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
June 10, 2024, 6:00 PM

BUDGET WORKSHOP AGENDA

CALL TO ORDER

ROLL CALL

DISCUSSION ITEMS

1. Budget Parameters and Fire Assessment

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 THE 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: **June 10, 2024**

TO: **Honorable Mayor and City Council Members**

FROM: **Vince Sandersfeld, City Manager**

SUBJECT: Budget Parameters and Fire Assessment

Introduction:
This is an opportunity for the Budget Officer to deliver to City Council a Budget Presentation in reference to the upcoming Fiscal Year 2024-2025 Budget.

Discussion:
The City Staff will update City Council on the following items:

1. Guiding Principles
2. Future Assumptions
3. Estimated tax roll
4. Impact on Average Resident
5. Fire Assessment
6. Next steps in the budget process.

The presentation document is forthcoming, as several data and information is time-sensitive to outside agencies.

Budget Impact:
Presentation attached for City Council review and discussion.

Strategic Impact:
N/A

Recommendation:
City Council interactively discuss budget direction with the City Manager and Budget Officer.

Attachment(s):

1. Budget Workshop June 10th 2024

Prepared by:	Vince Sandersfeld, City Manager	
Reviewed by:	Matthew Dodson, Budget Officer	Approved - 6/4/2024
	Rita Meade, Finance Director	Approved - 6/4/2024
	Jeanann Hand, City Clerk	Approved - 6/5/2024
	Vince Sandersfeld, City Manager	Final Approval - 6/6/2024

CITY OF MOUNT DORA

Strengthening Mount Dora: Project Portfolio

Budget workshop

June 10, 2024

OVERVIEW

- Guiding Principles
- Future Assumptions
- Estimated Tax Roll
- Impact on Average Resident
- Fire Assessment Recap
- Next steps

GUIDING PRINCIPLES

- Maintain City's service levels;
- 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 FY2024-25 – Clinic Costs received with significant increases
- Property and Casualty Insurance estimates at a 8.85% increase from last year
- Workers Comp Insurance estimated at a 0.13% increase before any payroll increases
- Funding sources for Future Projects and Capital Outlays

Taxes vs Charge for service

CITY OF MOUNT DORA

General Fund - Taxes

- Accounts for a general activities performed by governmental entity
- The General Fund is the main operating fund for the City
- The major revenue sources for this fund are property taxes, franchise fees, business license fees, unrestricted revenues from the state, fines and forfeitures, and interest income. Expenditures are made for community development, planning, parks and recreation, public safety (police and fire), public works, and other services.

Enterprise Funds – Charges for Service

- Accounts for a "business type activities" – similar to those found in the private sector
- Laws and regulations require that the activities cost of providing services including capital expenses be recovered fully with fees and charges for service instead of taxes
- Funds: Water/Wastewater; Stormwater; Sanitation; Electric

