

City of Key West Budget Workshop All Funds Fiscal Year 2022-23

Monday, July 25, 2022

Christina Bervaldi, Finance Director



Schedule

Monday, July 25, 2022

- **9:00 am to Noon**
 - Changes in Personnel Services - All Funds
 - Budget Highlights - All Funds
 - IRMA/FEMA Reimbursement Update
 - American Rescue Plan Act Update
 - General Fund
- **Reconvene at 1:30 (Time Approximate)**
 - Infrastructure Fund (General Government)
 - Capital Projects Fund (General Government)
 - Internal Improvements Fund (Gas Tax)
 - Truman Waterfront Fund



Schedule (Continued)

Wednesday, July 27, 2022

- 9:00 am to Noon
 - Sewer Fund
 - Stormwater Fund
 - Solid Waste Fund
 - Adaptation & Sustainability Fund
- Reconvene at 1:30 (Time Approximate)
 - Transportation Alternative Fund
 - Transit Fund
 - Key West Bight Fund
 - Garrison Bight Fund



Schedule (Continued)

Thursday, July 28, 2022

- 9:00 am to Noon
 - Affordable Housing Fund
 - Community Development Office
 - Bahama Village CRA Fund
 - Caroline Street CRA Fund
- Before workshop adjournment, we must agree on tentative millage rate. All other aspects of proposed budget can be reviewed, modified, or expanded as needed during the month of August.



Highlights of FY22-23 Budget

Personnel - All Funds

- **Eighteen (18) New Positions Requested**

- Special Projects Coordinator
- Code Compliance Inspector - Transient
- BVRAC CRA Program Manager
- HARC Inspector/Compliance Officer
- Urban Forestry Associate
- Officer (4)
- Firefighter (9)
- 8 Positions Being Recommended by City Manager

City Manager
Code Enforcement
Planning
Planning
Planning
Police Department
Fire Department

- **Reclass Requests**

- Reclassification of Commissioners/Mayor
- Reclassification of Non-CDL Bus Drivers

- **Other Items Being Reviewed**

- Reclassification Bus Drivers, Maintenance Workers, and Lifeguards
- Possible Signing Bonuses for 'Hard to Fill' Positions



Highlights of FY22-23 Budget

Personnel - All Funds

- Increase to Base Pay for General Employees/ Police/Fire
 - Police Department Increase of 4% - PBA Bargaining Unit
 - Fire Department Increase Still in Negotiation - IAFF Bargaining Unit
 - General Employees Increase Still in Negotiation - Teamsters Bargaining Unit
- Merit Increases for General Employees
 - Merit Increases Will Be on a Sliding Scale
 - 2% Maximum
 - Cost to General Fund \$357,469
 - Cost to All Other Funds \$135,239



Highlights of FY22-23 Budget

General Fund

- **Fund Balance/Operating Reserve**
 - Policy - 72 to 92 Days
 - FYE 2022 Estimated Unassigned Fund Balance 91 Days
 - Up to a Possible 18 Additional Days
 - FEMA/IRMA Reimbursements - 8 Days 99 Days
 - ARPA Reimbursements - 10 Days 109 Days
- **Ad Valorem Taxes - Property Taxes**
 - Calculated Millage Rollback Rate 1.8929
 - Proposed Tentative Millage Rate 1.9875
 - 5% Over Rollback
- **Cruise Ship Revenue** \$1,805,528
 - Pier B Disembarkation @ 65% Arrival Rate
- **Transfer In From Key West Bight** \$4,250,000
- **Ordinary Sales Tax** \$5,705,423
- **ARPA Funds Allocation** \$1,836,960



Highlights of FY22-23 Budget

Infrastructure Fund

- **Discretionary Sales Surtax** **\$14,000,000**
 - State Has Not Posted Recommendations
 - Estimation Based on FY2022 Collections
- **CDBG Grant Awarded for New Homeless Shelter** **\$ 4,300,000**
- **TDC Award for Smather's Beach Pavilions** **\$ 198,000**
- **ARPA Funds Designated for Projects** **\$ 1,943,115**
- **Capital Projects New Funding Requests** **\$11,229,744**
- **Machinery & Equipment New Funding Requests** **\$ 5,363,472**

Internal Improvements (Gas Tax) Fund

- **Paving and Sidewalk New Program Allocations** **\$4,000,000**
 - Transferred in From Infrastructure Fund
- **Shoulder Restoration New Program Allocation** **\$ 150,000**
- **Continuation of One-Way Study and Implementation** **\$ 100,000**



Highlights of FY22-23 Budget

Truman Waterfront Fund

- Total Proposed Budget \$1,091,529
- General Government Parking \$ 273,844
 - 27% of General Fund Street Parking Excluding Mallory Square
- Estimate for Parking Fees \$ 167,000
- Estimate for Amphitheater Revenue \$ 75,000
- Transfer In From General Fund \$ 251,717

Adaptation & Sustainability Fund

- Total Proposed Budget \$2,241,034
- Transfer In From General Fund \$ 533,089
 - Operations Support
 - Coral Reef Restoration and Maintenance
 - Water Quality Testing
- Transfer In from Infrastructure Fund \$1,566,100
- Adaptation/Resiliency Plan Initiative In Process



