

City of Fort Myers

FY2021-2022
Budget

**PRELIMINARY BUDGET
HEARING**

SEPTEMBER 15, 2021

5:15 PM

Agenda



Tentative Millage Rate Discussion



Fiscal Year 2022 Operating Budget Highlights



5 Year Capital Improvement Program



Fiscal Year 2022 Citywide Budget

Millage Rate



2020 millage rate:
7.9643



Proposed 2021
rate:
7.5875



2021 Rolled-back
rate:
7.5875



Proposed 2021
millage rate is 4.73%
lower than the 2020
rate

Millage Rate Scenarios

	Scenario 1 Rolled Back Rate (RBR)	Scenario 2 Not to Exceed Rate (NTE)	Scenario 3 Round up RBR	Scenario 4 .3 Mill Reduction to 7.9643	Scenario 5 .1 Mill Reduction from NTE	Scenario 6 .05 Mill Reduction from NTE
Millage Rate	7.5875	7.7500	7.6000	7.6643	7.6500	7.7000
Net Revenue	\$58,320,300	\$59,569,400	\$58,416,400	\$58,910,700	\$58,800,700	\$59,185,100
Net Change to Budget	\$0	\$1,249,100	\$96,100	590,400	\$480,400	\$864,800

General Fund Changes Since We Last Met

Increased General Fund operating revenues in total by \$553,700, major changes include:

- FP&L Franchise Fees, from \$5.9 million to \$6.1 million
- Business Tax Receipts, from \$2.3 million to \$2.5 million
- Other Licenses and Permits, from 14.9 million to \$15.0 million

Increased funding for the Police Athletic League by \$45,000

Added 2 Trades Worker positions to the Parks Division

Added \$50,000 for utilities at the City of Palms Stadium

Created Debt Service Fund for governmental lease payments

Other Changes Since We Last Met

Created a \$2.0 million budget for Phase I of the Choice Neighborhood Initiative to acquire property on Cleveland Ave. for affordable housing paid with the American Rescue Plan Funds

Added Southward Village Utility Improvement project in FY2023 in the CIP in the amount of \$6.0 million

Moved the Roberto Clemente Community Center project up in the CIP to begin in FY2022

Increased the FY2022 amount by \$5.0 million for the Wellfield Expansion project, total is now \$15.0 million

Removed Yacht Basin C-Dock South project from CIP until new grant is secured

Adjusted Utility Fund debt service with refunding of 2011 Bonds

	FY2021	FY2022	Change	
Revenues				
Taxes	\$ 75.7	\$ 79.5	\$ 3.8	5.0%
Licenses & Permits	\$ 10.3	\$ 9.7	\$ (0.6)	-5.8%
Fire Assessment Fee	\$ 4.1	\$ 11.6	\$ 7.5	182.9%
Intergovernmental	\$ 18.3	\$ 20.0	\$ 1.7	9.3%
Charges for Services	\$ 2.0	\$ 1.6	\$ (0.4)	-20.0%
General Administration	\$ 6.4	\$ 6.6	\$ 0.2	3.1%
Miscellaneous	\$ 3.4	\$ 4.1	\$ 0.7	20.6%
Transfers from other funds	\$ 2.9	\$ 2.4	\$ (0.5)	-17.2%
Appropriated Reserves	\$ 8.5	\$ 5.0	\$ (3.5)	-41.2%
TOTAL REVENUES	\$ 131.6	\$140.5	\$ 8.9	6.8%

General Fund Budget

Revenues

(amounts reported in millions)

Fire Assessment Fee

- Generates revenue of \$11,546,900 from fee, an increase of \$7,446,900 from current year revenue of \$4,100,000
- Estimated 37.5% cost recovery
- Fee approved by Resolution 2021-27

Fire Rescue Assessment Rates			
Property Use Category	Assessment Unit	Current Assessment per Unit	New Assessment per Unit
Residential	Dwelling Unit	\$77.91	\$185.00
Commercial	Sq. Ft.	\$0.051	\$0.1730
Ind/Warehouse	Sq. Ft.	\$0.0136	\$0.0635
Govt/Institutional	Sq. Ft.	\$0.1190	\$0.6627

