

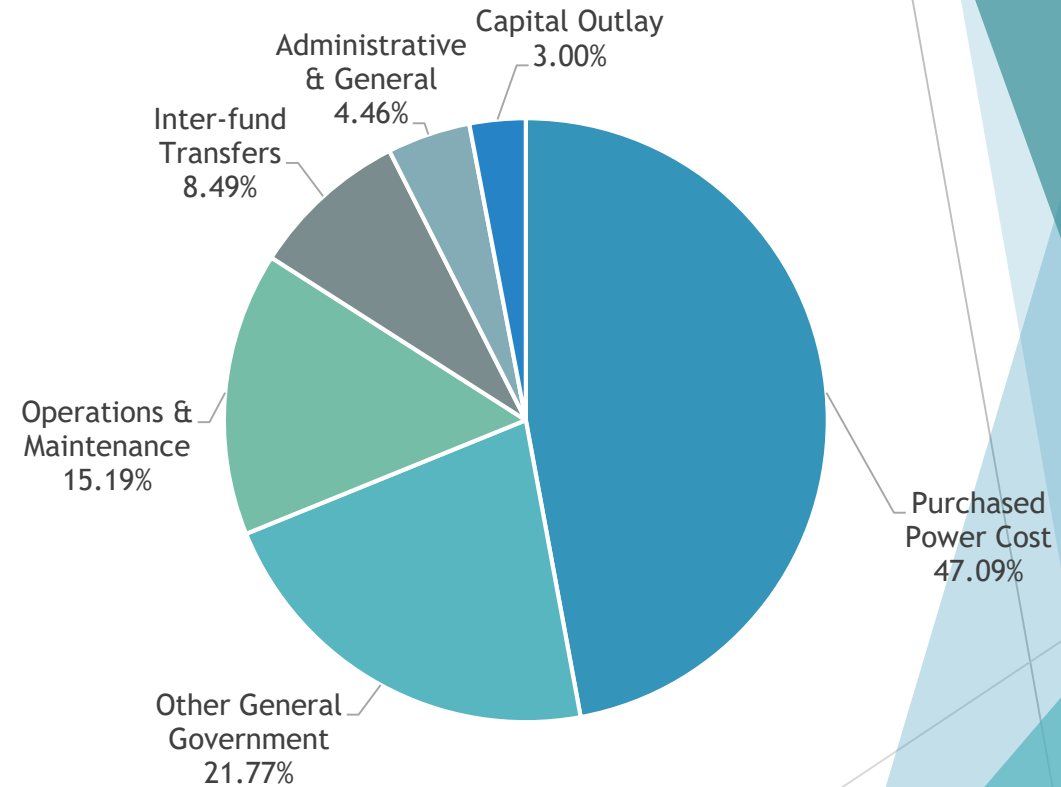


All projects reviewed earlier are incorporated into this budget

ELECTRIC DIVISIONS



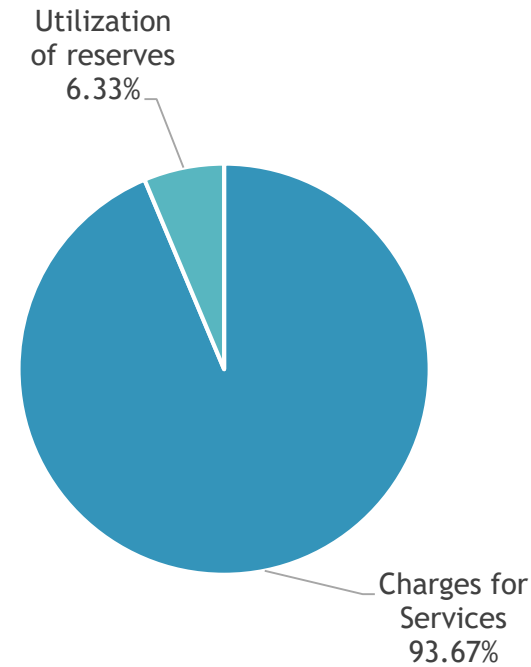
Division Expenditures	FY 2022/23 Proposed	% of Total
Purchased Power Cost	\$5,071,600	47.09%
Other General Government	\$2,344,221	21.77%
Operations & Maintenance	\$1,636,067	15.19%
Inter-fund Transfers	\$914,180	8.49%
Administrative & General	\$480,260	4.46%
Capital Outlay	\$323,500	3.00%
Total	\$10,769,828	100%





