



# City of West Melbourne Final Budget Hearing

September 17, 2019

# City of West Melbourne 2019-2020 Final Budget Hearing

Q- How was the budget developed?

A – It was based upon focusing on the priorities established in previous City Council workshops.

# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What is the total all funds budget proposed for 2019-2020, and how much is it increased from 2018-2019?

A – \$36.5 million, a 1.2% increase from 2018-2019. The increase is primarily attributable to the proposed increase in salaries and benefits and maintenance and operations, offset in part by a slight reduction in capital improvement expenditures.

# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What is the proposed general fund budget, and how does it compare to this year?

A – \$15.67 million. The general fund decrease compared to this year is 10.6%. The reduction is more than entirely from a large reduction in capital improvement expenditures, primarily due to the construction of the \$3.1 million police station expansion and remodel winding down. Proposed general fund personnel expenditures are increased by 2.6%, and proposed general fund maintenance and operations expenditures are increased by 3.6%.



# City of West Melbourne 2019-2020 Final Budget Hearing

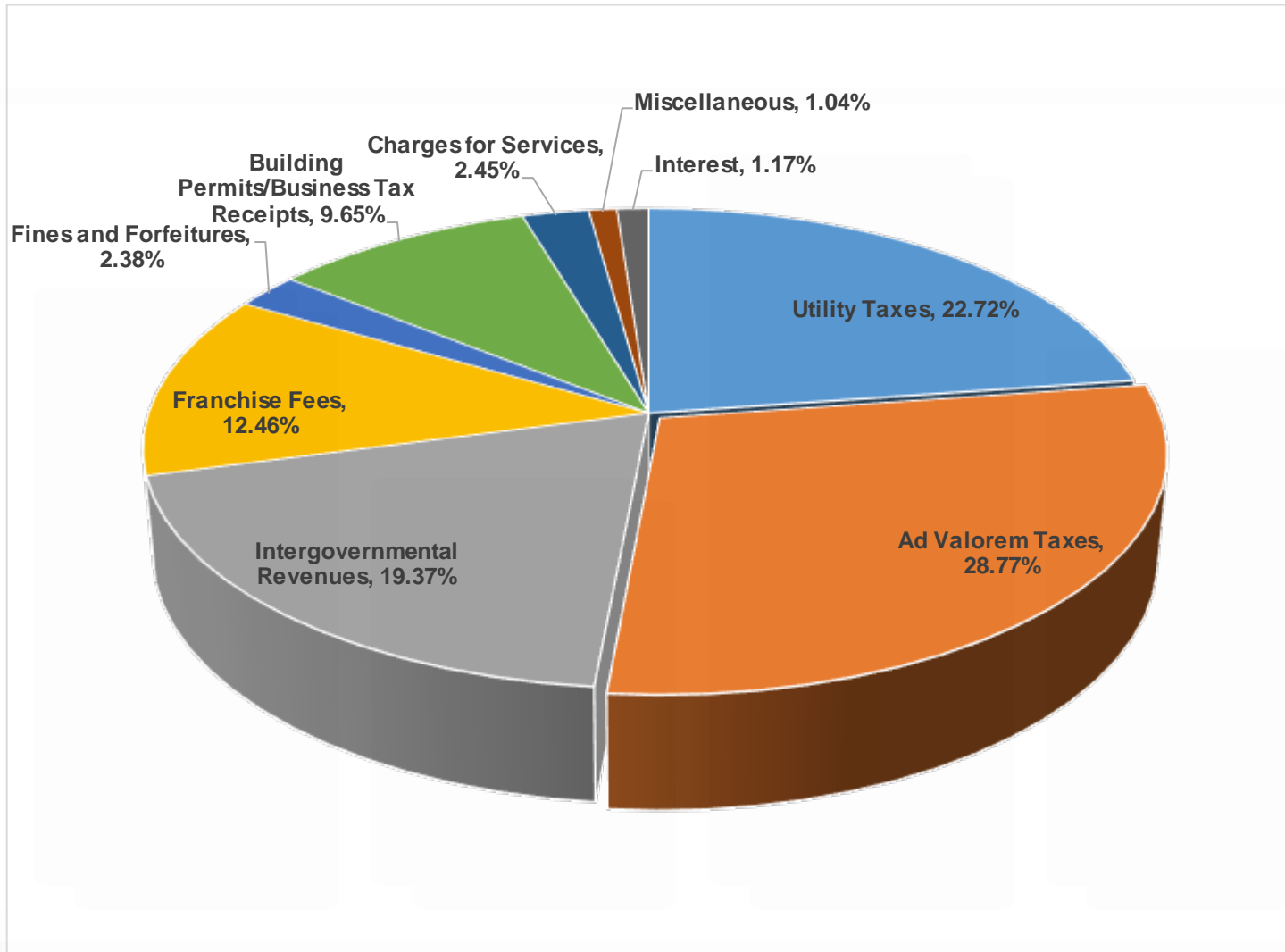
Q – What are the general fund expenditure category breakdowns compared to this year?