- Included on the annual tax bill as a non-ad valorem assessment

Fire Service Enhancements

30 Firefighter
Positions

1 Fire Inspector

1 Quartermaster

Physicals

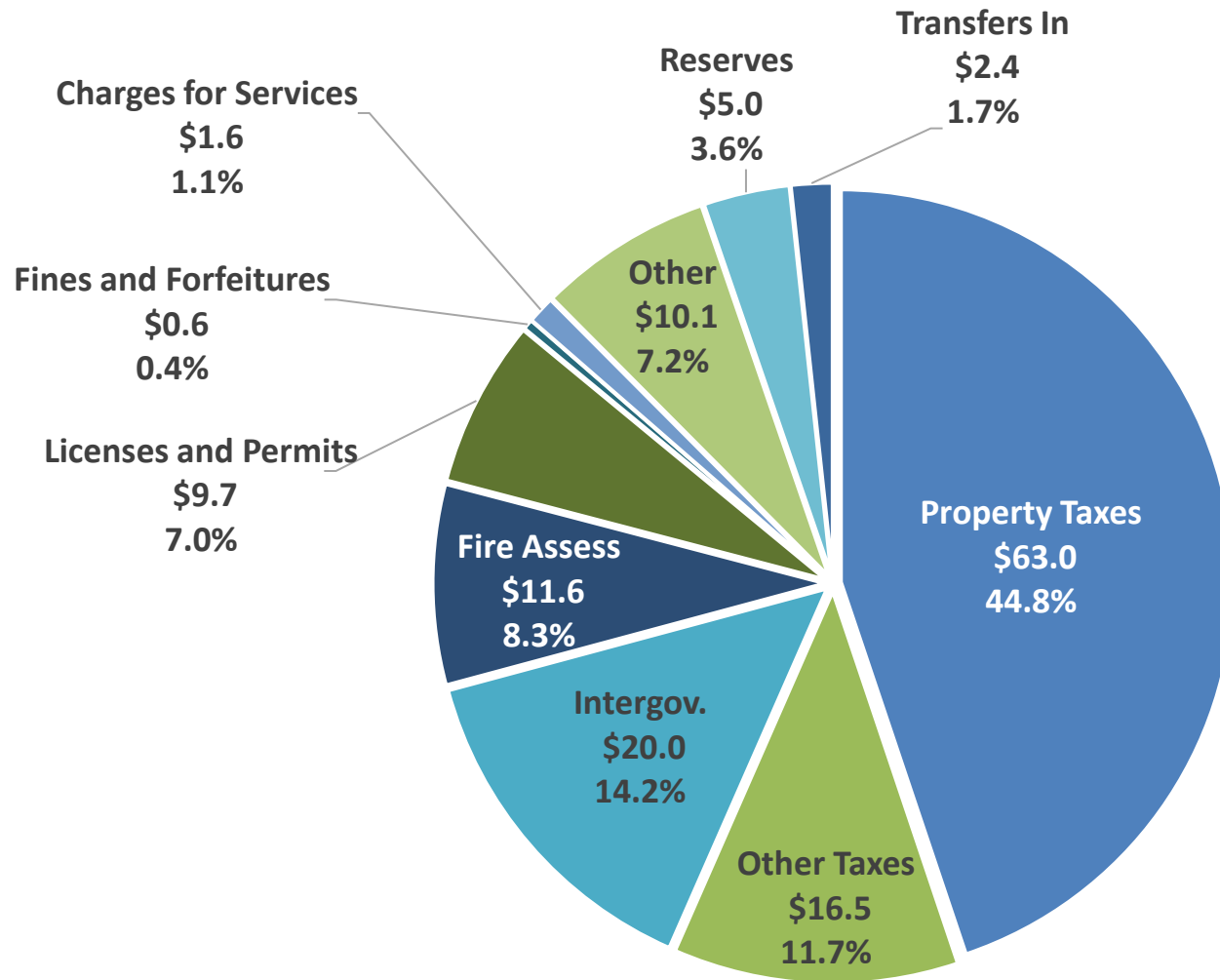
Bunker Gear,
Uniforms, Boots,
Helmets, etc.

