

# City of Key West

**GENERAL FUND**

**Fiscal Year 2021-2022**

# Highlights of FY2021-22 Budget

## ➤ General Fund

### ➤ Personnel Services (Budgeted)

- FY 2021-22 \$43,755,889
  - Up 4.2 Percent (\$41,998,368) from FY 20-21
  - \$1.8M Increase
- 78 Percent of General Fund Total Expenditures

### ➤ Operating Expenditures (Budgeted)

- FY 2021-22 \$9,593,282
  - Up 19.8 Percent (\$8,005,527) from FY 20-21
  - \$1.6M Increase
- 17 Percent of General Fund Total Expenditures

### ➤ Transfers (Budgeted)

- \$430,367 to Adaptation & Sustainability / Operating Subsidy
- \$349,663 to Truman Waterfront Fund / Operating Subsidy

## **General Fund – Ad Valorem**

### **➤ Growth in Total Taxable Value - 2021 to 2022**

- **2021 Final (VAB)                      \$8,056,243,851**
- **2022 (July 2021 Est.)        \$8,295,585,162**
- **Growth In New Construction & Assessed Valuation is \$239,341,311**

### **➤ Increase of 2.97% in Total Taxable Value**

- **New Construction        \$ 31,626,245                      .39 Percent**
- **Value Growth                \$207,715,066                      2.58 Percent**

# General Fund – Ad Valorem

**Table 1**  
**Comparison of Taxes Levied**  
**County and Municipal Governments**  
**Fiscal Years 2019-20 and 2020-21**

**County: MONROE**

Taxing Authority	2019-20		2020-21					
	Millage Rate	Taxes Levied	Rolled-Back Rate		As Adopted			
			RBR Rate	Taxes Levied	Millage Rate	Taxes Levied	% Chng. from 2019-20	% Diff. from RBR
MONROE COUNTY BCC								
Monroe County BCC	2.5881	\$ 73,670,111	2.4763	\$ 74,704,226	2.5781	\$ 77,775,296	5.6%	4.1%
General Purpose MSTU	0.1725	\$ 2,307,853	0.1647	\$ 2,344,811	0.1725	\$ 2,455,859	6.4%	4.7%
Local Road Patrol Law Enforcement	0.3484	\$ 4,661,193	0.3327	\$ 4,736,604	0.3484	\$ 4,960,123	6.4%	4.7%
Lower/Mid Keys Fire/Amb-MSTU	2.0792	\$ 12,911,892	1.9897	\$ 13,163,973	2.0489	\$ 13,555,644	5.0%	3.0%
Middle Keys Health Care MSTU	0.5000	\$ 1,967,554	0.4789	\$ 2,012,655	0.5000	\$ 2,101,331	6.8%	4.4%
TOTAL		\$ 95,518,603		\$ 96,962,270		\$ 100,848,253	5.6%	4.0%
City of Key Colony Beach	2.4979	\$ 1,859,120	2.4275	\$ 1,887,038	2.4979	\$ 1,941,764	4.4%	2.9%
City of Key West	2.1535	\$ 16,878,137	2.0858	\$ 16,946,150	2.0858	\$ 16,946,150	0.4%	0.0%
City of Layton	2.4083	\$ 169,879	2.3350	\$ 170,189	2.5982	\$ 189,373	11.5%	11.3%
City of Marathon	2.5900	\$ 7,058,553	2.4631	\$ 7,245,359	2.5900	\$ 7,618,643	7.9%	5.2%
Islamorada Village of Islands	3.2000	\$ 11,868,213	3.0150	\$ 12,104,848	3.0150	\$ 12,104,848	2.0%	0.0%

# General Fund – Ad Valorem

Table 2  
Distribution of Taxes Levied by Property Type  
County and Municipal Governments  
Fiscal Year 2020-21

