

# City of Key West Budget Workshop General Fund Fiscal Year 2024-25

Tuesday, July 16, 2024

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# Highlights of FY24-25 Budget

## General Fund

- Personnel Services
  - FY 2024-25 \$59,073,157
    - Up 8.1 Percent (\$54,653,517) from FY 2023-24
    - 60 Percent of General Fund Total Expenditures
  
- Operating Expenditures
  - FY2024-25 \$14,965,040
    - Up 9.9 Percent (\$13,615,020) from FY 2023-24
    - 15 Percent of General Fund Total Expenditures
  
- Transfers
  - Adaptation & Sustainability Fund \$ 227,125
  - Affordable Housing Fund \$ 83,605
  - Community Development Office \$ 207,883
  - Truman Waterfront Fund \$ 250,989
  - Community (AIPP) Fund \$ 25,000
  - Infrastructure Fund \$ 1,000,000
  - Gas Tax Fund \$ 1,000,000



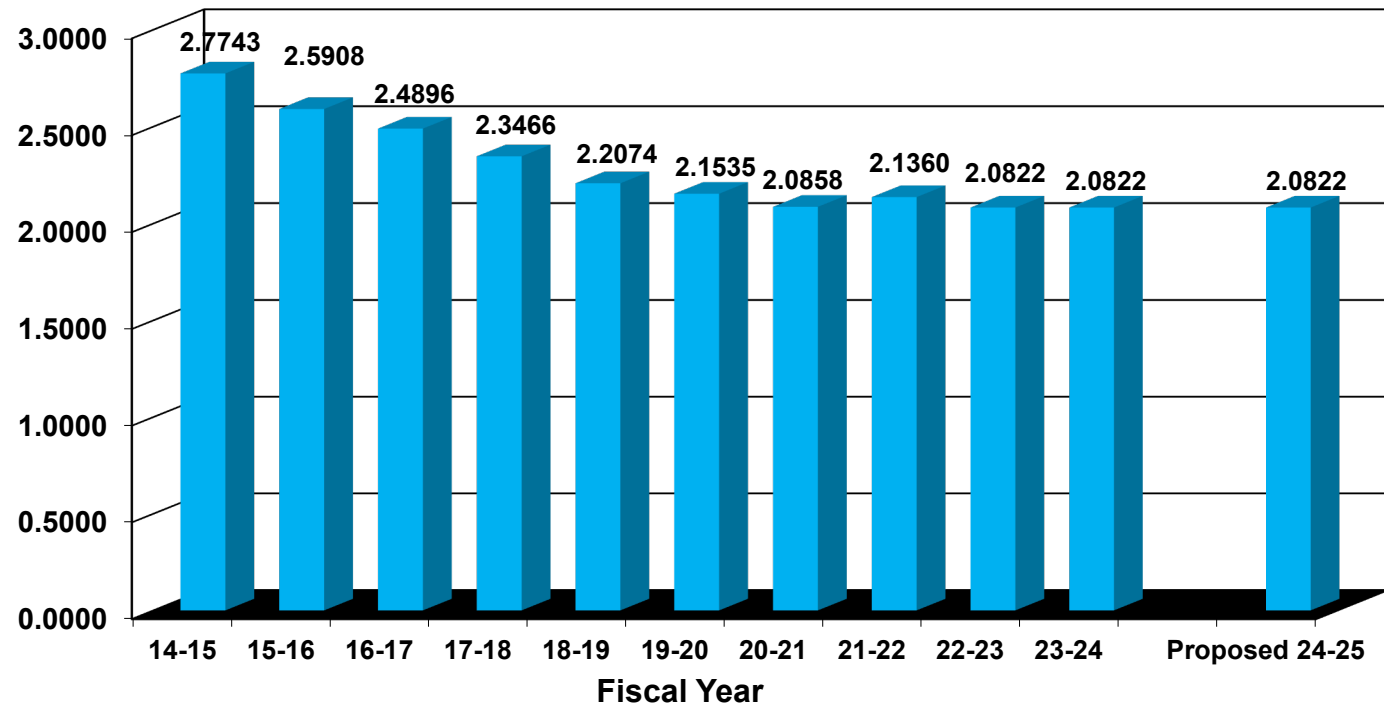
# Ad Valorem

- **Growth in Total Taxable Value - 2024 to 2025**
  - 2024 Final (VAB) \$10,363,527,834
  - 2025 (July 2024 Estimation) \$11,274,023,879
  - Growth in New Construction & Assessed Valuation \$ 910,496,045
- **Increase of 8.79% in Total Taxable Value**
  - New Construction \$ 7,739,806
  - Value Growth \$ 902,756,239
- **City of Key West Taxes Levied By Property Type**
  - Residential Homesteaded Property 17.5%
  - Residential Non-Homesteaded Property 47.9%
  - Vacant Lots .8%
  - Non-Residential Commercial 31.0%
  - Non-Residential Other .6%
  - Tangible Personal Property 2.2%