Staff Vehicles

Engine 17
New
(lease-financed)

Ladder Truck 12
Replacement
(lease-financed)

Mini Pumper
Truck
(lease-financed)



General Fund Revenue Components (amounts reported in millions)

Total of \$140,455,800

General Fund Expenditure Highlights

- Added positions (36):
 - 1 Parks & Recreation Director
 - 2 Trades Worker IIs for Parks Division
 - 30 Firefighters (12 for 4 months)
 - 1 Fire Inspector
 - 1 Fire Quartermaster
 - 1 Service Worker for Rapid Response Team in Code Enforcement (currently frozen)
- Health insurance increase of 10% offset by rebate from insurance provider
- City pension costs as a % of payroll changes:
 - Police: from 55.5% to 52.7%
 - Fire: from 73.0% to 79.7%
 - General: from 34.7% to 29.4%

General Fund Expenditure Highlights

- Redistricting consultant fees
- Implementation of corridor vision plans
- Dunbar Park maintenance
- Seed funds for new Cultural Center
- Rising STARS program position
- Funds for PAL
- Utilities for City of Palms Stadium
- Bunker gear and related equipment for added Fire positions
- Lease payments on a new fire engine, new mini pumper and ladder truck

General Fund Expenditure Highlights

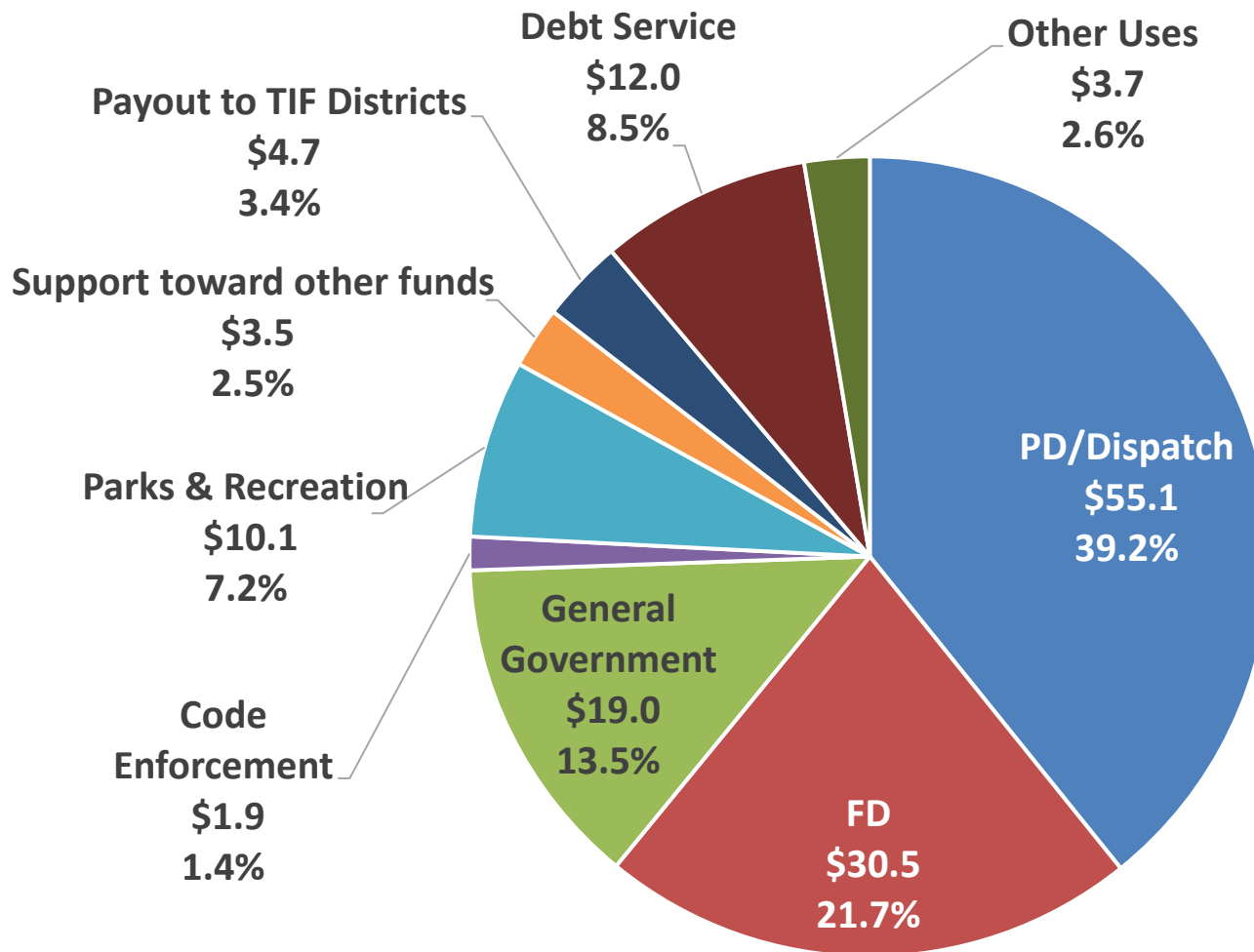
- Mowing contract and irrigation/fencing funds for Parks
- Art Hamel Pier repair
- Backhoe loader replacement for Parks
- Clemente Park cameras
- DNA testing – investigation, physical exams/True Blue campaign funds for Police
- Funds for Citiview camera project and drone program for Police
- Burroughs Home Improvements
- Public Works Annex A/C Unit