A –

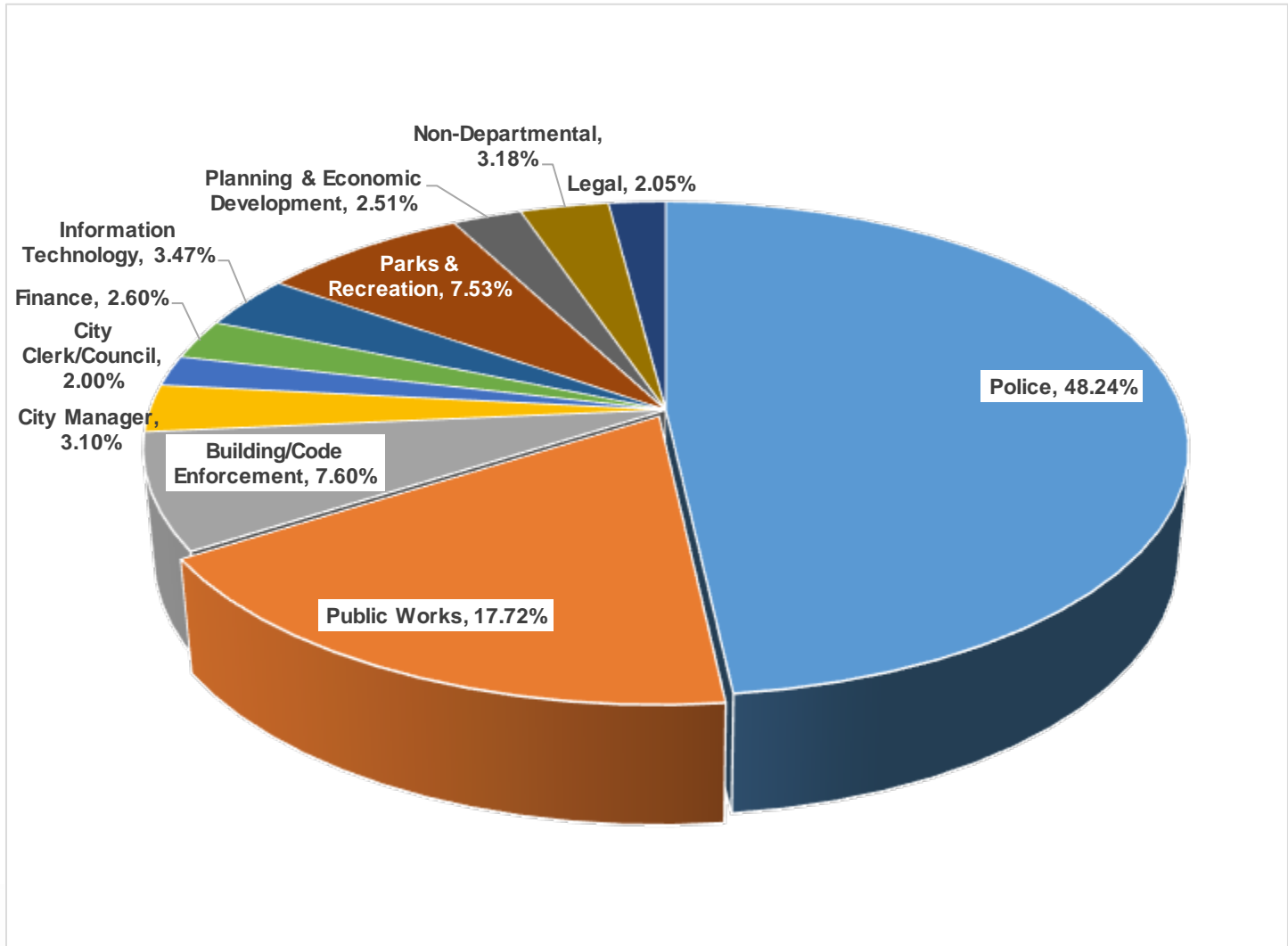
Category	2018-2019	2019-2020	% Change
Personnel	\$9.34 million	\$9.58 million	+ 2.6%
Maint. & Opr.	\$3.64 million	\$3.77 million	+ 3.6%
Capital Outlay	\$4.55 million	\$2.32 million	- 49.1%
Total	\$17.53 million	\$15.67 million	- 10.6%



