



PORT ORANGE CITY COUNCIL WORKSHOP

Council Chambers

Tuesday, June 28, 2022 @ 5:30 PM

WORKSHOP AGENDA

Pursuant to Section 3.06 of the Charter of the City of Port Orange, the Mayor has called a **Workshop** of the City Council to be held for the following purposes:

OPENING

1. Silent Invocation
2. Pledge of Allegiance
3. Roll Call

DISCUSSION ITEMS

4. Budget Workshop Discussion

ADJOURNMENT

NOTICES – PURSUANT TO SECTION 286.0105 OF THE FLORIDA STATUTES, IF ANY PERSON DECIDES TO APPEAL ANY DECISION MADE BY THE CITY COUNCIL WITH RESPECT TO ANY MATTER CONSIDERED AT THIS PUBLIC MEETING OR HEARING, SUCH PERSON WILL NEED A RECORD OF THE PROCEEDINGS, AND THAT, FOR SUCH PURPOSE, SUCH PERSON MAY NEED TO ENSURE THAT A VERBATIM RECORD OF THE PROCEEDINGS IS MADE, WHICH RECORD INCLUDES THE TESTIMONY AND EVIDENCE UPON WHICH THE APPEAL IS TO BE BASED. THE CITY DOES NOT PREPARE OR PROVIDE SUCH A RECORD.



FOR SPECIAL ACCOMMODATIONS, PLEASE NOTIFY THE CITY CLERK'S OFFICE (PHONE: 386-506-5563) AS FAR IN ADVANCE AS POSSIBLE, BUT PREFERABLY WITHIN 2 WORKING DAYS OF YOUR RECEIPT OF THIS NOTICE OR 5 DAYS PRIOR TO THE MEETING OR HEARING DATE.



HELP FOR THE HEARING IMPAIRED IS AVAILABLE THROUGH THE ASSISTIVE LISTENING SYSTEM RECEIVERS CAN BE OBTAINED FROM THE CITY CLERKS' OFFICE.

IN ACCORDANCE WITH THE AMERICANS WITH DISABILITIES ACT (ADA), IF YOU ARE A PERSON WITH A DISABILITY WHO NEEDS AN ACCOMMODATION IN ORDER TO PARTICIPATE IN THIS PROCEEDING, YOU ARE ENTITLED, AT NO COST TO YOU, THE PROVISION OF CERTAIN ASSISTANCE. PLEASE CONTACT THE CITY CLERK FOR THE CITY OF PORT ORANGE, 1000 CITY CENTER CIRCLE, PORT ORANGE, FLORIDA 32129, TELEPHONE NUMBER 386-506-5563, CITYCLERK@PORT-ORANGE.ORG, AS FAR IN ADVANCE AS POSSIBLE, BUT PREFERABLY WITHIN 2 WORKING DAYS OF YOUR RECEIPT OF THIS NOTICE OR 5 DAYS PRIOR TO THE MEETING OR HEARING DATE. IF YOU ARE HEARING OR VOICE IMPAIRED, CONTACT THE RELAY OPERATOR AT 7-1-1 or 1-800-955-8771.

UPON REQUEST BY A QUALIFIED INDIVIDUAL WITH A DISABILITY, THIS DOCUMENT WILL BE MADE AVAILABLE IN AN ALTERNATE FORMAT. IF YOU NEED TO REQUEST THIS DOCUMENT IN AN ALTERNATE FORMAT, PLEASE CONTACT THE CITY CLERK WHOSE CONTACT INFORMATION IS PROVIDED ABOVE.