	FY2021	FY2022	Change	
Expenditures				
General Government	\$ 18.7	\$ 19.0	\$ 0.3	1.6%
<i>Public Safety</i>				
Police/Dispatch	\$ 53.2	\$ 55.1	\$ 1.9	3.6%
Fire Department	\$ 25.8	\$ 30.5	\$ 4.7	18.2%
Code Enforcement	\$ 1.8	\$ 1.9	\$ 0.1	5.6%
Total Public Safety	\$ 80.8	\$ 87.5	\$ 6.7	8.3%
Physical Environment/Transportation	\$ 8.7	\$ 9.4	\$ 0.7	8.0%
Recreation/Culture	\$ 4.3	\$ 4.2	\$ (0.1)	-2.3%
Debt Service	\$ 10.2	\$ 12.0	\$ 1.8	17.6%
Capital Funding	\$ 0.5	\$ -	\$ (0.5)	100.0%
<i>Transfers</i>				
TIF Districts	\$ 4.2	\$ 4.7	\$ 0.5	11.9%
Other Fund Subsidies	\$ 1.8	\$ 1.4	\$ (0.4)	-22.2%
Total Transfers	\$ 6.0	\$ 6.1	\$ 0.1	1.7%
Insurance	\$ 2.4	\$ 2.3	\$ (0.1)	-4.2%
TOTAL EXPENDITURES	\$ 131.6	\$140.5	\$ 8.9	6.8%

General Fund Budget

Expenditures

(amounts reported in millions)



General Fund Expenditure Components (amounts reported in millions)

Total of \$140,455,800

Projected General Fund Reserves

	Balance
Estimated Reserves, 9/30/2021	\$29,105,548
Use of Reserves in 2022 Budget	(\$4,998,500)
2022 Estimated Unassigned Reserves	\$24,107,048
% Unassigned Reserves	19.7%
20% of 2022 Budget less transfers	\$24,464,260
\$ Difference	(\$357,212)

Other City Funds Operating Budget Highlights

- Creates a budget in the amount of \$2.0 million for the first phase of the Choice Neighborhood Initiative, acquiring land on Cleveland Avenue for affordable housing, funded with the American Rescue Plan Act (ARPA) funds.
- Adds equipment resources (Mini Dump Truck and Excavator) in the Street Maintenance Fund
- No change in the Stormwater Assessment Fee
- Creates a new, Utility Director position
- No change in Water and Sewer rates
- Reclaimed water rates increase by 10%, from \$1.07 to \$1.18 per 1,000 gallons

Other City Funds Operating Budget Highlights

- Solid Waste rates increase by 3%; residential assessment increases from \$228.96 to \$235.83
- Building, Permitting and Plan Review fees are reduced 25% for a period of one year
- Adds a Network Security Administrator position to the Information Technology Services Fund, along with funds to complete the physical access control system and a citywide document management system
- Increases Fleet Maintenance budget for parts, contract services and fuel

