



MEMORANDUM TO VENICE CITY COUNCIL

FROM: Linda Senne, CPA, Finance Director *LS*

DEPARTMENT: Finance Department

THROUGH CHARTER OFFICER: Edward Lavalley, City Manager

DATE: August 5, 2022

MEETING DATE: Tuesday, August 23, 2022

COUNCIL ACTION REQUESTED: Presentation with Action Requested

SUPPORTS STRATEGIC PLAN: Goal Three: Ensure a Fiscally Sound City

SUBJECT / TOPIC: FY2023 Budget Changes Since June Budget Workshops

BACKGROUND INFORMATION: Discussions at the June budget workshop and certain recent events have caused several changes to the proposed FY2023 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 \$46,000 and \$4,900 in the Debt Service Fund.
2. Moved Rejuvenation Taxiway ABC&E South Construction project up one year to FY22 in the Capital Improvement Program (CIP) and decreased the related revenues.
3. Increased costs for construction and engineering of the Booster Pump Station, and increased SRF (State Revolving Fund) and bond debt financing. Total estimate of the project is \$23.5M.
4. Reduced the recycling surcharge fee to 2% instead of eliminating the surcharge fee.
5. Removed the boom truck and replaced it with a boom all terrain lift.
6. Moved the replacement of a Chevy Tahoe heavy duty truck up one year in the CIP.
7. Increased the amount for Venice Area Beautification Inc. (VABI).
8. Increased the amount for Venice Main Street.

9. Added two new positions and professional services for Information Technology related to cyber security.
10. Added a Historical Resources Survey (inventory of historical properties).
11. Cancelled the mobile command unit and re-budget funds in FY23 for an EMS Rescue Vehicle.
12. Increased the amount for the land purchase for Fire Station #2 Relocation.
13. Added funds for design/permitting for Fire Station #2 Relocation.

OTHER DATA ATTACHED:

Pages 3-6 Changes to FY2023 Proposed Budget Since Budget Workshop

Pages 7-9 Changes to FY2023 – FY2027 Proposed Capital Improvement Program (CIP)

STAFF RECOMMENDATION: Approve Changes to FY2023 Proposed Budget Since Budget Workshop.

Yes	N/A	
<input checked="" type="checkbox"/>	<input type="checkbox"/>	Document(s) Reviewed for ADA compliance <small>(required if for agenda posting)</small>
<input type="checkbox"/>	<input checked="" type="checkbox"/>	City Attorney Reviewed/Approval
<input type="checkbox"/>	<input checked="" type="checkbox"/>	Risk Management Review
<input checked="" type="checkbox"/>	<input type="checkbox"/>	Finance Department Review/Approval
		Funds Availability (account number): pages 3-6

CHANGES TO FY2023 PROPOSED BUDGET SINCE BUDGET WORKSHOPS							
CITY OF VENICE							
ALL FUNDS							
	General Fund #001	Debt Service Fund #251	One Cent Fund #110	Airport Fund #401	Utilities Fund #421	Solid Waste Fund #470	Fleet Fund #505
Workshop Folders REVENUES	\$ 43,487,492	\$ 2,564,900	\$ 4,863,200	\$ 6,752,830	\$ 39,907,729	\$ 7,187,650	\$ 4,379,561
Changes Since Budget Workshops:							
1 Property Taxes - Revised Valuation 001-0000-311.00-00 and 251-0000-311.00-00 Ad Valorem Taxes	46,000	4,900	-	-	-	-	-
2 Move Rejuvenation Taxiway ABC&E South Construction to FY22 401-0000-331.41-00 \$405,000 401-0000-334.40-00 \$22,500	-	-	-	(427,500)	-	-	-
3 Increased SRF Funding for construction and engineering of the Booster Pump Station and Generator & Switch Gear 421-0000-384.05-00	-	-	-	-	8,789,553	-	-
3 Increased Bond Funding for construction and engineering of the Booster Pump Station and Generator & Switch Gear 421-0000-384.20-00	-	-	-	-	2,000,000	-	-
4 Reduce the recycling surcharge fee to 2% instead of eliminating the surcharge fee (0%). 470-0000-343.41-05 \$4,400 470-0000-343.41-06 \$160,000	-	-	-	-	-	164,400	-
5 Remove Boom Truck (\$140,000) and replace with a Boom All Terrain Lift (\$110,000) 401-9902-581.91-28	-	-	-	-	-	-	(30,000)
6 Move the replacement of a Chevy Tahoe Heavy Duty Truck up one year (from FY24 to FY23) 401-9902-581.91-28	-	-	-	-	-	-	55,195
Final REVENUES	\$ 43,533,492	\$ 2,569,800	\$ 4,863,200	\$ 6,325,330	\$ 50,697,282	\$ 7,352,050	\$ 4,404,756