WATER/WASTEWATER REVENUES

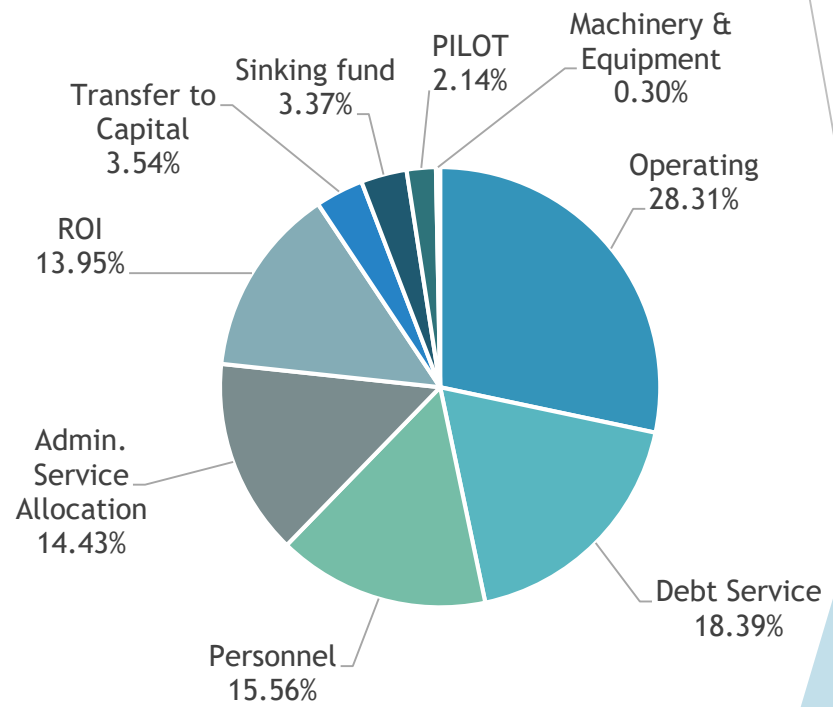
REVENUES	FY 2022/23 Proposed	% of Total
Charges for Services	\$13,892,258	93.67%
Utilization of reserves	\$938,118	6.33%
Total	\$14,830,376	100%





WATER/WASTEWATER EXPENDITURES

EXPENDITURES	FY 2022/23 Proposed	% of Total
Operating	\$4,199,033	28.31%
Debt Service	\$2,727,913	18.39%
Personnel	\$2,307,700	15.56%
Admin. Service Allocation	\$2,139,530	14.43%
ROI	\$2,068,500	13.95%
Transfer to Capital	\$525,000	3.54%
Sinking fund	\$500,000	3.37%
PILOT	\$317,700	2.14%
Machinery & Equipment	\$45,000	0.30%
Total	\$14,830,376	100%