# Ad Valorem

TEN - YEAR MILLAGE HISTORY



# Ad Valorem

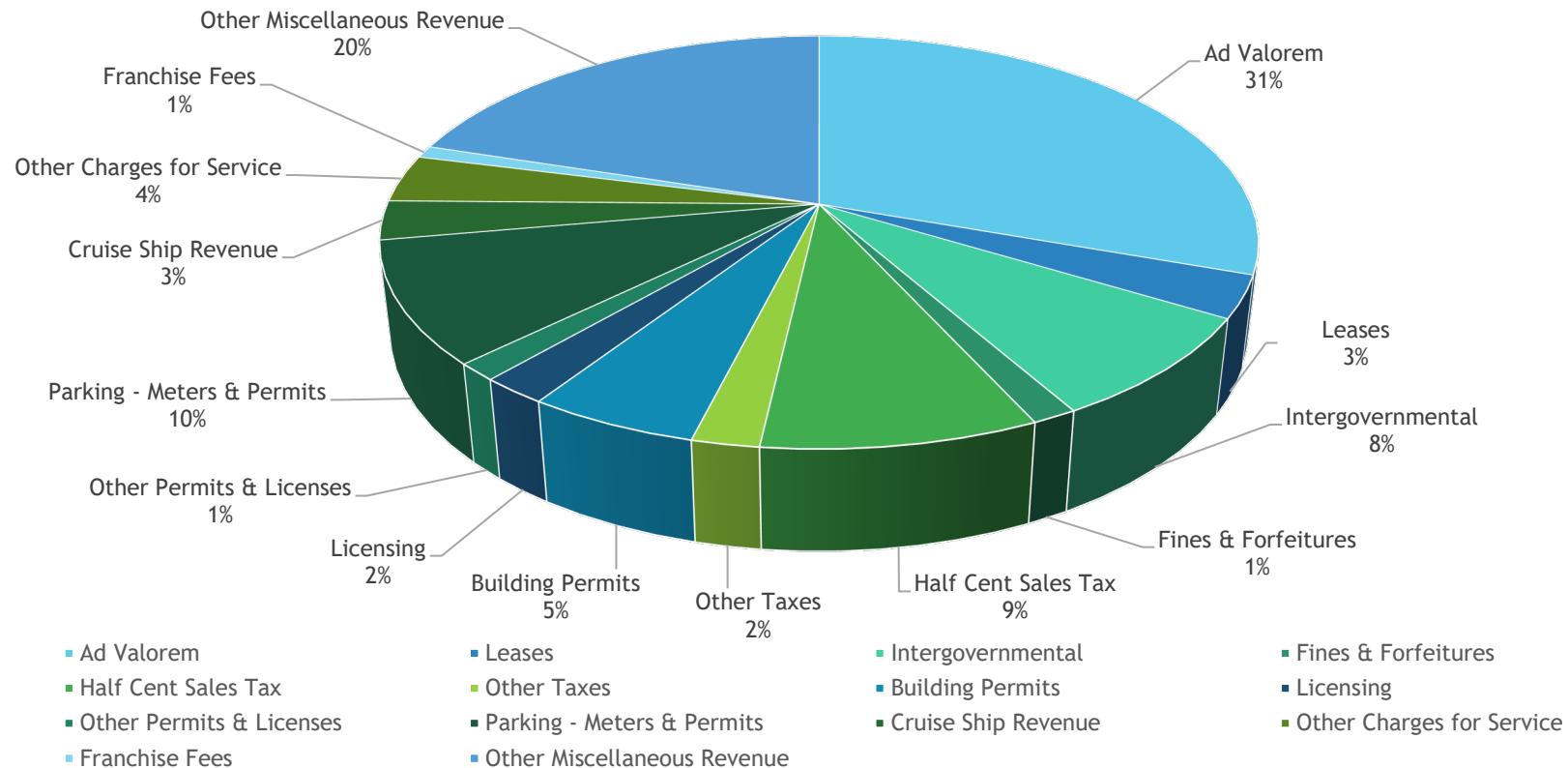
- **FY 2023-24 Adopted Millage Rate** **2.0822**
- **Residential Home \$850,000 in Taxable Value**
  - \$1,770 City Portion
- **FY2024-25 Calculated Millage Rate** **2.0822**
- **Millage Rate is Proposed to Stay the Same as FY2024**
- **Example: Residential Homesteaded Property**
  - \$875,500 in Taxable Value
  - Based on Save Our Homes 3% Capped Value Increase
  - \$1,823 City Portion or Increase of \$4.41 Per Month
- **Example: Residential Non-Homesteaded Property**
  - \$924,035 in Taxable Value
  - Based on 8.71% Value Increase
  - \$1,924 City Portion or an Increase of \$12.83 Per Month
- **Example Millage Rate Collections** **\$22,770,529**
- **Value of Each Millage Percent** **\$ 209,464**