# General Fund Revenues Fiscal Year 2019-2020



# General Fund Expenditures Fiscal Year 2019-2020



# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What is the status of the water and sewer utility enterprise?

A – Sufficient revenues and cash reserves are available:

- for operations,
- for debt service, and
- for investment in capital projects.



# City of West Melbourne 2019-2020 Final Budget Hearing

Q – How healthy are the City’s reserves projected to be?

A – Conservative projections for September 30, 2020, are:

- \$5.0 million in unassigned general fund balance
- \$327k in restricted transportation fund balance
- \$3.1 million in restricted building fund balance
- \$987k in other restricted general fund balance
- (\$274k) in storm water utility fund balance**
- \$609k in capital projects fund balance
- \$812k in recreation fund balance
- \$252k in redevelopment fund balance
- \$13.5 million in water fund net assets
- \$18.7 million in wastewater fund net assets
- \$12.1 million in capital fees trust fund



# City of West Melbourne 2019-2020 Final Budget Hearing

Q – How many positions are proposed to be budgeted, and how does that compare with this year?

A – In 2019-2020, appropriations are proposed for 138 full time and 6 part time positions, which represents one less position (the PAL Coordinator position) than currently authorized.



# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

1. The largest single budget line item is an appropriation of \$3,800,000 in the water fund to purchase an estimated 596 million gallons of water from the City of Melbourne.

# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

2. \$2,200,000 is budgeted in the sewer fund to convert fifty-nine homes on Sylvan Drive from individual septic systems to the City sewer system. Already awarded grant revenues will fund an estimated 89.3% of the construction cost.

# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

3. \$2,100,000 is budgeted in the water fund to complete the engineering design underway and to construct a new backbone water main along the M-1 canal from the east City limits to Wickham Road and paralleling Melbourne's trunk main in US 192 such that distribution circulation can be maintained at such time as the City may develop its own water plant.



# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

4. \$1,800,000 is budgeted in the water fund to complete the engineering design underway and to replace several aging water mains in and around the Melbourne Estates neighborhood between US 192 and Henry Avenue.

# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

5. \$1,780,550 is budgeted for debt service payments. \$1,582,600 is budgeted for principal and interest payments and paying agent fees on outstanding water and sewer bonds, \$100,000 is budgeted for the 2019-2020 principal payment on the outstanding general fund loan to the Redevelopment Agency, and \$97,950 is budgeted for principal and interest payments on the outstanding general fund loans to the storm water fund.



# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

6. \$1,492,200 is budgeted for the Jacobs contract for wastewater operations and maintenance.



## City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

7. \$1,400,000 is budgeted in the Capital Fees Trust Fund to complete the design currently underway and to construct a new water main serving the most westerly part of West Melbourne from the north end of Columbia Lane south along Columbia, under U.S. 192, along Brandywine, and east under I-95 to connect to the existing 20 inch water main at the south end of the Coastal Commerce commercial center.



# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

8. \$1,362,050 is budgeted for the employer share of employee health, dental, life, disability and vision insurance.

# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

9. \$1,200,000 is budgeted in the general fund to complete the engineering design and to construct the extensions of Heritage Oaks Boulevard and Doherty.

# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

10. \$1,160,000 is budgeted to replace two large sections of sewer force main serving the northwest West Melbourne area.

## City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

11. \$574,500 is budgeted in the general fund for purchasing nine replacement vehicles for Police Department use, two replacement vehicles for Building Department use, and one replacement vehicle for Parks & Recreation Department use.

# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

12. \$520,000 is budgeted in the sewer fund to rehabilitate the four lift stations of San Paulo, Burger King, Chateau in the Pines, and Tallwood.

# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

13. \$500,000 is budgeted in the sewer fund for the City's share of oversizing and extensions in association with proposed new developments in order to more efficiently serve additional unserved properties in the future.

# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

14. \$500,000 is budgeted in the water fund for the first year of four years of engineering, geotechnical, environmental, and permitting work towards the development of a proposed new water plant, should the City Council decide to proceed to develop a new water plant.



# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

15. \$484,200 is budgeted for utility service costs for City facilities, 61% of which is for the sewer collection and treatment system.

## City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

16. \$446,200 is budgeted for the 2019-2020 street pavement maintenance program. Twenty-two local streets are proposed, on the basis of condition, to be resurfaced.

# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

17. \$350,000 is budgeted in the general fund to complete the addition to, and remodeling of, the police station, which is currently under construction.

# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

18. \$270,000 is budgeted in the sewer fund for u-lining gravity sewer mains and rehabilitating sewer manholes to reduce inflow and infiltration and prolong the life of the collection system.

# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

19. \$260,000 is budgeted in the sewer fund to complete the design engineering for a major process improvement at the wastewater treatment plant for which grant funding will be sought to assist with the cost of constructing the proposed improvements that would improve the quality of the reuse water delivered to reuse customers.



## City of West Melbourne 2019-2020 Final Budget Hearing

Q – What are the top twenty largest or otherwise most notable budget items?

20. \$213,200 is budgeted in the general fund non-departmental budget to make the estimated 2019-2020 City tax increment payment to the Joint West Melbourne-Brevard County Redevelopment Agency. The Brevard County contribution is estimated to equal this amount.

# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What is the proposed millage rate?

A – 2.6017 mills. This is the same as the current millage rate, and is 12.64 cents greater than the rolled-back rate of 2.4753. This represents a 5.11% increase under Florida TRIM calculation requirements.

## City of West Melbourne 2019-2020 Final Budget Hearing

Q – What would be the average year-over year West Melbourne tax increase for a typical West Melbourne homeowner at the recommended millage rate of 2.6017?

A – An average of between \$7 and \$8.



# City of West Melbourne 2019-2020 Final Budget Hearing

Q – What's actions are recommended?

A – After consideration of any public comments at the properly noticed public hearing, it is recommended that the City Council, by separate motions in the following required sequence:

1. Direct the City Clerk to publically announce the name of the taxing authority, the rolled-back rate, the percentage change from the rolled-back rate, and the millage rate to be levied, and then adopt Resolution No. 2019-20 setting the 2019-2020 millage rate of 2.6017, which is 5.11% higher than the rolled-back millage rate of 2.4753.
2. Adopt Resolution No. 2019-21 approving the 2019-2020 budget.