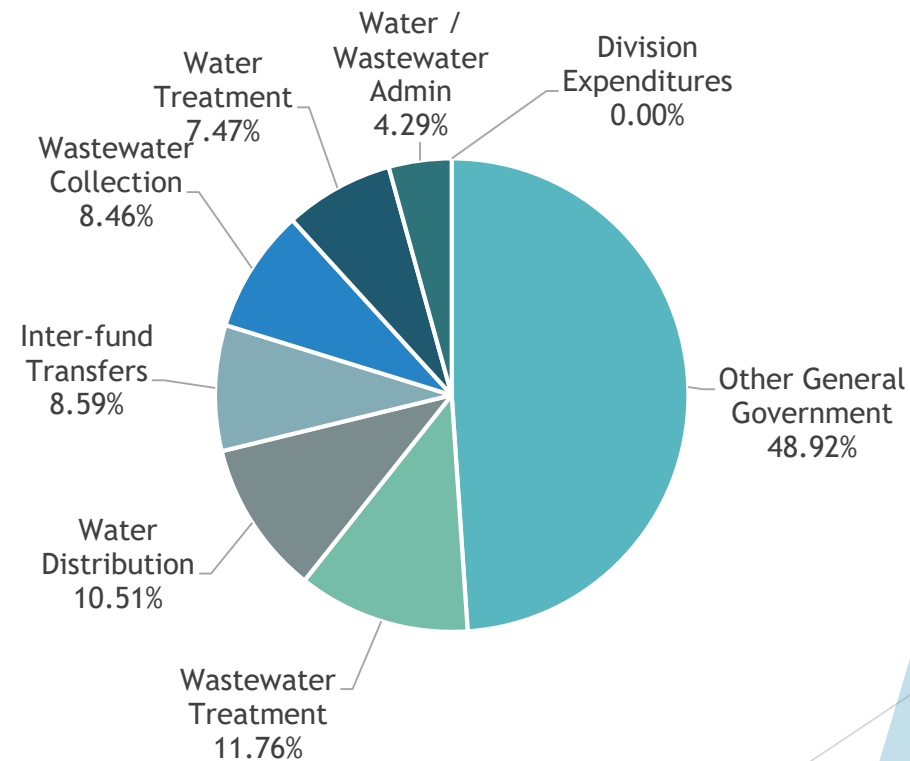


All projects reviewed earlier are incorporated into this budget



WATER/WASTEWATER DIVISIONS

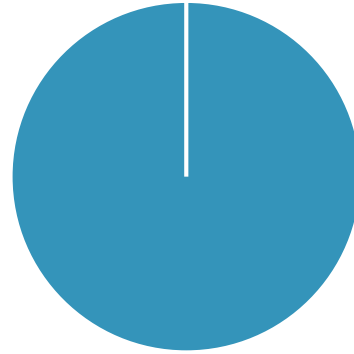
Division Expenditures	FY 2022/23 Proposed	% of Total
Other General Government	\$7,223,942	48.71%
Wastewater Treatment	\$1,736,181	11.71%
Water Distribution	\$1,552,299	10.47%
Inter-fund Transfers	\$1,268,180	8.55%
Wastewater Collection	\$1,249,396	8.42%
Water Treatment	\$1,102,675	7.44%
Water / Wastewater Admin	\$633,498	4.27%
Reclaimed Water	\$64,205	0.43%
Total	\$14,830,376	100%





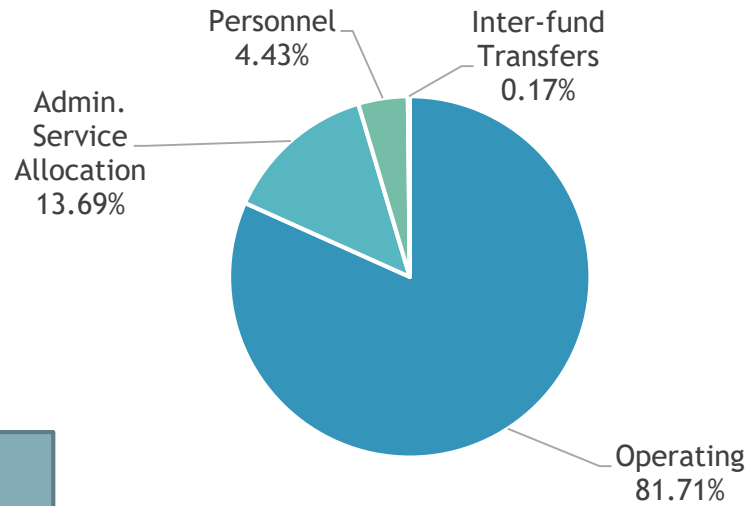
SANITATION REVENUES/EXPENDITURES

REVENUES	FY 2022/23 Proposed	% of Total
Charges for Services	\$3,047,504	100.00%
Total	\$3,047,504	100%



