TO: Honorable Mayor and Council Members

THROUGH: Ed Lavallee, ICMA-CM, MPA, City Manager

FROM: Linda Senne, CPA, Finance Director

DATE: August 2, 2021

COUNCIL MEETING DATE: August 24, 2021

SUBJECT: FY2022 Budget Changes Since June Budget Workshops

Background

Discussions at the June budget workshops and certain recent events have caused several changes to the proposed FY2022 budget, as it existed at the beginning of the workshops.

Changes

The changes include the following:

1. In early July, we received the final assessed values from the Sarasota County Property Appraiser. This increased the budgeted revenues in the General Fund by $188,000 and it lowered the Debt Service Fund millage rate from .5623 per $1,000 taxable value to .5570 per $1,000 taxable value.

2. Removed $274,707 in proposed state revenues as well as the related appropriation of $274,707 for a new mobile command unit for Emergency Management. Beginning fund balance was also lowered $274,707 when the capital outlay was moved to FY2021 in Budget Amendment #4.

3. Removed proposed state revenues of $750,000 toward partial funding of a new water booster pump station, and increased needed bond financing.

4. Removed two new positions in the Parks Division when the existing County Parks Interlocal Agreement was extended.

5. Moved the Utilities Fund Equalization Tank project up one Year in the Capital Improvement Program – design work to begin if FY2022 instead of FY2023.

Other Data Attached

Page 2	Changes to FY2022 Proposed Budget Since Budget Workshops
Pages 3-5	Changes to FY2022 – FY 2026 Proposed Capital Improvement Program

Requested Action: Approve Changes to FY2022 Proposed Budget Since Budget Workshops

CHANGES TO FY2022 PROPOSED BUDGET SINCE BUDGET WORKSHOPS
CITY OF VENICE
ALL FUNDS

		General Fund #001	Debt Service Fund #251	One Cent Fund #110	Utilities Fund 421
	Workshop Folders REVENUES	$ 38,710,098	$ 2,565,000	$ 3,807,200	$ 51,333,912
Changes Since Budget Workshops:					
1	Property Taxes - Revised Valuation 001-0000-311.00-00 and 251-0000-311.00-00 Ad Valorem Taxes	188,000	(200)	-	-
2	Removed state appropriation for mobile command unit 001-0000-334.4X-00	(274,707)	-	-	-
3	Removed state appropriation for partial funding of booster pump station 421-0000-334.01-00	-	-	-	(750,000)
	Increased bond financing when state appropriation was not approved 421-0000-384.20-00	-	-	-	750,000
	Final REVENUES	**38,623,391**	**2,564,800**	**3,807,200**	**51,333,912**
		General Fund #001	**Debt Service Fund #251**	**One Cent Fund #110**	**Utilities Fund 421**
	Workshop Folders EXPENDITURES	$ 38,483,493	$ 2,564,674	$ 2,804,200	$ 42,907,907
2	Removed state appropriation for mobile command unit 001-1101-522.64-00	(274,707)	-	-	-
4	Remove two Public Works positions and related expenses when existing County Parks Interlocal Agreement was extended.				
	Personnel:				
	001-0930-572.12-00 Wages	(79,996)	-	-	-
	001-0930-572.21-00 FICA	(6,120)	-	-	-
	001-0930-572.22-00 Retirement	(8,680)	-	-	-
	001-0930-572.23-00 Life and Health Insurance	(29,512)	-	-	-
	001-0930-572.24-00 Workers' Compensation	(3,144)	-	-	-
	Other:				
	001-0930-572.31-00 Professional Services	(25,000)	-	-	-
	001-0930-572.34-00 Contractual Services	(30,000)	-	-	-
	001-0930-572.52-00 Operating Supplies	(63,000)	-	-	-
	110-0930-572.64-00 Machinery and Equipment	-	-	(30,000)	-
5	Move equalization tank project up one year in five-year Capital Improvement Program 421-1204-535.64-00.	-	-	-	250,000
	Final EXPENDITURES	**$ 37,963,334**	**$ 2,564,674**	**$ 2,774,200**	**$ 43,157,907**
	Net Changes Above	**$ 433,452**	**$ (200)**	**$ 30,000**	**$ (250,000)**
	Addition (Use) of Fund Balance/Working Capital:				
	June Budget Meetings	**226,605**	**326**	**1,003,000**	**8,426,005**
	Final Addition (Use)	**$ 660,057**	**$ 126**	**$ 1,033,000**	**$ 8,176,005**