County: MONROE

Taxing Authority	2020-2021 Taxes Levied	Percent of Taxes Levied by Property Type										Percent of Taxes Levied on New Construction	
		Real Property								Tangible Personal Property	Centrally Assessed Property		
		Residential			Non-Residential								
		Homestead	Non-Homestead	Vacant Lots	Commercial	Industrial	Institutional	Agricultural	Other				
MONROE COUNTY BCC													
Monroe County BCC	\$ 77,775,296	20.7%	56.2%	3.3%	16.7%	0.6%	0.3%	0.0%	0.2%	2.0%	0.0%	1.1%	
General Purpose MSTU	\$ 2,455,859	23.7%	58.9%	4.6%	9.6%	0.9%	0.3%	0.0%	0.2%	1.9%	0.0%	1.3%	
Local Road Patrol Law Enforcement	\$ 4,960,123	23.7%	58.9%	4.6%	9.6%	0.9%	0.3%	0.0%	0.2%	1.9%	0.0%	1.3%	
Lower/Mid Keys Fire/Amb-MSTU	\$ 13,555,644	25.1%	55.9%	5.8%	8.8%	1.5%	0.2%	0.0%	0.3%	2.4%	0.0%	1.7%	
City of Key Colony Beach	\$ 1,941,764	16.7%	76.5%	3.3%	2.9%	0.0%	0.0%	0.0%	0.1%	0.5%	0.0%	1.2%	
City of Key West	\$ 16,946,150	17.0%	47.7%	0.7%	31.4%	0.3%	0.3%	0.0%	0.2%	2.4%	0.0%	0.2%	
City of Layton	\$ 189,373	21.4%	52.0%	3.1%	22.0%	0.0%	0.0%	0.0%	0.0%	1.5%	0.0%	0.8%	
City of Marathon	\$ 7,618,643	17.4%	54.0%	3.5%	20.0%	1.1%	0.5%	0.0%	0.3%	3.1%	0.0%	2.0%	
Islamorada Village of Islands	\$ 12,104,848	20.9%	61.4%	3.8%	11.8%	0.3%	0.3%	0.0%	0.1%	1.4%	0.0%	1.3%	

# General Fund – Ad Valorem

## SAVE OUR HOMES

As section 193.155(1), F.S., provides, beginning in 1995, or the year after the property receives homestead exemption, an annual increase in assessment shall not exceed the lower of the following:

- a. Three percent of the assessed value of the property for the prior year; or
- b. The percentage change in the Consumer Price Index (CPI) for all urban consumers, U.S. city average, all items 1967 = 100 or successor reports\* for the preceding calendar year as initially reported by the U.S. Department of Labor, Bureau of Labor Statistics.

The current successor report is the 1982 – 84 = 100 current series.

The CPI change amounts in the chart below are from the year prior to the year listed.

\*The percentage changes are rounded to the nearest tenth of a percent. The income limitation amounts are based on the unrounded CPI data.

### Save Our Homes Annual Increase

Year	CPI Change*	Cap*
2021	1.4%	1.4%
2020	2.3%	2.3%
2019	1.9%	1.9%
2018	2.1%	2.1%
2017	2.1%	2.1%

# General Fund – Ad Valorem

- **FY 2020-21 Adopted Calculated Millage Rate     2.0858**
  - **Example: Residential Home \$800,000 in Taxable Value**
    - **\$ 1,669 – City Portion**
  
- **FY 2021-22 Calculated Millage Rate Example     2.1066**
  - **4% above Rollback Rate**
  - **Homesteaded Residential Property**
  - **\$811,200 in Taxable Value In FY 2021-2022**
    - **Based on 1.4 Percent Capped Increase to Property Value – Save Our Homes**
    - **\$1,709 – City Portion or \$3.33 Increase Per Month**

# General Fund – Ad Valorem

- **FY 2021-22 Calculated Millage Rate Example    2.1066**
  - 4% above Rollback Rate
  - Non-Homesteaded Residential Property
    - \$1,669 – City Portion in FY2021
  - \$820,640 in Taxable Value in FY 2021-22
    - Based on 2.58 Percent Overall Value Growth
    - \$1,729 – City Portion or \$4.98 Increase Per Month
- **Calculated millage rate produces \$17 Million (97% collection)**
- **For Reference: 1 Percent above/below rollback = \$163,616**



# **General Fund – Revenue Highlights**

- **Federal, State, Local and TDC Grants** **\$1.961M**
  - **Federal**
    - **\$ 11K**      **Byrne JAG Grant**
    - **\$ 15K**      **Vests**
    - **\$ 50K**      **Comprehensive Plan**
  - **State**
    - **\$ 30K**      **FDOT HVE Bicycle/Ped Grant**
    - **\$ 80K**      **FDOT Traffic Grant**
  - **Monroe County School Board & Other Local**
    - **\$934K**      **School Resource Officers**
    - **\$ 50K**      **Fire Academy**
  - **TDC**
    - **\$791K**      **Beach Cleaning**

## **General Fund – Revenue Highlights**

- **Cruise Ship Revenue**
  - **Only Mallory Square Disembarkation** **\$ 54,918**
  - **9 Scheduled Mallory Square Port Calls**
    - **All 9 comply with referenda conditions**
- **Transfer In From Key West Bight** **\$3,750,000**
- **\$1.00 per Hour Parking Increase**
  - **Street Parking** **\$4.00 per hour to \$5.00**
  - **Mallory Parking** **\$5.00 per hour to \$6.00**
- **Ordinary Sales Tax** **\$5,217,368**
  - **6% Higher than State Recommendation**
  - **State Revenue Conference in August**
- **COVID Lease Deferments – Repayment Continue**