Property tax roll update

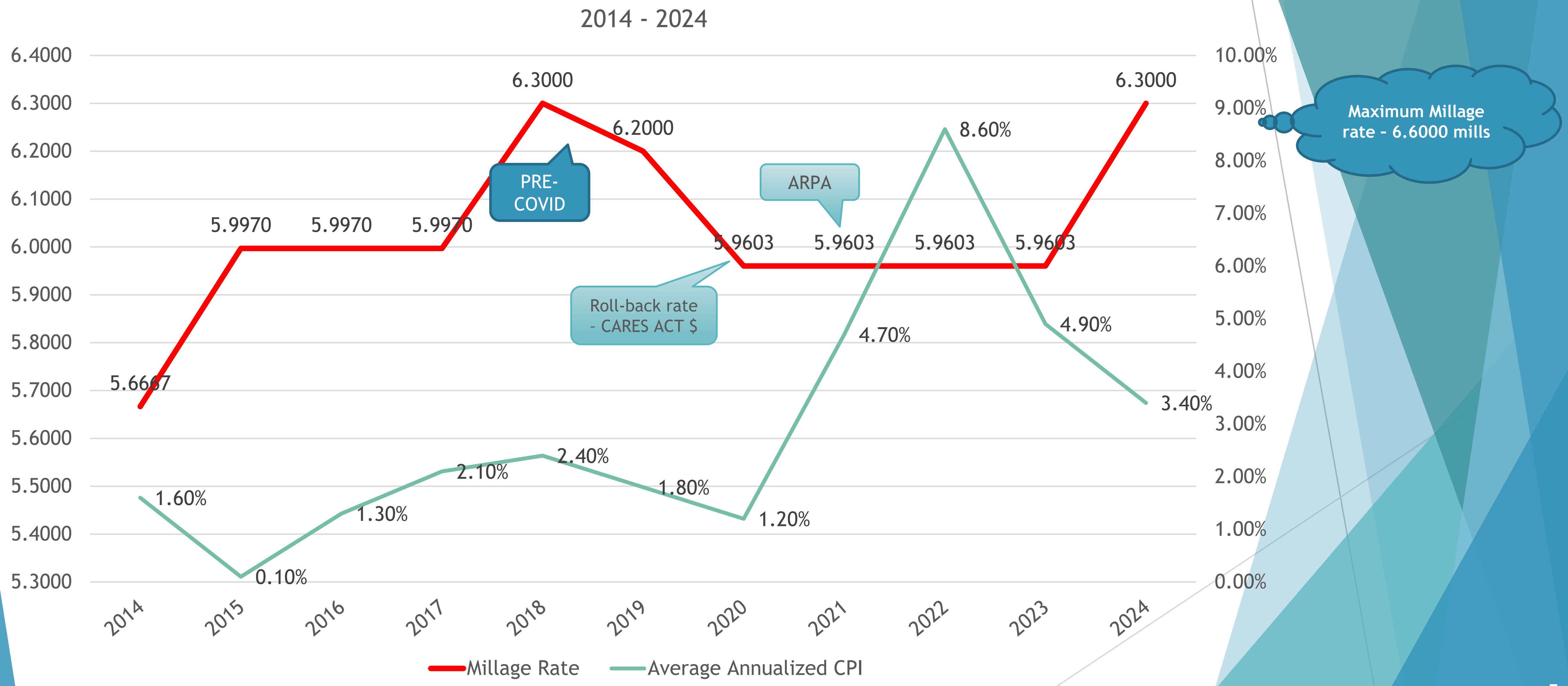
- Property Tax Revenues

On May 30th Lake County Property Appraiser updated the "Best Estimates" of Taxable Value for FY2024-25 (Tax year 2024) including new construction of $1,982,164,812

	Tax year 2023 FY 2023-24	*"Best Estimate" Tax year 2024 FY 2024-25*	Notes
Gross Taxable Value	$ 1,800,605,127	$ 1,982,164,812	*10.08% increase per Lake County Appraiser*
Adopted Millage Rate	5.9603	*Goal - 6.3000*	*CPI in April 3.4%*
Maximum Millage Rate	6.1000	*6.6000*	
NET Taxes	$ 10,195,539	$ 11,863,256	*$ 1,667,717*

$149,634 of this increase belongs to CRA and NE-CRA

Mount Dora historical millage rates and Consumer price indices change



Impact on Average Resident – City of Mount Dora taxes only

CITY OF MOUNT DORA

FY23-24

Home Taxable Value $ 285,748

Millage rate @ 5.9603	$1,703
Fire Assessment Fee	+ $209
City of Mount Dora Tax	= 1,912

FY24-25

Home Taxable Value $ 294,321

Millage rate @ 6.3000	$1,854
Fire Assessment Fee	+ $209
City of Mount Dora Tax	= 2,063
NET INCREASE	$151