# General Fund Revenue Highlights

- General Fund Revenues - Excluding Reserves
- Estimated to Increase 8.2% Over FY23-24

\$74,919,857



# General Fund Revenue Highlights

•	Federal State, Local, and TDC Grants	\$2,793,612
•	Federal	
•	• FDOT Motorcycle Safety Grant	\$ 75,000
•	• Vests	\$ 11,000
•	• American Rescue Plan Act	\$ 466,190
•	• Keep America Beautiful	\$ 15,000
•	Monroe County School Board & Other Local	
•	• School Resource Officers	\$1,313,089
•	• Fire Academy	\$ 50,000
•	TDC	
•	• Beach Cleaning	\$ 863,333



# General Fund Revenue Highlights

- **Parking** **\$7,800,000**
  - **\$1.00 per hour Parking Increase**
    - **Street Parking** **\$5.00 per hour to \$6.00**
    - **Mallory Parking** **\$6.00 per hour to \$7.00**
  - **Transfers Out to Other Funds**
    - **Affordable Housing** **\$546,000**
    - **TAF** **\$468,000**
    - **Truman Waterfront** **\$390,000**
- **Parking Permit Revenue**
  - **Residential** **\$ 335,000**
  - **Commercial** **\$ 400,000**
- **Parking Citations** **\$ 950,000**
- **Cruise Ship Revenue** **\$2,290,000**
  - **Pier B** **\$2,150,000**
  - **Mallory** **\$ 140,000**





# General Fund Revenue Highlights

- Transfer in From Key West Bight \$5,000,000
- Ordinary Sales Tax \$6,451,423
- Municipal Revenue Sharing \$2,250,000
- Building Fees \$4,000,000
- Business Tax Receipts \$1,579,450
- Ambulance Fees \$1,600,000
- Credit Card Fee Recovery Program \$ 400,000
- General Fund Leases \$2,450,988
- Most revenue projections remain steady with very small increases. We need to find ways to increase revenue in order to keep up with the rising cost of personnel, goods, and services throughout the City.



# General Fund Expenditure Highlights

- Homeless Services/KOTS - 24 Hour Operation
  - CRA Management Contract \$ 881,653
  - Utilities and Repairs \$ 21,120
- Aid to Private Organizations
  - A Positive Step of Monroe County \$ 35,000
  - AHEC \$ 24,000
  - F.I.R.M. \$ 50,000
  - Keys To Be The Change \$ 30,000
  - Police Athletic League \$ 34,800
  - Rotary (Fireworks) \$ 45,000



# General Fund Expenditure Highlights

- Grant Administration/Writer Services \$268,173
- Lobbying Services - State and Federal \$160,000
- Strategic Planning \$ 45,000
- Annexation Study \$ 25,000
- Planning Department Fee Study \$ 50,000
- Planning Department Professional Services \$100,000
- Stump Grinder \$ 7,000
- Bucket Truck \$200,000
- Increased Tree Trimming Budget for Urban Forestry \$ 20,000
- Claw Truck for Tree Crew \$250,000
- New Software Application for Building/Zoning \$250,000



# General Fund Expenditure Highlights

• Beach Cleaning -Reimbursed by TDC	\$863,333
• Comp Plan Evaluation and Appraisal Report	\$ 75,000
• Wharf Piling Assessments and Fender Repairs	\$115,000
• FMT Repairs to Facilities	\$500,000
• Police Department Capital Equipment	\$113,900
• Fire Department Capital Equipment	\$335,585
• Community Services HD Trucks and Forklifts	\$345,000
• City Holiday Lighting	\$ 75,000
• City Manager General Fund Contingency	\$200,000



# General Fund Expenditure Highlights

- Property & Liability Insurance \$2,568,000
- Youth Leagues
  - Key West Girl's Softball League \$ 20,000
  - Key West Little Conch Baseball \$ 25,000
  - American Youth Soccer Organization - Region 660 \$ 20,000
  - Key West Youth Football League \$ 25,000
  - Southernmost Hockey Club \$ 15,000
  - Key West Youth Lacrosse League \$ 20,000
- Key West Wild Bird Center \$ 90,000
- Operating expenditures have increased by almost 10% over a 1-year period. This is mainly due to the rising cost of goods and services paid via vendor contracts, utilities, materials, and insurance costs.



# General Fund Recap

- General Fund IS Balanced
- Revenues are Steady, However, Not Increasing - Revenue Enhancements and/or New Revenues are Needed to Continue Doing Business
  - Increase Residential Parking Permit
  - Special Events Pricing Structure Changes
  - Implement a Records Requests Fee for Trip Reports
  - Any Other Suggestions?
- Expenditures are Increasing Rapidly - Further Expenditure Reductions May Be Necessary
- Any Questions?

