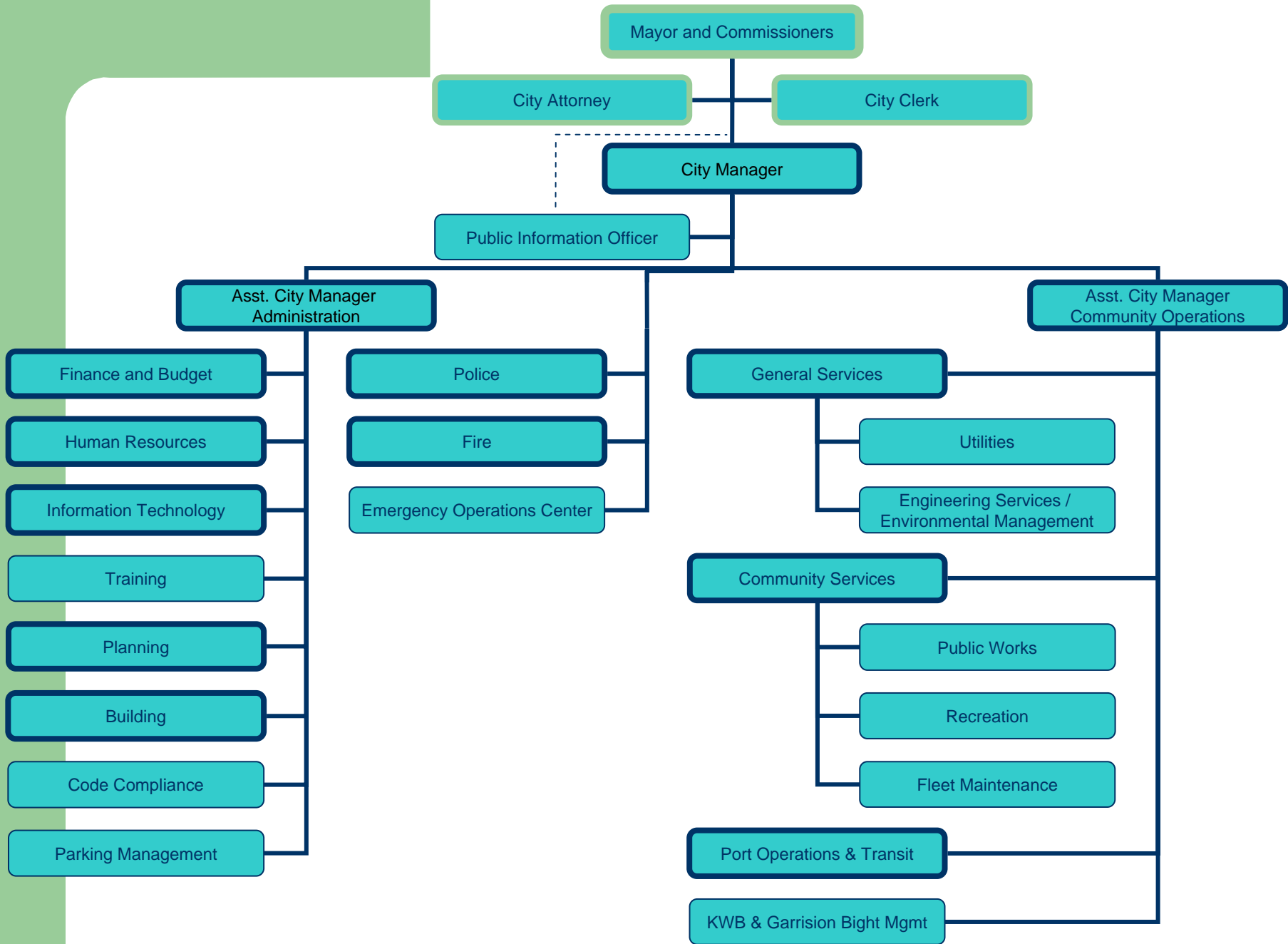


City of Key West

Summary of Proposed
General Fund Budget
FY 2010-11





City of Key West Proposed Budget General Fund FY 10-11

Total General Fund Revenue	\$ 40,260,800*
Total General Fund Expense	\$ 40,260,800**
Total General Fund Rev Less Exp	(\$ 0.00)

* Excludes PY Carry Forward \$ 7,666,700

** Excludes Cash Flow Reserves \$ 7,659,500 ***

*** Represents 73 - 80 days Reserve

FY 09-10 Budget – Amended \$ 38,888,220

- Major Drivers for Increase for FY 2010-11
 - Smathers Beach Restoration
 - Health Insurance – 6 Percent Increase
 - Bahama Village Community Policing
 - Step Increases

