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# CITY OF FORT MYERS

## FY2022-2023 BUDGET

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### PRELIMINARY BUDGET HEARING

- **SEPTEMBER 8, 2022**
- **5:15 PM**

# Agenda



Tentative Millage Rate Discussion



Fiscal Year 2023 Operating Budget Highlights



5 Year Capital Improvement Program



Fiscal Year 2023 Citywide Budget

# MILLAGE RATE



2021 millage  
rate:

**7.5875**



2022 RBR + .0821  
(Affordable Housing  
Trust Fund):

**6.9003**



2022 Rolled-  
back rate:

**6.8182**



Advertised  
millage rate:

**7.3500**



Proposed  
rate:

**6.9999**

# CHANGES SINCE WE LAST MET

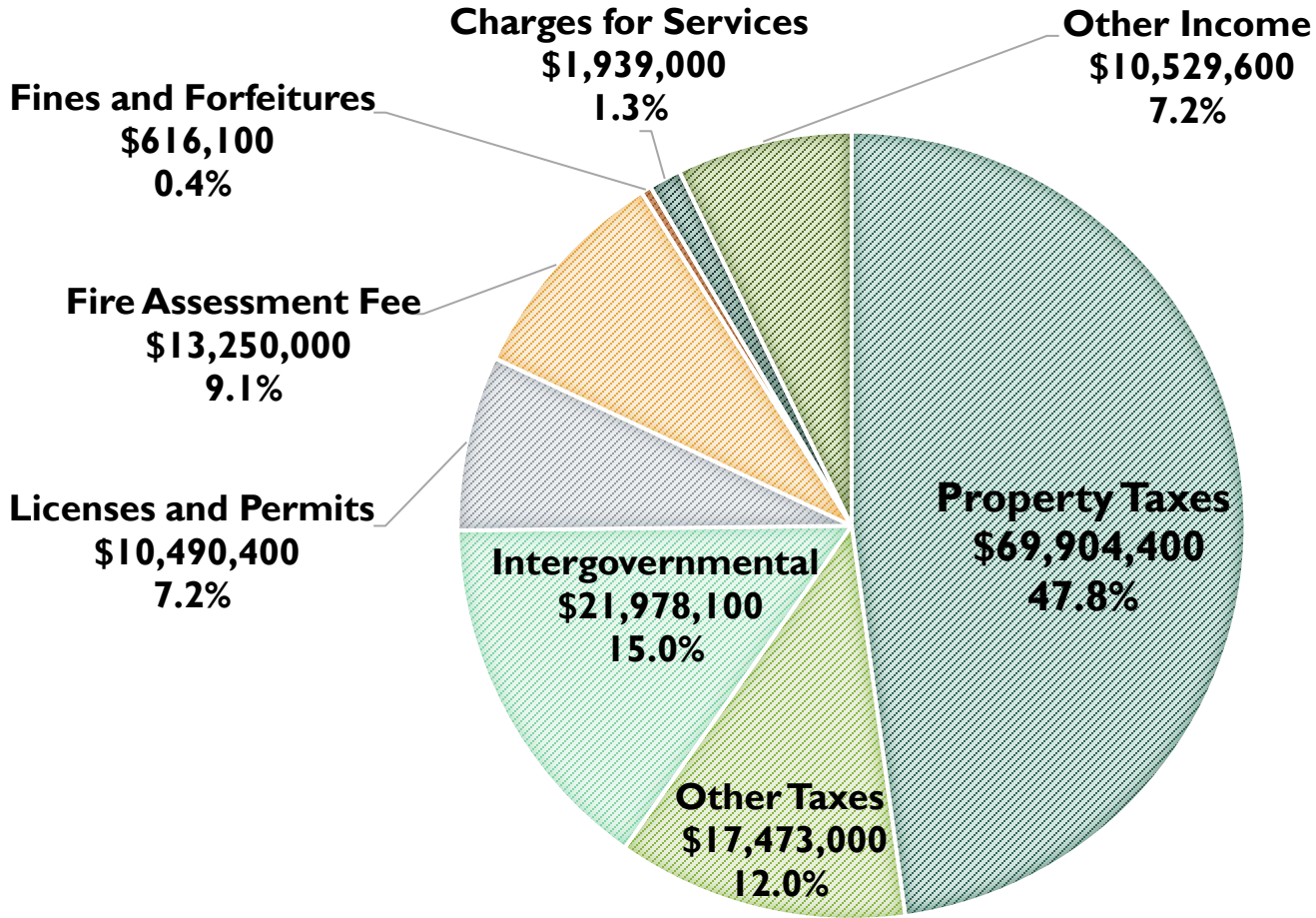
- Incorporated millage rate of 6.9999, from 6.9003
- Reduced the % of payroll for pension for the employees in the General Pension plan from the current % of 29.4% to 26.5%
- Added a mortgage/rent assistance program for Police Officers living in the City
- Created out of the City Manager's Office, 2 separate divisions:
  - Office of Economic Development
  - Office of Communications and Public Relations
- Reclassified a vacant position to an Internal Auditor position
- Increased Parking Fund revenue budget for parking rate structure changes – reduced General Fund debt service on hotel parking garage by \$500,000
- PAL budget = \$500,000, slight reduction from \$538,900
- Added \$80,000 to replace the bus used at STARS