Charges for Services
100.00%

EXPENDITURES	FY 2022/23 Proposed	% of Total
Operating	\$2,490,069	82%
Admin. Service Allocation	\$417,242	14%
Personnel	\$134,960	4%
Inter-fund Transfers	\$5,233	0%
Total	\$3,047,504	100%



Projected 8% increase per meeting with Waste Management - for budgeting of worst case scenario.



STORMWATER RATES



<u>Description</u>	<u>FY22</u>	<u>FY23</u>	<u>FY24</u>
Stormwater	\$ 9.50	\$ 10.00	\$ 10.50
Effective Date	10/1/2021	10/1/2022	10/1/2023
Per Resolution 2019-116 approved August 20, 2019			
Rate increase of \$0.50 per year for years 2 thru 5			

Raftelis is reviewing rates for us. The initial meeting held on June 22nd determined there needs to be a substantial rate increase this year to accommodate Stormwater's operating and capital needs. The projection is to increase rate from \$10.50 to \$15.50.

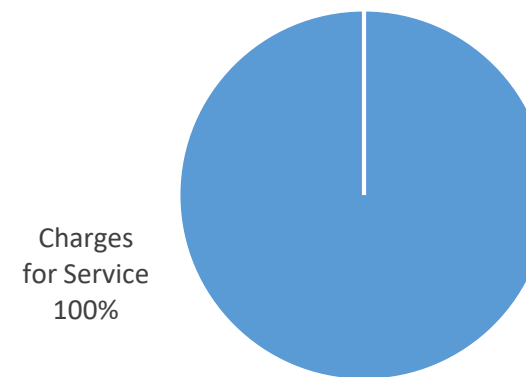


STORMWATER REVENUES/EXPENDITURES

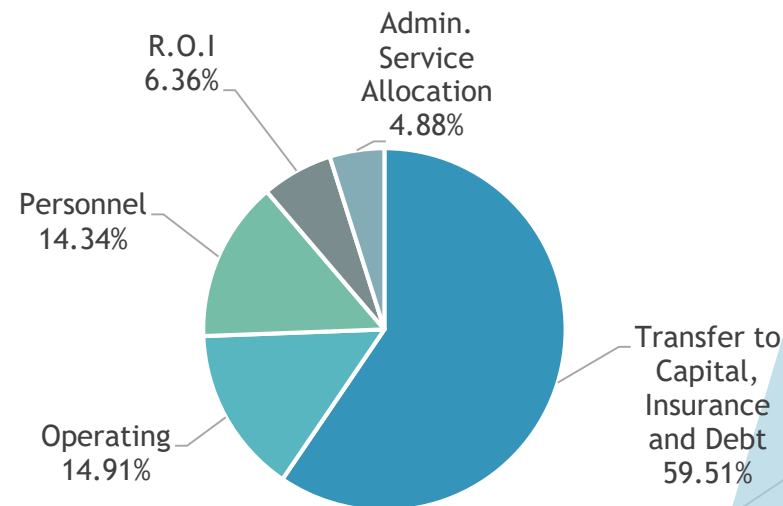


REVENUES	FY 2022/23 Proposed	% of Total
Charges for Service	\$2,305,879	100.00%
Total	\$2,305,879	100%

Rate Increase to \$15.50



EXPENDITURES	FY 2022/23 Proposed	% of Total
Transfer to Capital, Insurance and Debt	\$1,833,145	59.51%
Operating	\$459,150	14.91%
Personnel	\$441,800	14.34%
R.O.I	\$196,050	6.36%
Admin. Service Allocation	\$150,282	4.88%
Total	\$3,080,427	100%