ANY INVOCATION THAT IS OFFERED BEFORE THE OFFICIAL START OF THE CITY COUNCIL MEETING SHALL BE THE VOLUNTARY OFFERING OF A PRIVATE PERSON, TO AND FOR THE BENEFIT OF THE CITY COUNCIL. THE VIEWS OR BELIEFS EXPRESSED BY THE INVOCATION SPEAKER HAVE NOT BEEN PREVIOUSLY REVIEWED OR APPROVED BY THE CITY COUNCIL OR THE CITY STAFF, AND THE CITY IS NOT ALLOWED BY LAW TO ENDORSE THE RELIGIOUS BELIEFS OR VIEWS OF THIS, OR ANY OTHER SPEAKER. PERSONS IN ATTENDANCE AT THE CITY COUNCIL MEETING ARE INVITED TO STAND DURING THE OPENING INVOCATION AND PLEDGE OF ALLEGIANCE. HOWEVER, SUCH INVITATION SHALL NOT BE

CONSTRUED AS A DEMAND, ORDER, OR ANY OTHER TYPE OF COMMAND. NO PERSON IN ATTENDANCE AT THE MEETING SHALL BE REQUIRED TO PARTICIPATE IN ANY OPENING INVOCATION THAT IS OFFERED. A PERSON MAY EXIT THE CITY COUNCIL CHAMBERS AND RETURN UPON COMPLETION OF THE OPENING INVOCATION IF A PERSON DOES NOT WISH TO PARTICIPATE IN OR WITNESS THE OPENING INVOCATION.



CITY COUNCIL AGENDA ITEM

COUNCIL MEETING DATE 6/28/2022

SUBJECT: (4) Budget Workshop Discussion

DEPARTMENT: Finance

GOAL: 5 - Fiscal Sustainability

RECOMMENDED MOTION: No Motion Needed

SUMMARY: Staff has prepared and will present an overview of the following;

1. American Rescue Plan - Update
2. Future Assumptions - Update
3. Pre-Preliminary Tax Roll
4. Historical Review
5. Primary Cost Drivers
6. Utility Rates Projections

The above items are all preliminary for review by the Council as we continue the budget process for Fiscal Year 2022 - 2023.

PRESENTER: John McKinney

ATTACHMENTS:

1.	Budget Workshop FY22-23 - June 28 2022 Final	Budget Workshop FY22-23 - June 28 2022 Final.pptx
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John McKinney

John McKinney

Wayne Clark

Robin Fenwick

Created/Initiated - 6/17/2022

Approved - 6/17/2022

Approved - 6/24/2022

Final Approval - 6/24/2022



REVENUE & EXPENDITURE OUTLOOK BUDGET WORKSHOP JUNE 28TH, 2022



mission statement

Port Orange provides a full range of high-quality municipal services to all our stakeholders in a safe, clean, attractive environment while safeguarding our natural resources and building a strong sense of community.



City of Port Orange Strategic Plan

PUBLIC SAFETY



To provide excellent public safety services for the residents, businesses and visitors of Port Orange

INFRASTRUCTURE



To preserve and develop city infrastructure and assets through careful planning and maintenance of utilities.

QUALITY OF LIFE



To enhance the quality of life by creating an aesthetically pleasing environment residents and visitors can enjoy.

ECONOMIC DEVELOPMENT



To increase economic opportunities consistent with the community vision

FISCAL SUSTAINABILITY



To enhance the fiscal sustainability of the City through both technology and sound financial decision-making

ORGANIZATIONAL EXCELLENCE



To enhance organizational efficiency and effectiveness through a highly motivated and stable workforce.



Overview

- American Rescue Plan
- Future Assumptions
- Preliminary tax roll
- Historical review
- City Wide Fees
- Next steps



American Rescue Plan

➤ The City has been allocated \$9,981,987 and below are staff recommendations for use of funds.

➤ Premium Pay to Police and Fire	\$1,060,802
➤ Halifax River Sewer Force Main	\$3,000,000
➤ Halifax River Water Main 16 Inches	\$2,000,000
➤ Road Reconstruction – Town West Blvd	\$1,000,000
➤ City Center Shoreline Stabilization & Sidewalk Replacement	\$ 600,000
➤ Jackson Street Stormwater Improvements	\$ 650,000
➤ Network Security & Infrastructure Upgrades	\$ 250,000
➤ Ball Field Lamp Replacement	\$ 397,044
➤ Spruce Creek Road Park – Concession Restroom	\$ 512,400
➤ Causeway Park – Floating docks	\$ 497,819
➤ Amphitheater Seating Replacement	\$ 155,085
➤ Contingency	\$1,283,318

➤ Above projects must be completed by mid 2026.