# GENERAL FUND BUDGET - REVENUES

	2022 Budget	2023 Budget	\$ Change	%
Taxes	\$79,481,800	\$87,377,400	\$7,895,600	9.9%
Licenses & Permits	\$9,684,000	\$10,490,400	\$806,400	8.3%
Fire Assessment Fee	\$11,546,900	\$13,250,000	\$1,703,100	14.7%
Intergovernmental	\$19,944,600	\$21,978,100	\$2,033,500	10.2%
Charges for Service	\$1,623,700	\$1,939,000	\$315,300	19.4%
General Admin Charge	\$6,625,100	\$6,800,500	\$175,400	2.6%
Fines and Forfeitures	\$623,800	\$616,100	(\$7,700)	-1.2%
Miscellaneous	\$3,501,100	\$3,729,100	\$228,000	6.5%
Subtotal – Operating revenues	\$133,031,000	\$146,180,600	\$13,149,600	9.9%
Transfers from Other Funds	\$2,426,300	\$2,115,500	(\$310,800)	-12.8%
General Fund Reserves	\$4,998,500	\$2,692,200	(\$2,306,300)	-46.1%
<b>Total Revenues</b>	<b>\$140,455,800</b>	<b>\$150,988,300</b>	<b>\$10,532,500</b>	<b>7.5%</b>

# GENERAL FUND OPERATING REVENUE COMPONENTS

## TOTAL OF \$ \$146,180,600



# GENERAL FUND EXPENDITURE HIGHLIGHTS

- Adds \$750,000 to the Affordable Housing Trust Fund through the addition of .0821 mills to the millage rate
- Adds 6 Firefighter positions, additional overtime, bunker gear and related equipment for new Micro Fire Station 19
- Health insurance increase of 8% offset by rebate from insurance provider (\$1.0 million)
- City pension costs as a % of payroll changes:
  - Police: from 52.7% to 46.7%
  - Fire: from 79.7% to 73.9%
  - General: from 29.4% to 26.5%

# GENERAL FUND EXPENDITURE HIGHLIGHTS

- Police incentives for recruitment and retention:
  - Sign-on bonus
  - Take-home cars
  - Mortgage/rent assistance for those officers living in City
- Parks and Recreation Master Plan
- Sam Fleishman Field 6 Lighting
- Dunbar Park maintenance
- Security Cameras for PD program
- Security Cameras at Recreation Facilities
- Benefits Broker