City of Key West Proposed Budget General Fund FY 10-11

General Fund – Revenue Highlights

- **Ad Valorem**
 - 15 Percent Decline in Total Taxable Value from 2009 (Final VAB) to 2010 DR 420
 - Based on 3.0666 Millage Rate – Defined as “Rollback” Rate
 - Budgeted at 96% percent

- **Building Fees**
 - Budgeted slightly below at FY 09-10 projected collections or \$1,250,000

- **Cruise Ship Disembarkation**
 - Mallory Square
 - 34% Increase in budgeted port calls compared to PY budgeted Port Calls
 - 31% Increase in Passenger Count

 - Outer Mole
 - 1% Decrease in budgeted port calls compared to PY budgeted Port Calls
 - 3.5% Decrease in Passenger Count

 - Pier B
 - 3% Decrease in budgeted port calls compared to PY budgeted Port Calls
 - 2% Increase in Passenger Count

 - Total Projected Passengers for all Three (3) Port Locations is 781,374
 - Down Approximately 13,000 from Initial FY 2009-2010 Projections

City of Key West Proposed Budget General Fund FY 10-11

General Fund – Revenue Highlights (cont'd)

- **Payment in Lieu of Taxes**
 - Budgeted at FY10 levels
- **State Shared Revenues**
 - Budgeted at or slightly above State recommendations
- **Federal, State, Local and TDC Grants**
 - Approximately \$1.35M
 - **Federal**
 - \$.3M PD Officers (4)
 - **State/Local**
 - \$.1M SRO
 - \$.05M Historic Structure Survey
 - \$.4M FDEP Beach Restoration
 - **TDC**
 - .5M Beach Cleaning and Restoration

City of Key West Proposed Budget General Fund FY 10-11

Ad Valorem Impact

- **FY 2010 -11 (Proposed) 3.0666 Millage Rate - “Rollback”**
 - \$919.98 / Annually or \$3.066 per \$1,000 of Taxable Value
 - Based on a \$300,000 Assessment
- **FY 2009-10 (Adopted) 2.6414 Millage Rate – “Rollback”**
- **Millage rate Increase of over 15 Percent**
- **Assuming 15 Percent Decline in Total Taxable Value**
 - No Change in Tax Bill from CY 2009 to CY 2010
- **Saves Our Home properties *generally* will see a Tax Increase in a slumping Real Estate Market**

City of Key West Proposed Budget General Fund FY 10-11

Included In Proposed Budget

- Fully Operational Parking Division
- City Managed School Crossing Guard Program
- Fully Automated Mallory Square Parking
- Former Bahama Village Community Policing Officer Program
- New Positions Requested – Recommended by City Manager:
 - One (1) Code Officer
 - One (1) Police Department Dispatch Officer
- Contractual Step Increases for Fire and Police Departments
- Capital Alliance & Federal/State Lobbying Groups

City of Key West Proposed Budget General Fund FY 10-11

Included In Proposed Budget (Cont.)

- City Manager Operating Contingency of \$250K
- Historic Structure Survey (50 percent Grant)
- Elimination of Vacant Senior Planner Position
 - Remaining Elements of Comp Plan to be performed by Planning Consultant
- Ambulance Service Subsidy Included @ FY10 Budgeted Level
- Resod Two (2) Softball Fields
- Smathers Beach Restoration Project
- Smathers and Rest Beach Cleaning

City of Key West Proposed Budget General Fund FY 10-11

Not Included In Proposed Budget

- **Use of Fund Balance – Projected to be 72-80 Days @ Sep 30, 2010**
 - Includes Additional Amount to Fund Police/Fire Pension Above Budgeted Amounts
- **Salary Increases or Cost Of Living Adjustments**
- **Position Reclassifications**
- **New Position(s) Requested – Not Recommended:**
 - One (1) Energy Manager
- **Full Implementation of the Climate Action Plan**

City of Key West Proposed Budget General Fund FY 10-11

Recommendations

- Set Millage Rate at “Rollback” Rate of 3.0666
- Implement Operational Measures to Increase “Reserves” to 90 Days at FYE 2010-11
- Compensation:
 - Maintain Contractual Step Increases for Fire and Police Departments
 - Allow for Some Minor Adjustments
 - Teamsters and Non Union Members
 - No Adjustment for Directors, Asst. Directors, Managers, PD/FD Equivalents and City Management
 - Allow for Competitive Adjustment for City’s Lowest Paid
 - Allow for Reasonable Adjustment for all other Teamster & Other Non Union Members
- Continue to review all requested new and existing positions for elimination or consolidation