CHANGES TO FY2023 PROPOSED BUDGET SINCE BUDGET WORKSHOPS

CITY OF VENICE

ALL FUNDS

	General Fund #001	Debt Service Fund #251	One Cent Fund #110	Airport Fund #401	Utilities Fund #421	Solid Waste Fund #470	Fleet Fund #505
Workshop Folders EXPENDITURES	\$ 39,890,041	\$ 2,565,393	\$ 4,802,995	\$ 6,667,387	\$ 39,918,479	\$ 9,513,138	\$ 2,789,300
7 Increase amount for VABI 001-0201-512.48-00	5,000	-	-	-	-	-	-
8 Increase amount for Venice Main Street 001-0201-512.48-00	5,000	-	-	-	-	-	-
9 Add expenses for IT resources related to cyber security. <i>Personnel Costs 001-1401-513.12-00 thru .22-00</i> <i>Professional Services 001-1401-513.31-00</i>	216,500 45,000	- -	- -	- -	- -	- -	- -
10 Add expenses for a Historical Resources survey (inventory of historical properties) 001-0202-512.31-00	50,000	-	-	-	-	-	-
11 Cancelled Purchase Order for Mobile Command Unit, re-budget funds for an EMS Rescue Vehicle in FY23 001-1103-526.64-00	285,755	-	-	-	-	-	-
12 Increase amount for land purchase for Fire Station #2 Relocation 110-1101-522.61-00	-	-	217,500	-	-	-	-
13 Add design/permitting for Fire Station #2 Relocation 110-1101-522.62-00	-	-	1,200,000	-	-	-	-
2 Move Construction Rejuvenation of Taxiway ABC&E South to FY22 401-0970-542.63-00	-	-	-	(450,000)	-	-	-
5 Remove Boom Truck (\$140,000) and replace with a Boom All Terrain Lift (\$110,000) 401-9902-581.91-28	-	-	-	(30,000)	-	-	(30,000)
6 Move the replacement of a Chevy Tahoe Heavy Duty Truck up one year (from FY24 to FY23) 401-9902-581.91-28	-	-	-	55,195	-	-	55,195
3 Increased costs for construction and engineering of the Booster Pump Station. Total Estimate \$23.5M. 421-1203-533.63-00	-	-	-	-	10,379,423	-	-
Final EXPENDITURES	\$ 40,497,296	\$ 2,565,393	\$ 6,220,495	\$ 6,242,582	\$ 50,297,902	\$ 9,513,138	\$ 2,814,495

CHANGES TO FY2023 PROPOSED BUDGET SINCE BUDGET WORKSHOPS
CITY OF VENICE
ALL FUNDS

	General Fund #001	Debt Service Fund #251	One Cent Fund #110	Airport Fund #401	Utilities Fund #421	Solid Waste Fund #470	Fleet Fund #505
Net Changes Above	\$ (561,255)	\$ 4,900	\$ (1,417,500)	\$ (2,695)	\$ 410,130	\$ 164,400	\$ -
Addition (Use) of Fund Balance/Working Capital: June Budget Meetings	3,597,451	(493)	60,205	85,443	(10,750)	(2,325,488)	1,590,261
Final Addition (Use)	\$ 3,036,196	\$ 4,407	\$ (1,357,295)	\$ 82,748	\$ 399,380	\$ (2,161,088)	\$ 1,590,261

CHANGES TO FY2023 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 FY2022 has also changed in some funds. Cancelling a purchase order increased the General Fund beginning Fund Balance and FY2022 Budget. Budget Amendment #5 lowered the General Fund beginning fund balance, and increased expected revenues. Also, certain revenue estimates increased. Following is a summary of the change in beginning and ending fund balances/working capital for the applicable funds that had changes:

Fund Number/Name	Budget Tab	FY2022 Budget Changes	FY2022 Other Changes	Beg. Fund Balance/Work. Cap.		FY2023 Addition (Use)	Ending Fund Balance/Work. Capital
				June Mtgs	Final		
#001 - General Fund (1)	General Fund	\$ 143,553	\$ 60,000	\$ 16,391,043	16,594,596	\$ 3,036,196	\$ 19,630,792
#251 - Debt Service Fund	Finance	-	-	291,610	291,610	4,407	296,017
#110 - One Cent Voted Sales Tax Fund	One Cent	-	-	4,802,259	4,802,259	(1,357,295)	3,444,964
#311 - Fire Impact Fee Fund	Fire	-	200,000	411,812	611,812	147,200	759,012
#312 - Law Enforcement Impact Fee Fund	Police	-	175,000	426,966	601,966	73,300	675,266
#313 - Other Gen Govt Impact Fee Fund	Public Works	-	250,000	20,104	270,104	38,000	308,104
#314 - Solid Waste Impact Fee Fund	Solid Waste	-	125,000	298,017	423,017	(73,300)	349,717
#410 - Airport Fund	Airport	-	(385,200)	7,814,357	7,429,157	82,748	7,511,905
#421 - Utilities Fund	Utilities	-	-	16,818,183	16,818,183	399,380	17,217,563
#470 - Solid Waste Fund	Solid Waste	-	-	5,255,061	5,255,061	(2,161,088)	3,093,973
#505 - Fleet Fund	Fleet	-	-	8,977,787	8,977,787	1,590,261	10,568,048

CAPITAL IMPROVEMENT PROGRAM

Changes to FY2023 - FY2027 CIP Since Budget Workshop

	<u>Proposed CIP Page #</u>	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	TOTAL	Reason For Change
GENERAL FUND (#001)								
Expenditures per June Council Budget Workshops		\$ 1,050,230	\$ 1,873,974	\$ 1,850,385	\$ 1,195,000	\$ 181,000	\$ 6,150,589	
EMS Rescue Vehicle		285,755	-	-	-	-	285,755	EMS Rescue Vehicle
Expenditures Per Final Budget		\$ 1,335,985	\$ 1,873,974	\$ 1,850,385	\$ 1,195,000	\$ 181,000	\$ 6,436,344	

ONE CENT SALES TAX FUND #110				Subject to Voter Approval					
Expenditures per June Council Budget Workshops		\$ 4,802,995	\$ 4,493,090	\$ 3,253,023	\$ 2,087,000	\$ 3,815,000	\$ 18,451,108		
Changes									
Fire/Rescue - Fire Station 2 Relocation	51	1,417,500	-	-	-	(1,417,500)	-	Increased amount for land & added design/permitting to FY23	
Expenditures Per Final Budget		\$ 6,220,495	\$ 4,493,090	\$ 3,253,023	\$ 2,087,000	\$ 2,397,500	\$ 18,451,108		

BUILDING FUND #116								
Expenditures per June Council Budget Workshops		\$ 45,000	\$ -	\$ -	\$ -	\$ -	\$ 45,000	
No Changes		-	-	-	-	-	-	
Expenditures Per Final Budget		\$ 45,000	\$ -	\$ -	\$ -	\$ -	\$ 45,000	

MISC. CAPITAL PROJECTS FUND #301								
Expenditures per June Council Budget Workshops		\$ 3,260,000	\$ 770,000	\$ 330,126	\$ 300,000	\$ -	\$ 4,660,126	
No Changes		-	-	-	-	-	-	
Expenditures Per Final Budget		\$ 3,260,000	\$ 770,000	\$ 330,126	\$ 300,000	\$ -	\$ 4,660,126	

ROADS CAPITAL PROJECTS FUND #302								
Expenditures per June Council Budget Workshops		\$ 150,000	\$ 2,000,000	\$ 1,200,000	\$ -	\$ -	\$ 3,350,000	
No Changes		-	-	-	-	-	-	
Expenditures Per Final Budget		\$ 150,000	\$ 2,000,000	\$ 1,200,000	\$ -	\$ -	\$ 3,350,000	

CAPITAL IMPROVEMENT PROGRAM

Changes to FY2023 - FY2027 CIP Since Budget Workshop

	<u>Proposed CIP Page #</u>	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	TOTAL	Reason For Change
<u>FIRE IMPACT FEE CAP PROJ FUND #311</u>								
Expenditures per June Council Budget Workshops		\$ -	\$ 300,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 600,000	
No Changes		-	-	-	-	-	-	
Expenditures Per Final Budget		\$ -	\$ 300,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 600,000	