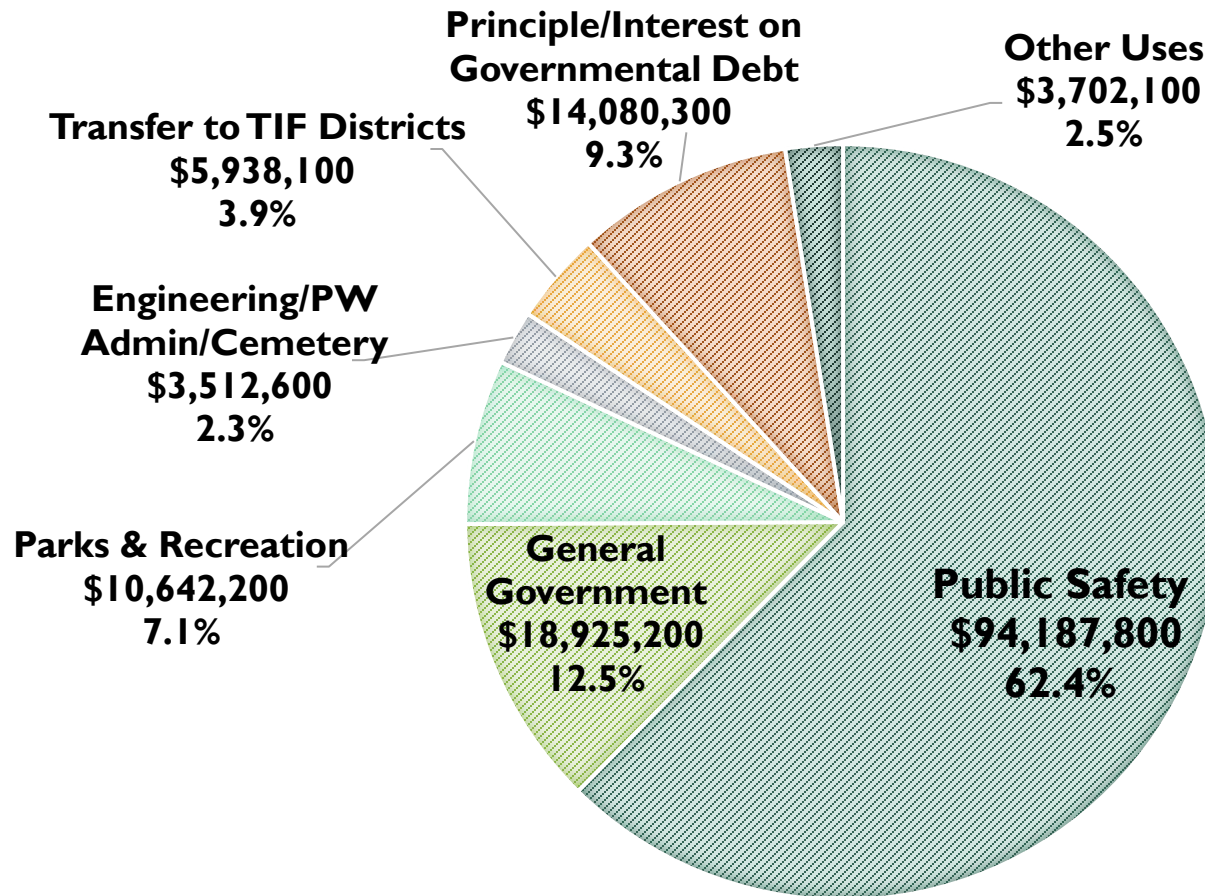
# GENERAL FUND EXPENDITURE HIGHLIGHTS

- New divisions:
  - Parks and Recreation Administration
  - Office of Economic Development
  - Office of Communications and Public Affairs
- Funds for PAL program in the total amount of \$500,000
- Operating budget for City of Palms Stadium, total of \$240,300
- Imaginarium Foundation support increases from \$128,000 to \$200,000