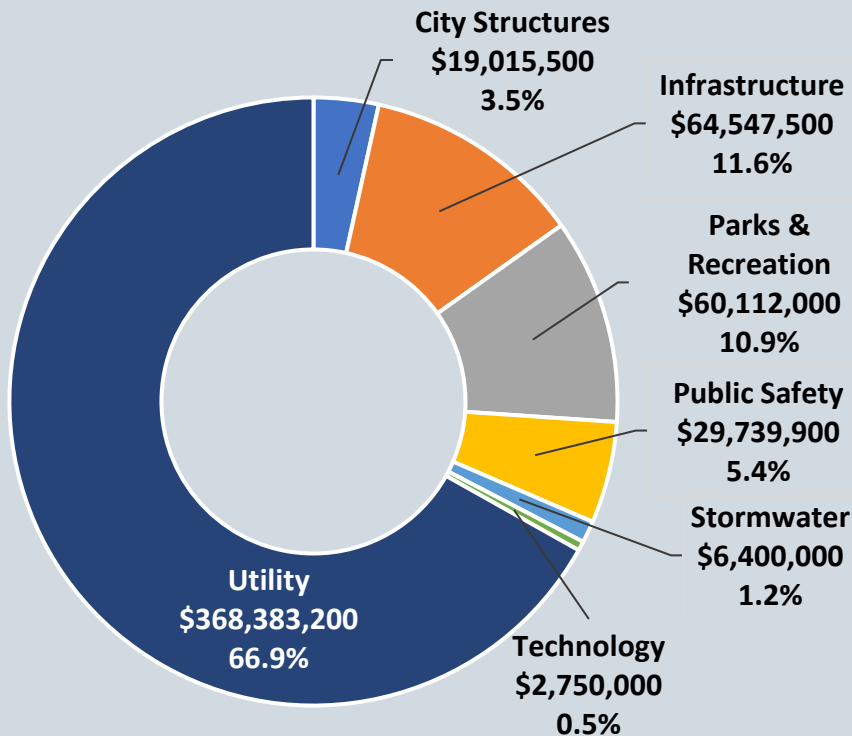
Capital Improvement Program

Major projects in the Five-Year Capital Improvement Program:
(amounts reported in thousands)

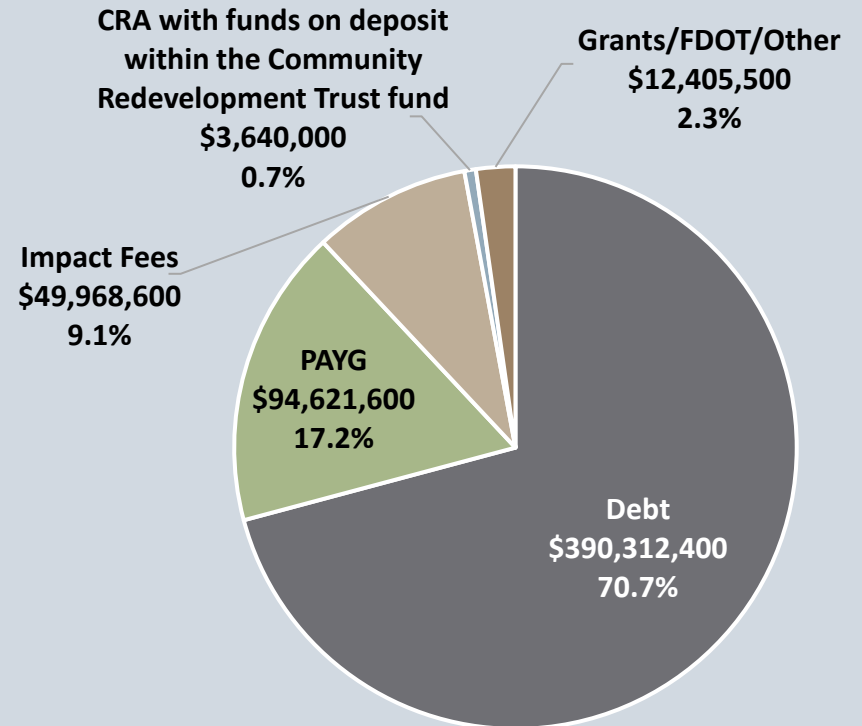
Project Description	FY2022	FY2023	FY2024	FY2025	FY2026	Five Year Total
Billy Bowlegs Recreation Facility	0	1,500	1,500	0	0	3,000
Curved Pier	2,300	0	0	0	0	2,300
East Water Reclamation Facility	1,000	1,000	1,000	20,000	20,000	43,000
Eastwood Golf Course Renovation	3,625	0	0	0	0	3,625
First & Second St Improvements-Phase I	2,775	0	0	0	0	2,775
Forum Neighborhood Park - Phase I	0	1,500	1,500	0	0	3,000
Injection Well (Back up)	11,535	0	0	0	0	11,535
Midtown Water/Sewer Evans-MLK-Edison	0	8,705	8,705	8,705	8,705	34,820
New Police Department Facility	15,000	4,000	0	0	0	19,000
Reuse Facility at South Plant SWWTP	41,970	0	0	0	0	41,970
Roberto Clemente Park Community Center	200	5,400	5,400	0	0	11,000
STARS Complex Expansion Phase I	0	635	8,750	8,750	0	18,135
Stormwater Projects	1,065	3,470	825	800	240	6,400
Water Treatment Plant/Wellfield Expansion	15,000	7,000	6,800	6,800	6,000	41,600
All other Infrastructure Projects	467	20,217	24,370	6,700	10,019	61,773
All other Utility Projects	30,783	51,099	34,151	52,312	27,113	195,458
All other Projects	3,070	7,413	9,257	10,392	21,426	51,557
Total CIP	128,790	111,939	102,258	114,459	93,503	550,948