DEFICIT of \$774,548

There are 3 option to address it



STOMRWATER DEFICIT OPTIONS



Option 1

- Eliminate all the Capital Projects or Defray to later time - this is the approach that got us here in the first place. Not a good approach to follow “kicking can down the road”

Option 2

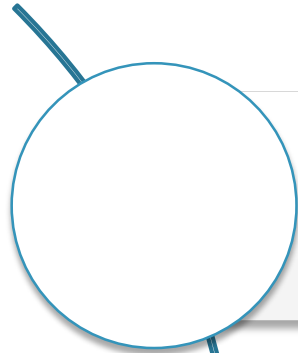
- Increase rate to needed \$15.50 per ERU - creates approx. \$66.00 a year financial impact on the residential customer; the best approach that will allow us to continue with the capital projects

Option 3

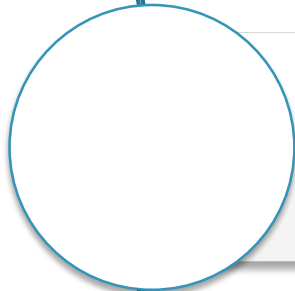
- Phase out increase - \$12.50 FY22-23, \$12.50 FY23-24, \$13.00 FY24-25
- Use internal loan out of the Water/Wastewater Fund to cover cash deficit and pay it back as the fund balance builds back up

INTERNAL SERVICE FUNDS

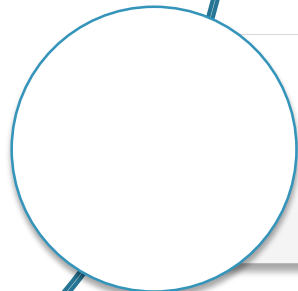
INTERNAL SERVICE FUNDS EXPLAINED



Used to improve financial management of government resources



Ordinance or legislative action authorized; establishment should specify the source of financial resources for operations



Vehicle replacement fund, self insurance fund, property and casualty insurance fund and a newly created Fleet/warehouse fund

500 FLEET/WAREHOUSE



This fund is used to track and manage Public Works Complex Project

REVENUES	FY 2022/23 Proposed	% of Total
Long Term Debt	\$11,644,079	65.57%
Prior Year funds	\$3,537,989	19.92%
ARPA	\$1,880,106	10.59%
Interfund Transfers for loan repayment	\$694,800	3.91%
Total	\$17,756,974	100%

EXPENDITURE	FY 2022/23 Proposed	% of Total
PW Complex Construction	\$17,062,174	96.09%
Debt Service	\$694,800	3.91%
Total	\$17,756,974	100%

501 VEHICLE REPLACEMENT FUND



This fund is used to set aside funds for future vehicle replacement

001 General Fund

- Annually General Fund contributes into this fund \$257,617
- Lease buy-out this year (FY21-22) per discussion from April 25th Fleet Management Work

123 Building Division

- Restricted amount of \$400,000 for future vehicle replacement

Fund Balance \$1,787,959 as of 9/30/2021 - will be reduced by the lease buy-out costs in FY2021-22 budget year



510 SELF INSURED FUND



Funds the Health and Life insurance cost for employees and retirees - will update as soon as we get FY22-23 estimates

REVENUES	FY 2022/23 Proposed	% of Total
City Premiums	\$2,836,657	86.72%
Employee Premiums	\$379,374	11.60%
Retiree Premiums	\$55,194	1.69%
Total	\$3,271,225	100%

EXPENDITURE	FY 2022/23 Proposed	% of Total
Claims	\$1,635,763	50.00%
Stop Loss	\$479,636	14.66%
Clinic	\$711,941	21.76%
ASO	\$203,112	6.21%
Reserves - <i>to cover high cost claims and/or future rate stabilization</i>	\$240,773	7.36%
Total	\$3,271,225	100%