# GENERAL FUND BUDGET - EXPENDITURES

	2022 Budget	2023 Budget	\$ Change	%
General Government	\$19,015,000	\$18,925,200	(\$89,800)	-0.5%
Public Safety	\$87,417,700	\$94,187,800	\$6,770,100	7.7%
Physical Environ./Transp.	\$9,423,400	\$9,416,600	(\$6,800)	-0.1%
Recreation/Culture	\$4,152,900	\$4,738,200	\$585,300	14.1%
Other Uses	\$2,312,300	\$1,731,100	(\$581,200)	-25.1%
Subtotal – Operating expenditures	\$122,321,300	\$128,998,900	\$6,677,600	5.5%
Operating Transfers Out	\$1,438,200	\$1,721,000	\$282,800	19.7%
Transfer to TIF Districts	\$4,675,400	\$5,938,100	\$1,262,700	27.0%
Transfer to CIP	\$0	\$250,000	\$250,000	N/A
Debt Service Transfer	\$12,020,900	\$14,080,300	\$2,059,400	17.1%
<b>Total Expenditures</b>	<b>\$140,455,800</b>	<b>\$150,988,300</b>	<b>\$10,532,500</b>	<b>7.5%</b>

# GENERAL FUND EXPENDITURE COMPONENTS TOTAL OF \$150,988,300



# PROJECTED GENERAL FUND RESERVES

	Balance
Estimated Reserves, 9/30/2022	\$36,017,191
Use of Reserves in 2023 Budget	(\$2,692,200)
2023 Estimated Unassigned Reserves	\$33,324,991
% Unassigned Reserves of Operating Expenditures	25.83%
20% of 2023 Budgeted Operating Expenditures	\$25,799,780
\$ Difference	\$7,525,211

# 2023 SPECIAL EVENTS – CITY SERVICES GRANT PROGRAM

- Special Events Advisory Board utilized a matrix to allocate FY23 funding based on:
  - Funding Reliance – 40 points
  - Event Attendance – 15 points
  - # of Years Event Held – 15 points
  - # of Years Event Received Funding – 15 points
  - Educational Opportunities – 5 points
  - Recreational Opportunities – 5 points
  - Cultural Opportunities – 5 points
- A \$25,000 cap is placed on the eligible grant award amount per event
- Total budget = \$152,200

# SPECIAL EVENTS ADVISORY BOARD RECOMMENDATION

Event	FY2022 Funding	FY2023 Eligible Request	FY2023 Recommended Funding	Funding \$ Change
Art Walk	\$18,600	\$23,196	\$20,400	\$1,800
Music Walk	\$21,100	\$23,736	\$20,800	(\$300)
St. Patrick's Day	\$9,500	\$10,175	\$8,900	(\$600)
Holiday House	\$14,800	\$14,266	\$9,700	(\$5,100)
Hispanic Heritage Festival	\$0	\$3,947	\$2,600	\$2,600
FM Out of the Darkness Walk	\$0	\$1,000	\$600	\$600
Heart Hustle Health & Wellness	\$0	\$3,637	\$2,400	\$2,400
Downtown Countdown	\$13,200	\$19,099	\$12,900	(\$300)
Emancipation Day	\$1,500	\$1,585	\$1,000	(\$500)
<b>Subtotal</b>	<b>\$78,700</b>	<b>\$100,641</b>	<b>\$79,300</b>	<b>\$600</b>

# SPECIAL EVENTS ADVISORY BOARD RECOMMENDATION

Event	FY2022 Funding	FY2023 Eligible Request	FY2023 Recommended Funding	Funding \$ Change
Dunbar Easter Parade	\$3,000	\$19,823	\$9,500	\$6,500
Freedom Fest	\$9,500	\$13,669	\$6,500	(\$3,000)
River Run	\$3,000	\$3,915	\$1,800	(\$1,200)
Empty Bowls 2023	\$0	\$4,729	\$2,200	\$2,200
Taco Fest	\$0	\$13,359	\$6,400	\$6,400
ArtFest Fort Myers	\$17,100	\$25,000	\$12,000	(\$5,100)
Edison Festival	\$5,600	\$20,000	\$9,600	\$4,000
Taste of the Town	\$4,200	\$16,293	\$7,800	\$3,600
Cops & Joggers	\$0	\$2,044	\$900	\$900
Festival of Trees	\$0	\$4,429	\$2,100	\$2,100
<b>Subtotal</b>	<b>\$42,400</b>	<b>\$123,261</b>	<b>\$58,800</b>	<b>\$16,400</b>

