

City of Key West Budget Workshop General Fund Fiscal Year 2022-23

Monday, July 25, 2022

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Highlights of FY22-23 Budget

General Fund

- Personnel Services
 - FY 2022-23 \$48,331,524
 - Up 7 Percent (\$45,116,349) from FY 2021-22
 - \$3.2M Increase
 - 75 Percent of General Fund Total Expenditures
- Operating Expenditures
 - FY2022-23 \$12,279,500
 - Up 21 Percent (\$9,758,282) from FY 2021-22
 - \$2.5M Increase
 - 19 Percent of General Fund Total Expenditures
- Transfers
 - Adaptation & Sustainability Fund \$ 533,089
 - Truman Waterfront Fund \$ 251,717
 - Community (AIPP) Fund \$ 22,000



Ad Valorem

- Growth in Total Taxable Value - 2022 to 2023
 - 2022 Final (VAB) \$8,229,630,855
 - 2023 (July 2022 Estimation) \$8,990,616,159
 - Growth in New Construction & Assessed Valuation \$ 760,985,304
- Increase of 9.24% in Total Taxable Value
 - New Construction \$ 22,566,681
 - Value Growth \$ 738,418,623
- City of Key West Taxes Levied By Property Type
 - Residential Homesteaded Property 17.4%
 - Residential Non-Homesteaded Property 48.5%
 - Vacant Lots .7%
 - Non-Residential Commercial 30.3%
 - Non-Residential Other .7%
 - Tangible Personal Property 2.4%



Ad Valorem

- FY 2021-22 Adopted Millage Rate 2.1360
 - Residential Home \$800,000 in Taxable Value
 - \$1,709 City Portion
- FY2022-23 Calculated Millage Rate 1.9875
 - 5% Above Rollback Rate
 - Example: Residential Homesteaded Property
 - \$824,000 in Taxable Value
 - Based on Save Our Homes 3% Capped Value Increase
 - \$1,638 City Portion or Decrease of \$5.92 Per Month
 - Example: Residential Non-Homesteaded Property
 - \$873,920 in Taxable Value
 - Based on 9.24% Value Increase
 - \$1,737 City Portion or an Increase of \$2.33 Per Month



Ad Valorem

- Calculated Millage Rate Collections \$17,955,855
- Each Additional Millage Percent Above/Below Rollback \$ 171,008
 - About One Reserve Day Per Percent
- FY2022-23 Millage Rate Example 2.0822
 - 10% Above Rollback Rate
 - Example: Residential Homesteaded Property
 - \$824,000 in Taxable Value
 - Based on Save Our Homes 3% Capped Value Increase
 - \$1,716 City Portion or an Increase of \$0.58 Per Month
 - Example: Residential Non-Homesteaded Property
 - \$873,920 in Taxable Value
 - Based on 9.24% Value Increase
 - \$1,820 City Portion or an Increase of \$9.25 Per Month
 - Example Millage Rate Collections \$18,810,896



General Fund Revenue Highlights

•	Federal State, Local, and TDC Grants	\$3,697,804
•	Federal	
•	• Byrne JAG Grant	\$ 7,000
•	• Vests	\$ 11,000
•	• Comprehensive Plan	\$ 50,000
•	• American Rescue Plan Act	\$1,836,960
•	Monroe County School Board & Other Local	
•	• School Resource Officers	\$ 952,344
•	• Fire Academy	\$ 50,000
•	TDC	
•	• Beach Cleaning	\$ 790,500



General Fund Revenue Highlights

- Parking \$6,956,101
 - General Fund Street Parking Up 12% from FY2019
 - Transaction Counts Decreasing
- Parking Permit Revenue
 - Residential \$ 360,000
 - Commercial \$ 300,000
- Transfer in From Key West Bight \$4,250,000
- Cruise Ship Revenue \$1,085,528
 - 2.5% Disembarkation Increase
 - 65% Arrival Rate
- Ordinary Sales Tax \$5,705,423
 - State Projection
 - Potential to Increase Based on Current Year's Actuals



General Fund Revenue Highlights

- Building Fees \$2,400,000
- Business Tax Receipts \$1,617,620
- Ambulance Fees \$1,200,000
- Credit Card Fee Recovery Program \$ 325,000
- General Fund Leases \$2,187,665
 - Includes Last 3 Months of COVID Deferment Payments
- Most revenue projections remaining steady and/or decreasing slightly. 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 \$ 774,053
 - Utilities and Repairs \$ 20,500
 - Temporary KOTS Setup During Construction \$ 250,000
- Aid to Governmental Organizations \$ 300,000
 - Housing Authority for Poinciana Gardens Support
- Aid to Private Organizations
 - A Positive Step of Monroe County \$ 35,000
 - AHEC \$ 22,500
 - F.I.R.M. \$ 50,000
 - Keys To Be The Change \$ 10,000
 - Police Athletic League \$ 32,500
 - Rotary (Fireworks) \$ 45,000



General Fund Expenditure Highlights

• Grant Writer Services	\$ 62,500
• Lobbying Services	\$ 75,000
• Parking Pay Station Purchase (8)	\$ 60,000
• Search for New City Manager	\$ 25,000
• Software Module for City Wide Testing and Recording	\$ 35,000
• Fleet Management Software	\$ 31,000
• Facility Generator for Fleet and FMT	\$ 90,000
• FMT Repairs to Facilities	\$591,000
• Community Rating System (CRS)	\$ 36,700
• Commercial Design Standards for Corridor Resiliency Plan	\$200,000
• Comp Plan Evaluation and Appraisal Report	\$150,000



General Fund Expenditure Highlights

- Property & Liability Insurance \$1,450,000
- City Christmas Lighting \$ 75,000
- 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 12% 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 - Revenue Enhancements and New Revenues are Needed to Continue Doing Business
- Expenditures are Increasing Rapidly - Further Expenditure Reductions May Be Necessary
- Any Questions?