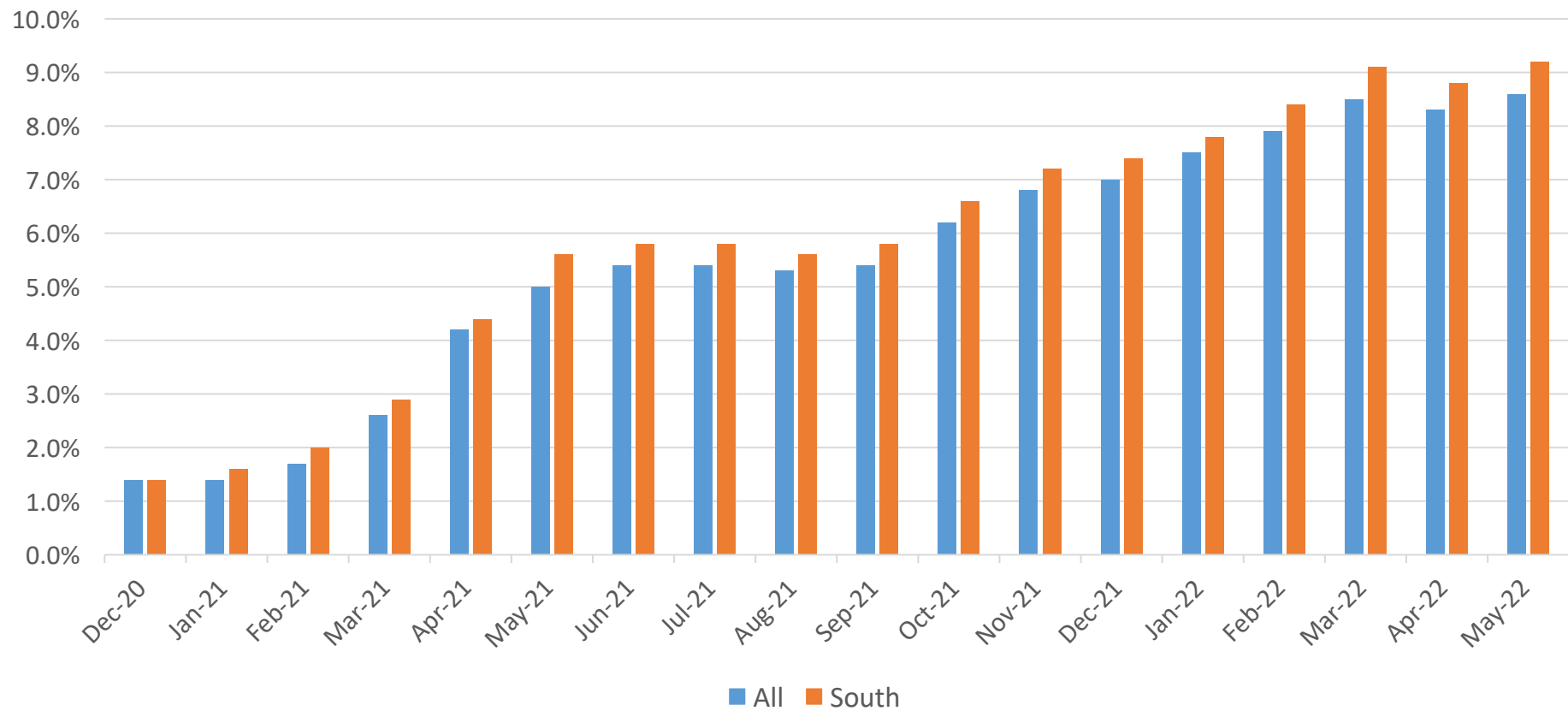


future assumptions

- Items effecting all operating funds
 - Consumer Price Index
 - Florida Minimum Wage
 - Fuel Trends
 - Unemployment
 - Updating of all allocations – findings to be provided in August
 - Cost Allocation
 - Insurance Allocation
 - Position Budgeting and Employee splits
 - Health Insurance projected to increase by 10%
 - Property and Casualty Insurance project to increase by 25% based upon market trend
 - Available funding sources for future projects and capital outlay



consumer Price Index





Florida Minimum Wage

■ Minimum Implementation of Living Wage by 2026

- September 30, 2022 - \$11
- September 30, 2023 - \$12
- September 30, 2024 - \$13
- September 30, 2025 - \$14
- September 30, 2026 - \$15