# SPECIAL EVENTS ADVISORY BOARD RECOMMENDATION

Event	FY2022 Funding	FY2023 Eligible Request	FY2023 Recommended Funding	Funding \$ Change
MLK Legacy March	\$4,300	\$7,788	\$3,700	(\$600)
Juneteenth (DFC)	\$0	\$4,023	\$1,900	\$1,900
Namiwalks SWFL	\$0	\$4,717	\$2,200	\$2,200
Jewish Heritage	\$1,800	\$3,215	\$1,500	(\$300)
Juneteenth (LCBHS)	\$0	\$2,340	\$600	\$600
Black History Month	\$800	\$2,405	\$600	(\$200)
Holiday in the Park	\$1,100	\$2,345	\$600	(\$500)
SWFL Reading	\$800	\$1,579	\$400	(\$400)
Bacon Jam	\$2,200	\$7,675	\$2,100	(\$100)
BBQ, Bands, Brew	\$5,800	\$2,000	\$500	(\$5,300)
FY22 Funded-Not submitted in FY23	\$14,300	\$0	\$0	(\$14,300)
<b>Subtotal</b>	\$31,100	\$38,087	14,100	(\$17,000)
<b>TOTAL</b>	<b>\$152,200</b>	<b>\$261,989</b>	<b>\$152,200</b>	<b>\$0</b>



# OTHER CITY FUNDS OPERATING BUDGET HIGHLIGHTS

- Road repaving funding in the amount of \$1.2 million
- Incorporates parking rate structure changes which generates revenue to provide assistance with debt repayment on the new hotel parking garage
- Includes \$100,000 for the McGregor Traffic Study
- Increases the Stormwater Assessment by 2%, average assessment goes from \$92.16 to \$94.00
- Includes funds for a replacement chiller at the Skatium in the amount of \$800,000
- Water and Sewer rate increases by 4%, average monthly bill goes from \$88.79 to \$92.34
- Reclaimed water rate increases by 10%, from \$1.18 to \$1.30 per 1,000 gallons

# OTHER CITY FUNDS OPERATING BUDGET HIGHLIGHTS

- Solid Waste rate increases by 2%; residential assessment increases from \$235.83 to \$240.55
- Building, Permitting and Plan Review fees will no longer be at a 25% reduced rate
- Includes funds in the Information Technology Services fund to continue the physical access control system project as well as updates to Council Chambers broadcast room and audio
- Increases Fleet Maintenance budget for parts, contract services, lubricants, tires and fuel and replaces 9 non-PD vehicles, a bus for STARS plus adds 2 new vehicles – per gallon fuel prices set at \$4.35 for diesel, \$3.83 for gasoline

# CIP CHANGES SINCE WE LAST MET

- Removed all Yacht Basin improvements
- Increased project budget to relocate Fire Training Field and Parks and Recreation Facility from a total of \$5 million to \$6 million
- Changed funding of the \$2 million Junkyard Buyout to be \$500,000 CRA and \$1.5 million City, paid for with the Line of Credit
- Changed funding of the \$500,000 Midtown Stormwater project from SRF to Stormwater operations