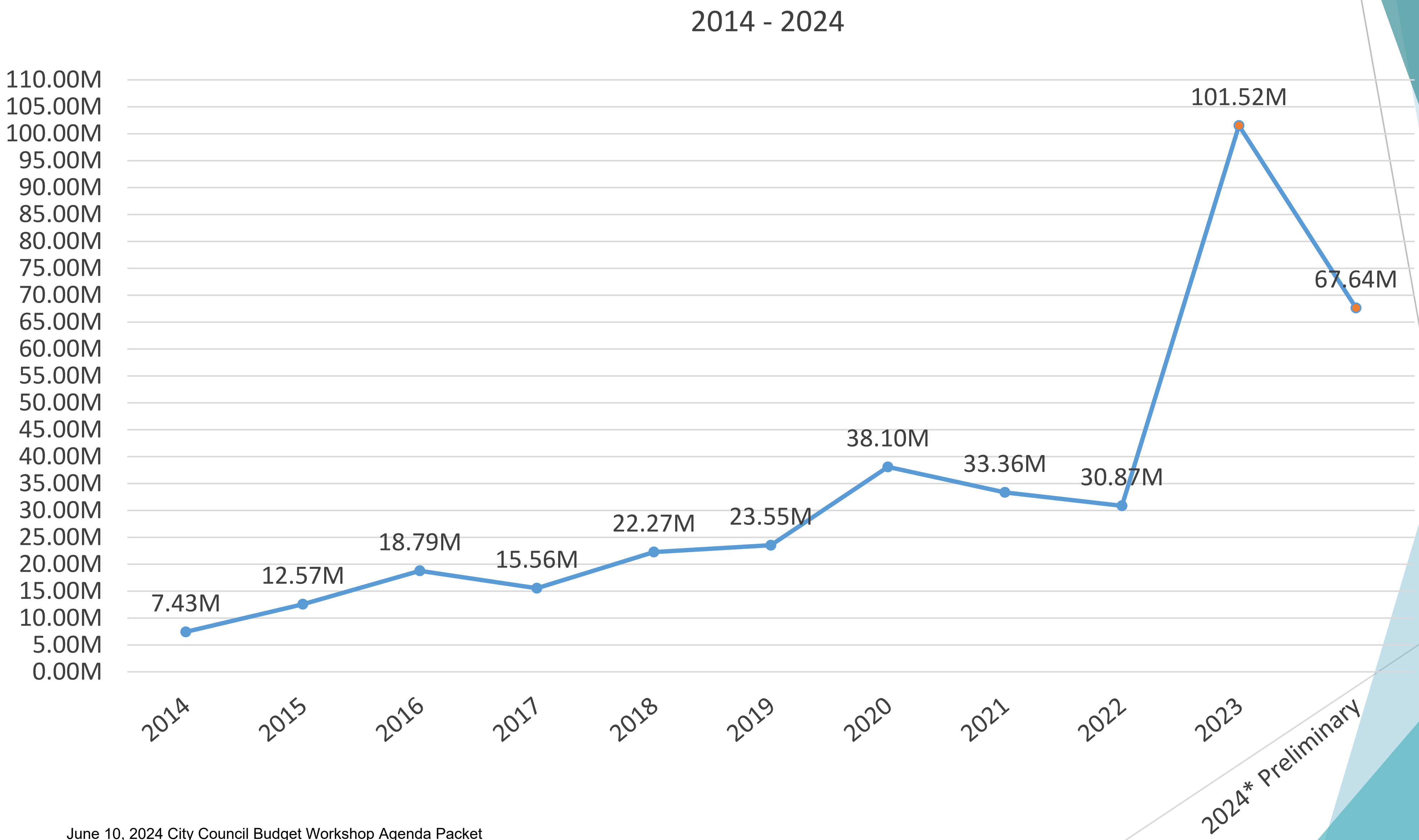
This graphic displays what a homeowner pays in ad valorem taxes on a homesteaded property in the City of Mount Dora with a median assessed value of $344,321 (3% increase in FY24-25) less a $50,000 Homestead Exemption.

Property Change in Values

	2024 Taxable Value *Best Estimate	Taxable Value % change from last Year	2024 Net New Construction Value	New construction % change from last Year
ASTATULA	140,954,876	**41.63%**	**32,154,773**	**777.79%**
LEESBURG	3,493,364,379	**38.18%**	**733,653,402**	**462.19%**
MINNEOLA	1,756,367,709	**30.75%**	**196,778,937**	**54.45%**
MONTVERDE	209,157,185	**26.99%**	**27,436,255**	**329.30%**
MASCOTTE	492,772,730	**25.64%**	**49,700,318**	**142.78%**
GROVELAND	2,323,672,025	**18.30%**	**212,515,569**	**21.19%**
HOWEY IN THE HILLS	223,617,843	**17.52%**	**18,898,968**	**51.23%**
UMATILLA	277,211,723	**15.55%**	**6,671,129**	**26.80%**
CLERMONT	5,623,196,730	**14.93%**	**346,813,167**	**28.47%**
TAVARES	1,702,002,605	**13.63%**	**91,020,388**	**25.51%**
MOUNT DORA	**1,982,164,812**	**10.08%**	**67,635,096**	**-31.89%**
LADY LAKE	1,792,576,333	**9.72%**	**28,496,036**	**163.93%**
EUSTIS	1,648,379,549	**9.50%**	**47,592,585**	**90.34%**
FRUITLAND PARK	1,105,236,371	**8.05%**	**10,814,133**	**147.14%**