CIP 5-Year Totals

by Category



by Funding Source



5-Year CIP Total: \$550,948,100

By Function			\$	%
	FY2021	FY2022	Change	
General Government	\$ 66.9	\$ 72.6	\$ 5.7	8.5%
Public Safety	\$ 108.7	\$ 114.9	\$ 6.2	5.7%
Physical Environment	\$ 87.2	\$ 100.7	\$ 13.5	15.5%
Transportation	\$ 6.2	\$ 8.2	\$ 2.0	32.3%
Economic Environment	\$ 11.1	\$ 13.4	\$ 2.3	20.7%
Culture/Recreation	\$ 12.5	\$ 12.8	\$ 0.3	2.4%
Other Uses	\$ 2.4	\$ 2.3	\$ (0.1)	-4.2%
Capital Projects	\$ 89.0	\$ 128.8	\$ 39.8	44.7%
Transfers	\$ 31.6	\$ 51.5	\$ 19.9	63.0%
Expense Reserves	\$ 9.0	\$ 5.4	\$ (3.6)	-40.0%
TOTAL CITYWIDE BUDGET	\$ 424.6	\$ 510.6	\$ 86.0	20.3%

Citywide Budget

(amounts reported in millions)

Summary of Reserve Balances

Fund	Estimated Reserves 2021	Proposed Reserves To Be Added (Used) in 2022	Estimated 2022
General Fund	\$29,105,548	(\$4,998,500)	\$24,107,048
Risk Management	\$12,926,265	\$27,000	\$12,953,265
Fleet Maintenance	\$1,024,436	(\$816,000)	\$208,436
ITS	\$745,052	(\$643,600)	\$101,452
Street Maintenance	\$838,167	(\$461,400)	\$376,767
Utility	\$39,276,009	(\$14,987,700)	\$24,288,309
Stormwater	\$1,767,814	(\$1,316,300)	\$451,514
Solid Waste	\$4,852,678	\$1,512,700	\$6,365,378
Yacht Basin	\$724,634	(\$162,100)	\$562,534
Fort Myers Golf Course	\$695,461	(\$154,200)	\$541,261
Eastwood Golf Course	\$368,931	\$38,900	\$407,831
Parking	\$1,669,467	(\$128,300)	\$1,541,167
Total	\$93,994,462	(\$22,089,500)	\$71,904,962

Budget Items to be Addressed Before Final Adoption

Towles Garden

- **Site improvements \$1.0 million**
- **Down payment assistance not to exceed \$710,000**

Junk to Urban Farm \$1,650,000

Police and General Employee Union contracts still in negotiations

Next Steps

- Budget Workshop - Monday, September 20, 2021 at 2:00 p.m.
- Final Budget Hearing - Monday, September 27, 2021 at 5:15 p.m.





Questions & Answers