CHANGES TO FY2022 PROPOSED BUDGET SINCE BUDGET WORKSHOPS
CITY OF VENICE
ALL FUNDS

In addition to the changes on the preceding page, the expected beginning fund balance/working capital coming forward from FY2021 has also changed in some funds. FY2021 Budget Amendment #4 lowered the beginning fund balance, and upward revisions in expected revenues have increased it. Following is a summary of the change in beginning and ending fund balances/working capital:

Fund Number/Name	Budget Tab	FY2021 Budget Amendmt #4	FY2021 Incr. in Expected Revenues	Beg. Fund Balance/Work. Cap. June Mtgs	Beg. Fund Balance/Work. Cap. Final	FY2022 Addition (Use)	Ending Fund Balance/Work. Capital
#001 - General Fund (1)	General Fund	$ (290,000)	$ -	$ 14,502,143	$ 14,212,143	$ 660,057	$ 14,872,200
#106 - Contraband Forfeiture Fund	Police	-	10,489	125,369	135,858	(44,700)	91,158
#113 - Growth Management Training Fund	Building	-	7,000	152,400	159,400	5,200	164,600
#115 - Parking Fines Handicapped Access Imp. Fund	Engineering	-	7,000	18,451	25,451	9,125	34,576
#116 - Building Permit Fees Fund	Building	(68,000)	399,333	3,901,824	4,233,157	(166,865)	4,066,292
#612 - Historical Commission Fund	Historical	-	1,000	19,710	20,710	50	20,760
#251 - Debt Service Fund	Finance	-	-	264,319	264,319	126	264,445
#110 - One Cent Voted Sales Tax Fund	One Cent	-	-	2,402,400	2,402,400	1,033,000	3,435,400
#301 - General Capital Projects Fund	Public Works	(92,500)	58,500	467,079	433,079	(9,000)	424,079
#311 - Fire Impact Fees Fund	Fire	-	125,000	75,270	200,270	22,800	223,070
#312 - Law Enforcement Impact Fees Fund	Police	-	100,000	182,462	282,462	(2,950)	279,512
#313 - General Government Impact Fees Fund (2)	Public Works	-	-	20,005	20,005	13,350	33,355
#314 - Solid Waste Impact Fees Fund	Solid Waste	-	42,000	88,005	130,005	105,750	235,755
#421 - Utilities Fund	Utilities	-	1,085,200	12,686,036	13,771,236	8,176,005	21,947,241

(1) Per FY2021 Budget Amendment #4, both appropriations and revenues were increased by $107,847 for a DOJ grant.

(2) FY2021 Expected Impact Fee revenues were increased $50,000; Interfund Loan Proceeds decreased $50,000

CAPITAL IMPROVEMENT PROGRAM

Changes to FY2022 - FY2026 CIP Since Budget Workshops:

	Old Page #	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	TOTAL	Reason for Change
GENERAL FUND (#001)								
Expenditures per June 2021 Council Workshops		$ 1,517,492	$ 2,539,381	$ 1,193,164	$ 1,200,735	$ 80,000	$ 6,530,772	
Changes								
VFR/Emer Mgmt - Mobile Command Unit	15	(274,707)	-	-	-	-	(274,707)	Moved to FY2021
Expenditures per Final Budget		$ 1,242,785	$ 2,539,381	$ 1,193,164	$ 1,200,735	$ 80,000	$ 6,256,065	
					Subject to Voter Approval			
ONE CENT SALES TAX FUND #110								
Expenditures per June 2021 Council Workshops		2,804,200	3,557,617	5,421,779	4,957,000	1,512,000	$ 18,252,596	
Changes								
PW Parks - New Fleet Addition	43	(30,000)	$ -	$ -	$ -	$ -	$ (30,000)	Remove Parks Truck-Interlocal Agrmt.
Expenditures per Final Budget		$ 2,774,200	$ 3,557,617	$ 5,421,779	$ 4,957,000	$ 1,512,000	$ 18,222,596	
GENERAL CAPITAL PROJECTS FUND #301								
Expenditures per June 2021 Council Workshops		$ 210,000	$ 245,000	$ 450,000	$ 5,126	$ -	$ 910,126	
Changes								
No changes		-	-	-	-	-	-	
Expenditures per Final Budget		$ 210,000	$ 245,000	$ 450,000	$ 5,126	$ -	$ 910,126	
STREETS CAPITAL PROJECTS FUND #302								
Expenditures per June 2021 Council Workshops		$ -	$ 5,512,317	$ 1,080,000	$ 7,775,000	$ 80,000	$ 14,447,317	
Changes								
No changes		-	-	-	-	-	-	
Expenditures per Final Budget		$ -	$ 5,512,317	$ 1,080,000	$ 7,775,000	$ 80,000	$ 14,447,317	
FIRE IMPACT FEE CAP PROJ FUND #311								
Expenditures per June 2021 Council Workshops		$ 100,000	$ 100,000	$ 100,000	$ 100,000	$ 100,000	$ 500,000	
Changes								
No changes		-	-	-	-	-	-	
Expenditures per Final Budget		$ 100,000	$ 100,000	$ 100,000	$ 100,000	$ 100,000	$ 500,000	
POLICE IMPACT FEE CAP PROJ FD #312								
Expenditures per June 2021 Council Workshops		$ 100,000	$ 100,000	$ 100,000	$ 100,000	$ 100,000	$ 500,000	
Changes								
No changes								
Expenditures per Final Budget		$ 100,000	$ 100,000	$ 100,000	$ 100,000	$ 100,000	$ 500,000	