■ Collective Bargaining Agreements – Negotiations

- Police
 - Lt – 5%
 - Sworn – 5%
- General – TBD
- Fire – 5%

■ Health Insurance Renewals

- Estimate a 10 % increase

Ballot Language

Amendment 2

- Passed November 2020
- 56.7% Support by Volusia County
- 60.8% Support Statewide

Raising Florida's Minimum Wage

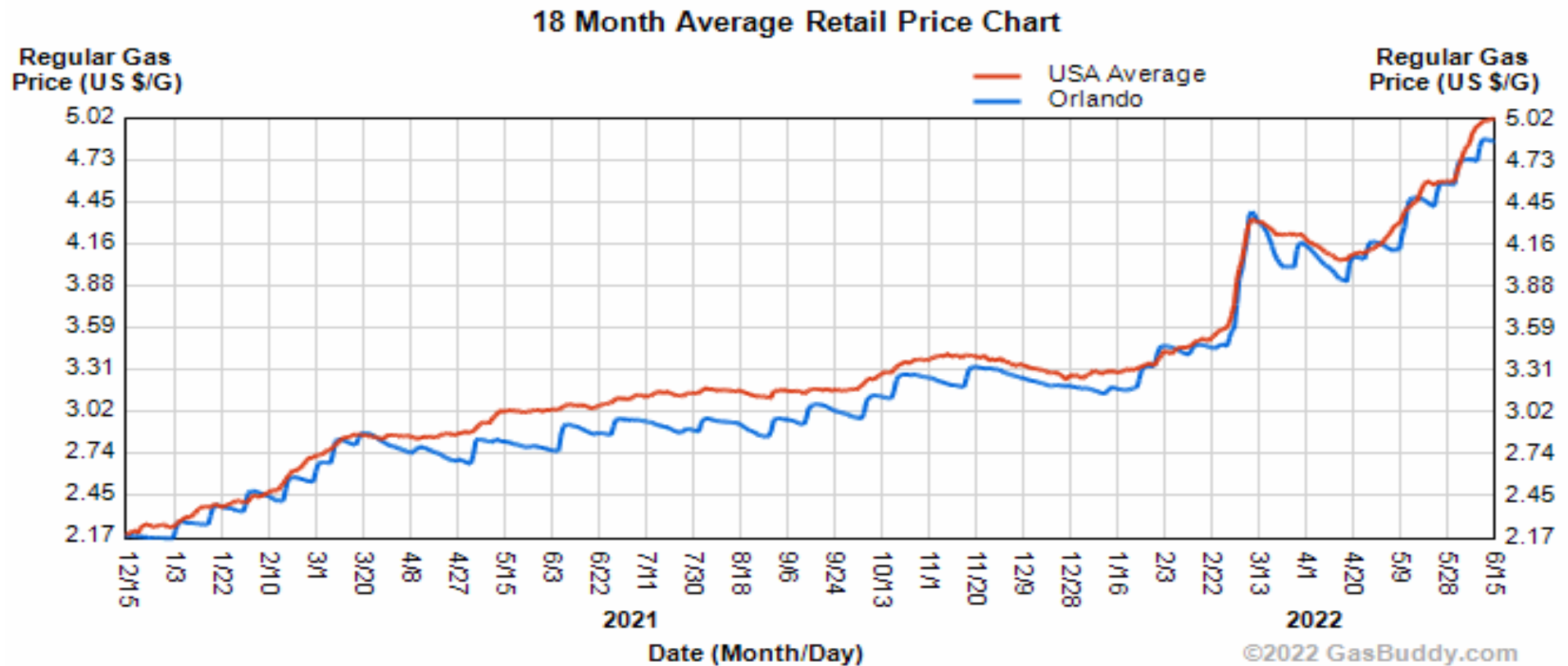
Raises minimum wage to \$10.00 per hour effective September 30th, 2021. Each September 30th thereafter, minimum wage shall increase by \$1.00 per hour until the minimum wage reaches \$15.00 per hour on September 30th, 2026. From that point forward, future minimum wage increases shall revert to being adjusted annually for inflation starting September 30th, 2027.