Highlights of FY22-23 Budget

Transportation Alternative Fund

- Total Proposed Budget \$1,230,664
- General Government Parking \$ 342,305
 - 33% of General Fund Street Parking Excluding Mallory Square
- Key West Bight Parking \$ 229,550
 - 50% of Key West Bight Parking
- Park N Ride Parking \$ 126,439
 - 67% of Park N Ride Parking
- FDOT Transportation Alternatives Last Mile Grant Initiative in Process
- Signalization and Pedestrian Improvements
- Bike Rack Installations
- New Crosstown Greenway Initiative
- Wicker's Bike Trail Realignment Initiative In Process
- New Wayfinding Initiative



Highlights of FY22-23 Budget

Utility Funds

- Sewer Proposed Increase 3% Increase
- Stormwater Proposed Increase 3% Increase
- Solid Waste Proposed Increase 5% Increase

Community (AIPP) Fund

- FYE 2021-22 Estimated Unrestricted Fund Balance \$ 149,049
- Request for General Fund Operational Support \$ 22,000

Fort Taylor Surcharge Fund

- FYE 2021-22 Estimated Fund Balance \$2,021,738
- Funds Restricted for Land Acquisition and/or Beach Renourishment and Monitoring



Highlights of FY22-23 Budget

Bahama Village CRA

- City FY2023 TIF Increment \$ 554,030
- Monroe County FY2023 TIF Increment \$ 700,000
- Douglass Gym Expansion \$ 725,000
- Nelson English Park Fitness Renovations \$ 120,000

Caroline Street CRA

- City FY2023 TIF Increment \$ 522,030
- Monroe County FY2023 TIF Increment \$ 675,000
- Community Policing \$ 150,000
- Caroline Street Paving Project \$1,244,941



Highlights of FY22-23 Budget

Affordable Housing Fund

- General Government Parking \$ 410,766
 - 40% of General Fund Street Parking Excluding Mallory Square
- Habitat for Humanity - Home Repairs for Low Income \$ 50,000
- AH Monroe - Support for FKOC Initiative \$ 100,000
- Housing Assessment \$ 25,000
- Accessory Dwelling Unit Consultant \$ 50,000

Community Development Office

- City Considering Moving In House - Budget Allocations Pending



Highlights of FY22-23 Budget

Key West Bight Fund

- FYE 2021-22 Estimated Unrestricted Fund Balance \$11,106,487
- Reserved for Projects in Process \$12,482,357
- Transfer to General Fund \$ 4,250,000
- New Capital Projects/Equipment Funding Requests \$ 4,520,508
- Operating Reserve \$ 3,612,429

City Marina Fund

- FYE 2021-22 Estimated Unrestricted Fund Balance \$ 2,769,102
- Reserved for Projects in Process \$ 380,346
- New Capital Projects/Equipment Funding Requests \$ 2,038,500
- Operating Reserve \$ 655,699

Transit Fund

- FYE 2021-22 Estimated Unrestricted Fund Balance \$ 706,068
- Transit Fund Not Balanced - Waiting on Further Grant Revenue



Highlights of FY22-23 Budget

Hurricane IRMA/FEMA Reimbursements

• Total Event Cost	\$11.1M
• FEMA Reimbursements	\$ 8.9M
• State Reimbursements	\$ 358K
• FTA Reimbursements	\$ 123K
• Insurance Proceeds	\$ 373K
• Other Reimbursements	<u>\$ 167K</u>
• City of Key West Share to Date	\$ 1.2M
• FEMA Reimbursements Remaining	\$1,167,066
• City Wide Traffic Lights	\$ 78,026
• Debris Removal	\$ 331,596
• Mallory Square Seawall & Footbridge	\$ 514,463
• Management Costs @ 50%	\$ 242,981



Highlights of FY22-23 Budget

American Rescue Plan Act

- City of Key West Total Award \$17,098,443
 - FDEM - City \$12,079,588
 - FDOT - Port \$ 5,018,855
- FDEM Funds Allocation
 - Proposed FY2022 \$ 1,588,376
 - Reimbursement of Expenditures Already Realized
 - Stop GAP - United Way
 - Stop GAP - AHEC
 - AHEC - Phase I, II, and III
 - 2021 Police Academy
 - KWPD COVID Bonus
 - KOTS COVID Expenses
 - Post CARES Labor



Highlights of FY22-23 Budget

American Rescue Plan Act

- **FDEM Funds Allocation (Continued)**
 - **Proposed FY2023** **\$3,830,075**
 - **General Fund Capital and/or One-Time Expenditures** **\$1,836,960**
 - **Infrastructure Fund** **\$1,943,115**
 - **KWPD Axon Camera System Replacement**
 - **Parks & Recreation Camera Installations**
 - **Transit Fund** **\$ 50,000**
 - **Park and Ride Security Cameras**
 - **Remaining FDEM Funding for Allocation** **\$6,661,137**
 - **Possible Ideas**
 - **Affordable Housing Initiatives**
 - **Additional Infrastructure Projects**



Highlights of FY22-23 Budget

American Rescue Plan Act

- **FDOT Funds Allocation For Ports** **\$5,018,855**
 - **Possible Allocation Projects**
 - Charter Boat Row Seawall Project
 - Ferry Terminal Improvement Project



Recap

- Set Tentative Millage
- Budget Hearings
 - Currently Scheduled for:
 - September 8, 2022
 - September 22, 2022
- Questions

1st Public Hearing
Final Public Hearing