CAPITAL IMPROVEMENT PROGRAM

Changes to FY2022 - FY2026 CIP Since Budget Workshops:

	Old Page #	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	TOTAL	Reason for Change
OGG IMPACT FEE CAP PROJ FD #313								
Expenditures per June 2021 Council Workshops		**$ 110,000**	**$ 110,000**	**$ -**	**$ -**	**$ -**	**$ 220,000**	
Changes								
No changes								
Expenditures per Final Budget		**$ 110,000**	**$ 110,000**	**$ -**	**$ -**	**$ -**	**$ 220,000**	
AIRPORT FUND #401								
Expenditures per June 2021 Council Workshops		**$ 1,836,500**	**$ 1,799,000**	**$ 8,239,900**	**$ 7,484,000**	**$ 2,740,000**	**$ 22,099,400**	
Changes								
No changes		-	-	-	-	-	-	
Expenditures per Final Budget		**$ 1,836,500**	**$ 1,799,000**	**$ 8,239,900**	**$ 7,484,000**	**$ 2,740,000**	**$ 22,099,400**	
UTILITIES FUND #421								
Expenditures per June 2021 Council Workshops		**$ 22,720,000**	**$ 13,720,000**	**$ 16,020,000**	**$ 19,870,000**	**$ 3,370,000**	**$ 75,700,000**	
Changes								
3 MG Equalization Tank (SC)	137	250,000	2,750,000	(3,000,000)			-	Project accelerated one year
Expenditures per Final Budget		**$ 22,970,000**	**$ 16,470,000**	**$ 13,020,000**	**$ 19,870,000**	**$ 3,370,000**	**$ 75,700,000**	
SOLID WASTE FUND #470								
Expenditures per June 2021 Council Workshops		**$ -**	**$ -**	**$ 1,500,000**	**$ 1,650,000**	**$ -**	**$ 3,150,000**	
Changes								
No Changes								
Expenditures per Final Budget		**$ -**	**$ -**	**$ 1,500,000**	**$ 1,650,000**	**$ -**	**$ 3,150,000**	
SOLID WASTE IMPACT FEE FUND #314								
Expenditures per June 2021 Council Workshops		**$ -**	**$ -**	**$ -**	**$ 387,500**	**$ -**	**$ 387,500**	
Changes								
No Changes		-	-	-	-	-	-	
Expenditures per Final Budget		**$ -**	**$ -**	**$ -**	**$ 387,500**	**$ -**	**$ 387,500**	
STORMWATER UTILITY FUND #480								
Expenditures per June 2021 Council Workshops		**$ 500,000**	**$ 750,000**	**$ 1,000,000**	**$ 1,000,000**	**$ 1,000,000**	**$ 4,250,000**	
Changes								
No Changes								
Expenditures per Final Budget		**$ 500,000**	**$ 750,000**	**$ 1,000,000**	**$ 1,000,000**	**$ 1,000,000**	**$ 4,250,000**	

CAPITAL IMPROVEMENT PROGRAM

Changes to FY2022 - FY2026 CIP Since Budget Workshops:

	Old Page #	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	TOTAL	Reason for Change
FLEET REPLACEMENT FUND #505								
Expenditures per June 2021 Council Workshops		$ 1,196,500	$ 2,950,221	$ 1,050,310	$ 2,442,911	$ 2,903,581	$ 10,543,523	
Changes								
No Changes		-	-	-	-	-	-	
Expenditures per Final Budget		$ 1,196,500	$ 2,950,221	$ 1,050,310	$ 2,442,911	$ 2,903,581	$ 10,543,523	
GRAND TOTAL OF ALL EXPENDITURES		$ 31,039,985	$ 34,133,536	$ 33,155,153	$ 46,972,272	$ 11,885,581	$ 157,186,527	