<u>POLICE IMPACT FEE CAP PROJ FD #312</u>								
Expenditures per June Council Budget Workshops		\$ 43,000	\$ 157,000	\$ 100,000	\$ 100,000	\$ 172,700	\$ 572,700	
No Changes		-	-	-	-	-	-	
Expenditures Per Final Budget		\$ 43,000	\$ 157,000	\$ 100,000	\$ 100,000	\$ 172,700	\$ 572,700	

<u>OGG IMPACT FEE CAP PROJ FD #313</u>								
Expenditures per June Council Budget Workshops		\$ 110,000	\$ -	\$ -	\$ -	\$ -	\$ 110,000	
No Changes		-	-	-	-	-	-	
Expenditures Per Final Budget		\$ 110,000	\$ -	\$ -	\$ -	\$ -	\$ 110,000	

<u>SOLID WASTE IMPACT FEE FUND #314</u>								
Expenditures per June Council Budget Workshops		\$ 200,000	\$ -	\$ -	\$ -	\$ 450,000	\$ 650,000	
No Changes		-	-	-	-	-	-	
Expenditures Per Final Budget		\$ 200,000	\$ -	\$ -	\$ -	\$ 450,000	\$ 650,000	

<u>AIRPORT FUND #401</u>								
Expenditures per June Council Budget Workshops		\$ 4,560,000	\$ 3,333,000	\$ 4,509,000	\$ 7,455,500	\$ 6,325,000	\$ 26,182,500	
Changes								
Construct Rejuvenation of Taxiway A, B, C & E South (F/S)	99	(450,000)	-	-	-	-	(450,000)	moved project up to FY22
Expenditures Per Final Budget		\$ 4,110,000	\$ 3,333,000	\$ 4,509,000	\$ 7,455,500	\$ 6,325,000	\$ 25,732,500	

CAPITAL IMPROVEMENT PROGRAM

Changes to FY2023 - FY2027 CIP Since Budget Workshop

	<u>Proposed CIP Page #</u>	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	TOTAL	Reason For Change
UTILITIES FUND #421								
Expenditures per June Council Budget Workshops		\$ 19,070,000	\$ 16,180,000	\$ 17,020,000	\$ 3,250,000	\$ 3,250,000	\$ 58,770,000	
Changes								
Water Booster Pump Station (SRF/PCF)		10,379,423	-	-	-	-	10,379,423	Increased costs for construction & engineering. Total project \$23.5M.
Expenditures Per Final Budget		\$ 29,449,423	\$ 16,180,000	\$ 17,020,000	\$ 3,250,000	\$ 3,250,000	\$ 69,149,423	

SOLID WASTE FUND #470								
Expenditures per June Council Budget Workshops		\$ 2,145,000	\$ 1,500,000	\$ -	\$ -	\$ -	\$ 3,645,000	
No Changes		-	-	-	-	-	-	
Expenditures Per Final Budget		\$ 2,145,000	\$ 1,500,000	\$ -	\$ -	\$ -	\$ 3,645,000	

STORMWATER UTILITY FUND #480								
Expenditures per June Council Budget Workshops		\$ 1,175,000	\$ 1,000,000	\$ 1,050,000	\$ 1,050,000	\$ 1,000,000	\$ 5,275,000	
No Changes		-	-	-	-	-	-	
Expenditures Per Final Budget		\$ 1,175,000	\$ 1,000,000	\$ 1,050,000	\$ 1,050,000	\$ 1,000,000	\$ 5,275,000	

FLEET REPLACEMENT FUND #505								
Expenditures per June Council Budget Workshops		\$ 2,789,300	\$ 1,003,400	\$ 2,498,501	\$ 3,083,335	\$ 2,069,400	\$ 11,443,936	
Changes								
Airport - Chevy Tahoe Heavy Duty	157	55,195	(50,000)	-	-	-	5,195	moved Tahoe up to FY23, increased cost
Airport - Ford F250 Boom Truck	159	(140,000)	-	-	-	-	(140,000)	Remove Boom Truck
Airport - All Terrain Lift		110,000	-	-	-	-	110,000	Replace Boom Truck with All Terrain Lift
Expenditures Per Final Budget		\$ 2,814,495	\$ 953,400	\$ 2,498,501	\$ 3,083,335	\$ 2,069,400	\$ 11,419,131	

GRAND TOTAL OF ALL EXPENDITURES		\$ 51,058,398	\$ 32,560,464	\$ 31,911,035	\$ 18,620,835	\$ 15,945,600	\$ 150,096,332	
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