Project Description	FY2023	FY2024	FY2025	FY2026	FY2027	Five Year Total
Edison Restaurant Improvements	700	0	0	0	0	700
Shady Oaks Renovation	2,400	0	0	0	0	2,400
Challenger Blvd Extension	850	1,200	5,500	5,000	0	12,550
Junkyard Buyout	2,000	0	0	0	0	2,000
Midtown Streetscape Improvements	1,977	2,500	5,500	3,000	0	12,977
Serena Park Subdivision	1,600	3,000	3,000	0	0	7,600
Winkler Ave. Corridor Improvements	700	2,100	0	0	0	2,800
<b>All other Infrastructure Projects</b>	<b>9,303</b>	<b>13,893</b>	<b>8,905</b>	<b>9,794</b>	<b>7,936</b>	<b>49,831</b>
Cultural Center	200	5,400	5,400	0	0	11,000
STARS Complex Expansion Phase I	635	8,750	8,750	0	0	18,135
New PD Facility	5,000	37,500	37,500	0	0	80,000
Parks/Rec Facility & FD Training Field - Reloc.	6,000	0	0	0	0	6,000
<b>Stormwater Projects</b>	<b>3,550</b>	<b>2,745</b>	<b>1,745</b>	<b>3,630</b>	<b>0</b>	<b>11,670</b>
ERP Replacement	175	1,000	3,500	250	0	4,925