515 PROPERTY/CASUALTY/WORKERS COMPENSATION FUND



This fund assumes 15% increase from Prior Year

REVENUES	FY 2022/23 Proposed	% of Total
Insurance Premiums	\$585,544	75.02%
Workers Comp Premiums	\$195,000	24.98%
Total	\$780,544	100%

EXPENDITURE	FY 2022/23 Proposed	% of Total
General Liability	\$97,742	12.52%
Property	\$243,535	31.20%
Law Enforcement Liability	\$41,000	5.25%
Automobile Insurance	\$84,178	10.78%
Inland Marine	\$6,331	0.81%
Crime	\$2,000	0.26%
Public Officials	\$106,758	13.68%
Storage Tank Insurance	\$4,000	0.51%
Workers Compensation Insurance	\$195,000	24.98%
Total	\$780,544	100%

UTILITIES COST ALLOCATION



	Proposed FY 2023	Adopted FY 2022	Actual FY 2021	Actual FY 2020	Actual FY 2019	Actual FY 2018	Actual FY 2017
ADMINISTRATIVE SERVICES ALLOCATION	\$ 700,949.0	\$ 1,304,290	\$ 1,562,315	\$ 700,949	\$ 579,534	\$ 501,415	\$ 771,100
PAYMENT IN LIEU OF TAXES	653,700	649,450	669,350	632,325	673,050	647,550	588,000
RETURN ON INVESTMENT	574,100	574,200	644,400	640,350	595,550	661,750	666,688
ELECTRIC TOTAL	\$ 1,928,749	\$ 2,527,940	\$ 2,876,065	\$ 1,973,624	\$ 1,848,134	\$ 1,810,715	\$ 2,025,788

	Proposed FY 2023	Adopted FY 2022	Actual FY 2021	Actual FY 2020	Actual FY 2019	Actual FY 2018	Actual FY 2017
ADMINISTRATIVE SERVICES ALLOCATION	\$ 2,009,907	\$ 1,894,681	\$ 1,866,717	\$ 2,206,074	\$ 1,925,217	\$ 1,693,287	\$ 1,133,700
PAYMENT IN LIEU OF TAXES	317,700	303,500	289,000	212,038	271,800	214,350	203,500
RETURN ON INVESTMENT	2,190,150	1,889,750	1,799,000	1,421,213	1,183,150	1,171,250	1,568,050
WATER/WASTEWATER TOTAL	\$ 4,517,757	\$ 4,087,931	\$ 3,954,717	\$ 3,839,325	\$ 3,380,167	\$ 3,078,887	\$ 2,905,250

	Proposed FY 2023	Adopted FY 2022	Actual FY 2021	Actual FY 2020	Actual FY 2019	Actual FY 2018	Actual FY 2017
ADMINISTRATIVE SERVICES ALLOCATION	\$ 150,282	\$ 296,621	\$ 334,278	\$ 368,933	\$ -	\$ 275,759	\$ 104,900
RETURN ON INVESTMENT	196,050	187,350	179,150	162,988	128,750	144,350	209,400
STORMWATER TOTAL	\$ 346,332	\$ 483,971	\$ 513,428	\$ 531,921	\$ 128,750	\$ 420,109	\$ 314,300

ENTERPRISE TOTAL	\$ 6,792,838	\$ 7,099,842	\$ 7,344,210	\$ 6,344,870	\$ 5,357,051	\$ 5,309,711	\$ 5,245,338
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NEXT STEPS



▶ Budget Workshops

- Governmental Funds - July 25th - 10:00 am
- Final Budget Workshop - August 29th - 10:00 am

▶ Meeting for Action Items

- Set Maximum Millage - July 19th - Regular Council Meeting 6 pm

▶ Public Hearings

- Fire Assessment September 6th - 6:00 pm
- 1st Tuesday September 6th - 6:00 pm
- 2nd Tuesday September 20th - 6:00 p.m.

QUESTIONS

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