State and local government costs will increase to comply with the new minimum wage levels. Additional annual wage costs will be approximately \$16 million in 2022, increasing to about \$540 million in 2027 and thereafter. Government actions to mitigate these costs are unlikely to produce material savings. Other government costs and revenue impacts, both positive and negative, are not quantifiable.

THIS PROPOSED CONSTITUTIONAL AMENDMENT IS ESTIMATED TO HAVE A NET NEGATIVE IMPACT ON THE STATE BUDGET. THIS IMPACT MAY RESULT IN HIGHER TAXES OR A LOSS OF GOVERNMENT SERVICES IN ORDER TO MAINTAIN A BALANCED STATE BUDGET AS REQUIRED BY THE CONSTITUTION.

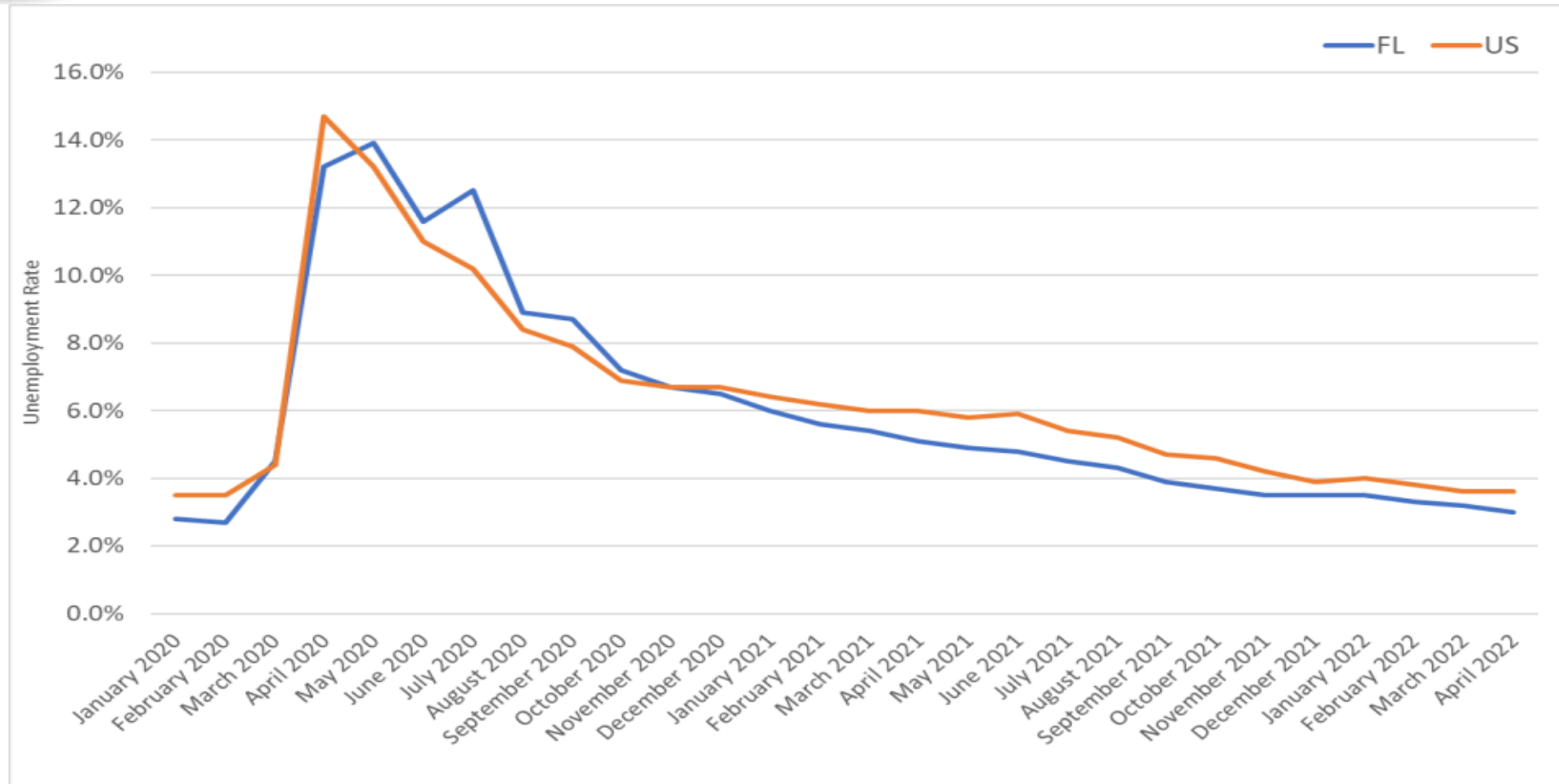


Average Gas Prices





Unemployment rate





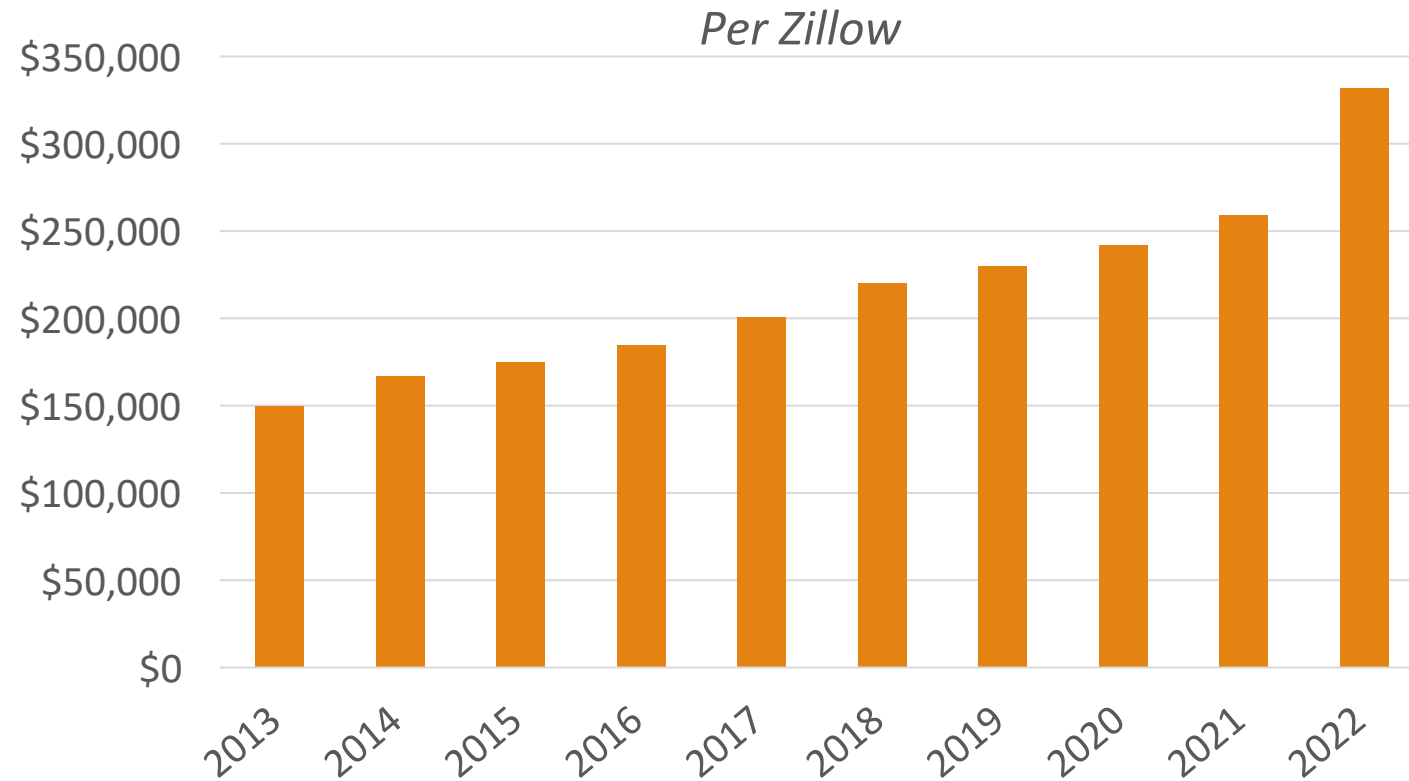