Edison Ave. Extension Utilities	0	0	1,251	2,725	2,096	6,072
Injection Wells	2,000	8,860	30,000	3,960	30,000	74,820
Midtown Water/Sewer	9,625	8,705	8,705	8,705	8,705	44,445
Primary Treatment & Digester Blower Improv.	9,096	15,000	0	0	0	24,096
Reclaimed Water Production 100% CWWTP	2,000	5,251	9,165	3,055	0	19,471
Southward Village Utility Improv.	6,000	0	0	0	0	6,000
Water Treatment Plant Expansion	17,000	10,000	0	0	0	27,000
Wellfield Expansion	23,000	12,000	13,000	14,000	12,000	74,000
<b>All other Utilities Projects</b>	<b>35,007</b>	<b>29,783</b>	<b>29,537</b>	<b>22,309</b>	<b>30,931</b>	<b>147,567</b>
<b>All other Projects</b>	<b>3,650</b>	<b>7,763</b>	<b>20,010</b>	<b>11,726</b>	<b>3,900</b>	<b>47,049</b>
<b>Total CIP</b>	<b>142,469</b>	<b>175,449</b>	<b>191,468</b>	<b>88,154</b>	<b>95,568</b>	<b>693,108</b>

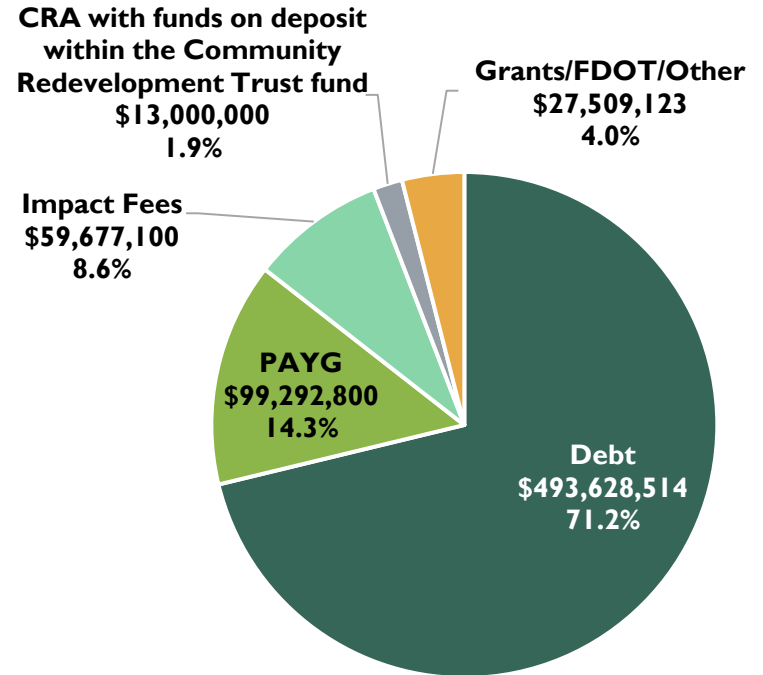
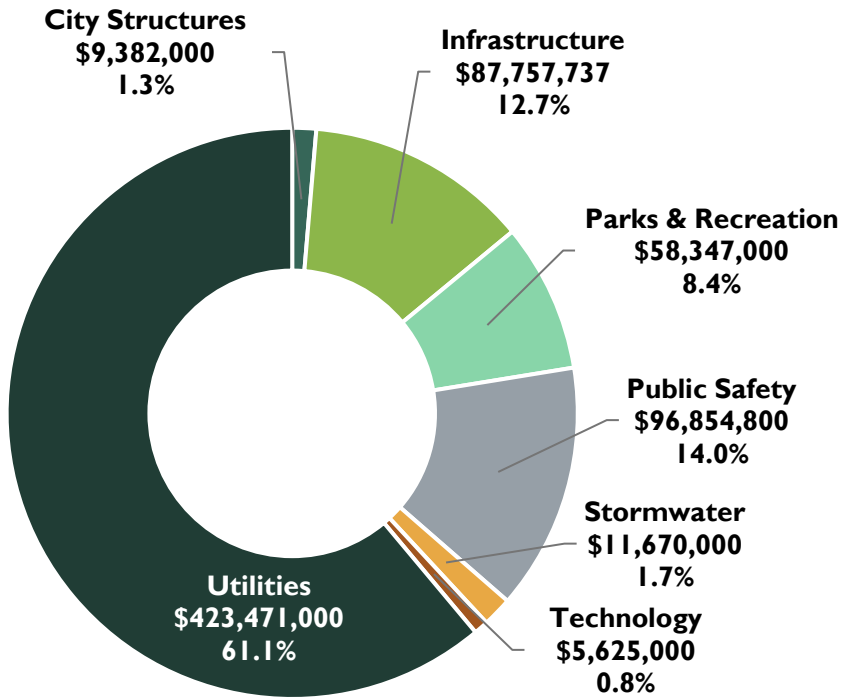
# CAPITAL IMPROVEMENT PROGRAM