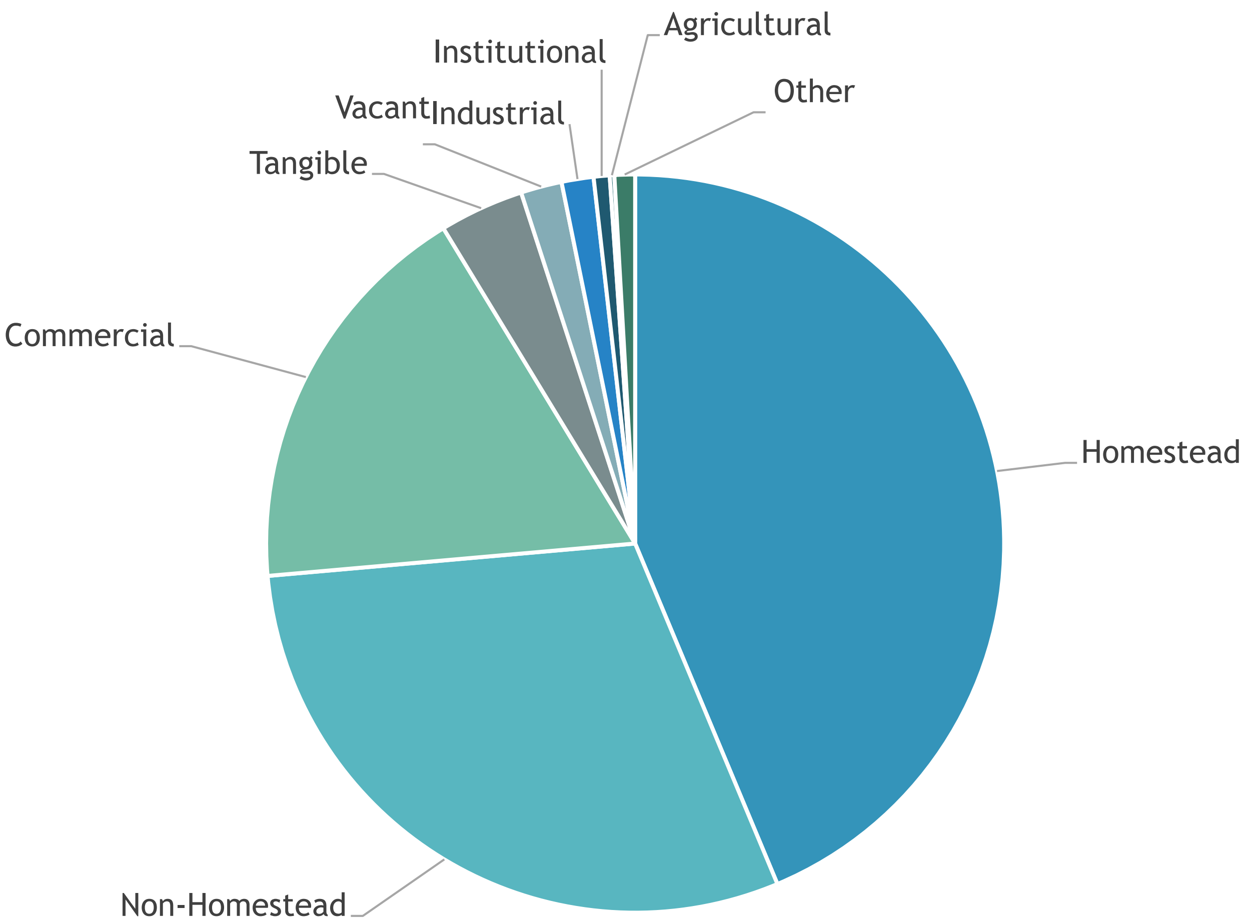
Countywide Taxable Values are up by 14.80% and the Cities Taxable Values are up to 20.03% on average

Mount Dora New construction



Taxable value by property class*

Awaiting Property Appraisers office update – available beginning of July, pictured is FY23-24



Fire Assessment

FY 2024-25 Fire Budget Overview

CITY OF MOUNT DORA

General Fund Fire Protection

001-1810

- General fund monies
- Budget: approx. $4.3M *(pending employee salary increases, health insurance, etc.)*

We will be discussing in details under Governmental Funds - July 22nd workshop

Fire Impact

125

- Restricted to expansion due to new growth
- Budget: **$415,513**

Fire Assessment

131

- Fire Assessment Fee
- Fire Protection only <u>not EMS</u>
  - Proposing that the fee remains the same at $209 per benefit unit based on continuation of utilization of the Impact Fees for Debt Service
  - Budget: **approx. $1,976,844**

2018 Fire Assessment Bond

- Debt Service in fund 200 via transfer
  - Outstanding Principal **$18,805,000**
  - Outstanding Interest **$11,086,328**
  - FY2024-25 Loan Payment: **$1,243,863**

Fire Impact Fees Summary Revenues & Expenditures

REVENUES	FY 2024/25 Proposed	% of Total
Fire Fee - Residential	$402,602	96.89%
Fire Fee - Commercial	$12,911	3.11%
Total	**$415,513**	**100.00%**

Impact Fees are collected on new development to defray the cost of capital investments needed to maintain the level of fire service due to future growth.