## **General Fund – Revenue Highlights**

➤ <b>Building Fees</b>	<b>\$2,400,000</b>
➤ <b>Business Tax Receipts</b>	<b>\$1,220,000</b>
➤ <b>Ambulance Fees</b>	<b>\$1,200,000</b>
➤ <b>Credit Card Fee Recovery Program Implemented In FY 20-21</b>	<b>\$ 395,000</b>
➤ <b>402 Wall Street Lease – Vacant Currently</b>	<b>(\$130,000)</b>
➤ <b>Insurance Fund Credit</b>	<b>(\$1,633,000)</b>

## **General Fund – Expenditure Highlights**

- **Homeless Services/KOTS – 24 Hour Operation** **\$716,098**
  - **CRA Management Contract** **\$697,598**
  - **Utilities and Major Repairs** **\$ 18,500**
  
- **Aid to Private Organizations** **\$210,500**
  - **Boys and Girls Club** **\$ 25,000**
  - **Positive Step/Idle Hands** **\$ 35,000**
  - **Rotary (Fireworks)** **\$ 45,000**
  - **Keys to Change** **\$ 8,000**
  - **Police Athletic League** **\$ 32,500**
  - **AHEC** **\$ 15,000**
  - **FIRM** **\$ 50,000**

## **General Fund – Other Expenditure Highlights**

- |  |            |
|--|------------|
| ➤ Lobbying Services  | \$ 75,000  |
| ➤ Strategic Planning   | \$ 50,000  |
| ➤ Grant Writer Services  | \$ 62,500  |
| ➤ Commercial Design Standards for Corridor Resiliency Plan Roosevelt | \$ 100,000 |
| ➤ Comp Plan Evaluation and Appraisal Report                          | \$ 150,000 |
| ➤ \$50,000 Grant Funded  |            |
| ➤ FMT Repairs to Recreational Facilities                             | \$ 100,000 |
| ➤ Community Rating System (CRS)                                      | \$ 10,500  |
| ➤ City Manager General Fund Contingency                              | \$ 200,000 |
| ➤ Community Service HD Trucks and Vans                               | \$ 300,000 |

# General Fund

## How Do We Balance?

**(\$836,000)**

### ➤ New or Increased Revenue Sources

#### ➤ Residential Parking Permit

- Currently \$20 for a Yearly Permit
- Approximately 12,000 Issued Annually
- Increase from \$20 to \$30 \$120,000
- Increase from \$20 to \$50 \$360,000
- Increase from \$20 to \$100 \$960,000
- Purchases May Drop with Permit Increase

#### ➤ Employee Assistance Parking Permit

- Currently \$175 Per Month (Plus Sales Tax)
- Approximately 150 Permits (4-month block)
- Increase from \$175 to \$200 \$ 45,000
- Increase from \$175 to \$225 \$ 90,000
- Number of Issued Permits Continue to Drop

## General Fund

- **Whitehead Street Parking (New)**
  - **500 Block** **\$ 45,000**
  - **600 Block** **\$ 75,000**
  - **700 Block** **\$ 70,000**
  - **800 Block** **\$ 75,000**
  - **900 Block** **\$ 75,000**
- **Parking 200 Block Elizabeth Street (New)**
  - **Could conflict with current “redesign”** **\$ 80,000**
- **Entrance Fee to Truman Waterfront Park (New) ?**
  - **Lowers the Operating Transfer to Fund 105**

➤ **Beach Weddings (New)** **\$ 200,000**

- **Fee Structure Could Be Modeled After Monroe County – Higgs Beach**
- **Groups (including weddings) requesting to reserve Higgs Beach will be charged the per person fee listed below- Note: There is no charge for children 12 and under**
  - **1-50 persons      \$2.00 p/p**
  - **51-100 persons      \$100 flat fee**
  - **Over 100 persons      \$1.00 p/p capped at \$1,000**
- **In addition to the per person fee- A Clean up and dump fee will be based on the size of the group**
  - **1-50 persons      \$50**
  - **51-100 persons      \$75**
  - **101-250 persons      \$100**
- **More than 250 person- Contact Waste Management or other approved vendor to provide dumpsters & recycle bins for removal**



# General Fund Recap

How Do We Balance?

**(\$836,000)**

- Revenue Enhancements & New Revenues
- Further Expenditure Reductions
- Reserve Days (Not Recommended)

## Final Comments:

- Funding for Wage and Comp Study Not Included
- Funding for Outside Legal Fees (Cruise ship) Not Included