(AMOUNTS REPORTED IN MILLIONS)

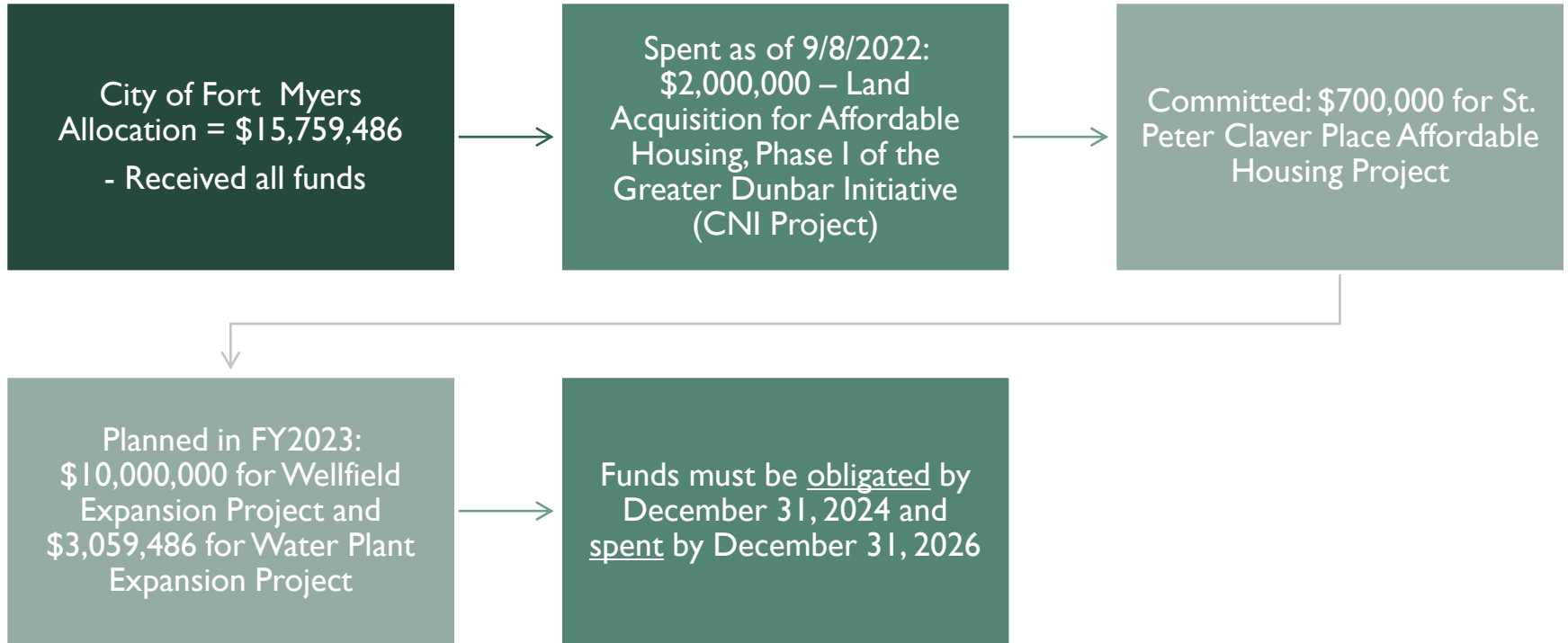
# CIP 5-YEAR TOTALS

## BY CATEGORY

## BY FUNDING SOURCE



**5-Year CIP Total: \$693,107,537**



# AMERICAN RESCUE PLAN ACT (ARPA) FUNDS

# CITYWIDE BUDGET

(AMOUNTS REPORTED IN MILLIONS)

By Function			\$	%
	FY2022	FY2023	Change	
General Government	\$ 72.6	\$ 74.7	\$ 2.1	2.9%
Public Safety	\$ 114.9	\$ 125.3	\$ 10.4	9.1%
Physical Environment	\$ 100.7	\$ 109.1	\$ 8.4	8.3%
Transportation	\$ 8.2	\$ 9.2	\$ 1.0	12.2%
Economic Environment	\$ 15.3	\$ 16.8	\$ 1.5	9.8%
Culture/Recreation	\$ 12.8	\$ 15.3	\$ 2.5	19.5%
Other Uses	\$ 2.3	\$ 1.7	\$ (0.6)	-26.1%
Capital Projects	\$ 129.4	\$ 142.5	\$ 13.1	10.1%
Transfers	\$ 51.5	\$ 60.0	\$ 8.5	16.5%
Expense Reserves	\$ 5.4	\$ 7.0	\$ 1.6	29.6%
<b>TOTAL CITYWIDE BUDGET</b>	<b>\$ 513.1</b>	<b>\$ 561.6</b>	<b>\$ 48.5</b>	<b>9.5%</b>

# SUMMARY OF RESERVE BALANCES

Fund	Estimated Reserves 2022	Proposed Reserves To Be Used in 2023	Estimated 2023
General Fund	\$36,017,191	(\$2,692,200)	\$33,324,991
Risk Management	\$18,953,299	(\$1,488,800)	\$17,464,499
Fleet Maintenance	\$1,400,757	(\$530,000)	\$870,757
ITS	\$697,246	(\$128,400)	\$568,846
Street Maintenance	\$1,582,558	(\$997,500)	\$585,058
Utility	\$34,931,503	(\$11,959,500)	\$22,972,003
Stormwater	\$6,440,558	(\$4,554,000)	\$1,886,558
Solid Waste	\$8,103,852	(\$1,046,900)	\$7,056,952
Skatium	\$235,400	(\$25,000)	\$210,400
Yacht Basin	\$1,176,994	\$0	\$1,176,994
Fort Myers Golf Course	\$1,120,715	(\$152,600)	\$968,115
Eastwood Golf Course	\$566,735	(\$289,800)	\$276,935
Parking	\$2,223,753	(\$311,400)	\$1,912,353
<b>Total</b>	<b>\$113,450,561</b>	<b>(\$24,176,100)</b>	<b>\$89,274,461</b>



## NEXT STEPS



Final Public Hearing on the budget  
Monday, September 19, 2022 at 5:15 p.m., during  
the regular City Council meeting



# QUESTIONS & ANSWERS