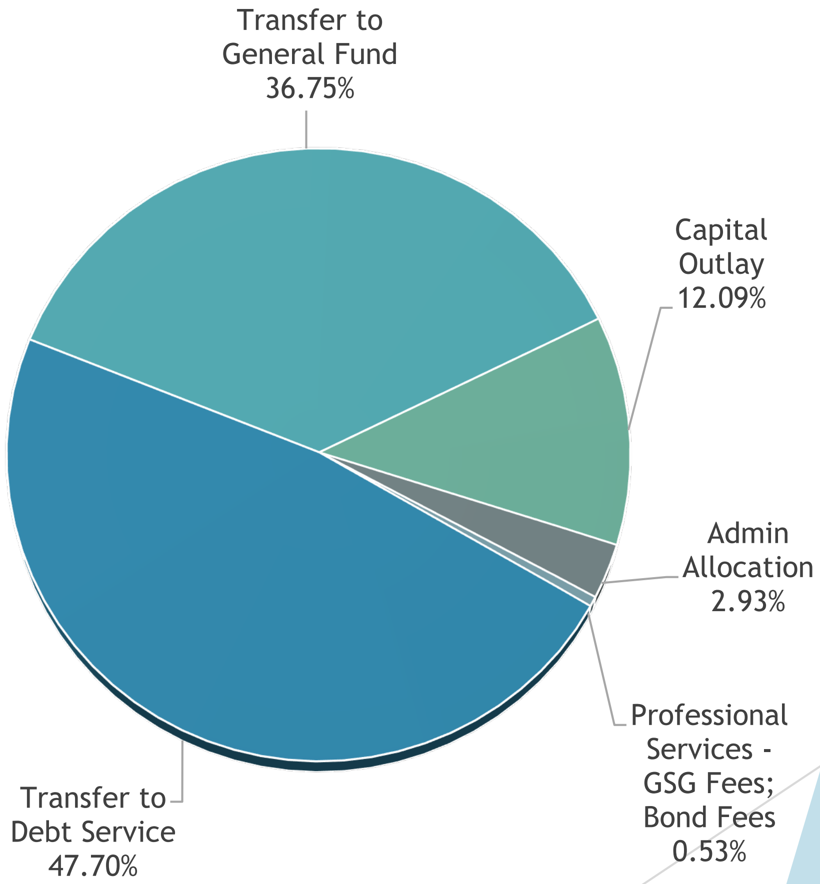
EXPENDITURE	FY 2024/25 Proposed	% of Total
Debt Service	$300,000	72.20%
Reserves	$115,513	27.80%
Total	**$415,513**	**100.00%**

Impact Fees can be used for capital or debt service related to growth.

Fire Assessment Overview
Fund 131

REVENUES	FY 2024/25 Proposed	% of Total
Fire Assessment Fee	1,976,844	100.00%
Total	$1,976,844	100.00%

Expenditure	FY 2024/25	% of Total
Transfer to Debt Service	942,863	47.70%
Transfer to General Fund	726,586	36.75%
Capital Outlay	239,000	12.09%
Admin Allocation	57,895	2.93%
Professional Services - GSG Fees; Bond Fees	10,500	0.53%
Total	**$1,976,844**	**100.00%**



On June 18th we will be adopting Preliminary Fire Assessment Fee Resolution with the rate of $209

NEXT STEPS

- Budget Workshops
  - Enterprise Funds and Capital Outlay & CIP – July 8th - 6:00 pm
  - Governmental and Internal Service Funds – July 22nd – 6:00 pm
  - Final Budget Workshop – August 26th – 6:00 pm
- Meeting for Action Items
  - Set Maximum Millage – July 18th – Regular Council Meeting 6 pm
- Public Hearings
  - Fire Assessment September 10th – 6:00 pm
  - 1st Mileage Rate and Budget Tuesday September 3rd – 6:00 pm
  - 2nd Mileage Rate and Budget Tuesday September 17th – 6:00 pm

QUESTIONS

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