Property tax roll

Prior Year Taxable Value	\$3,992,441,944
Increase from prior year	411,769,834
New Construction	<u>100,091,043</u>
Estimated 2022 Values	\$4,513,302,821

Previously assumed	- 6.98% in March 2022
Pre-Preliminary	- 10.31% Excluding New Construction
	- 13.05 % Including New Construction

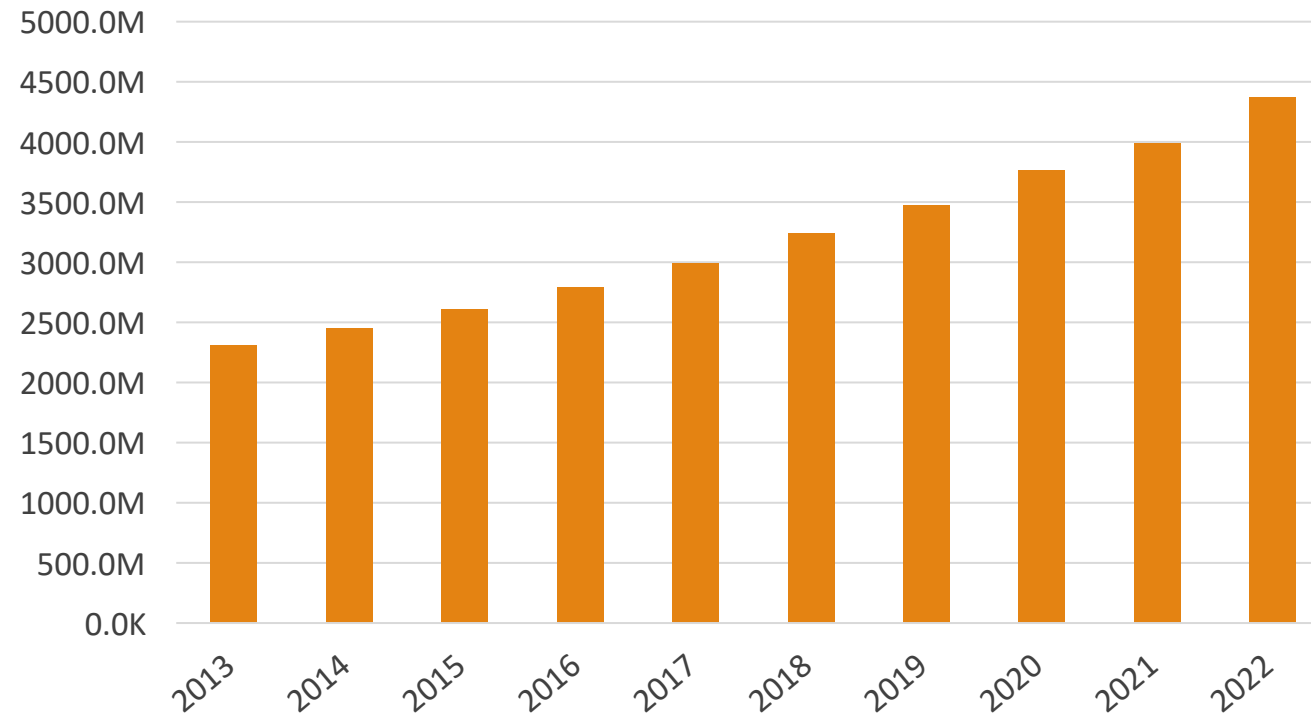


Median home Sales Price



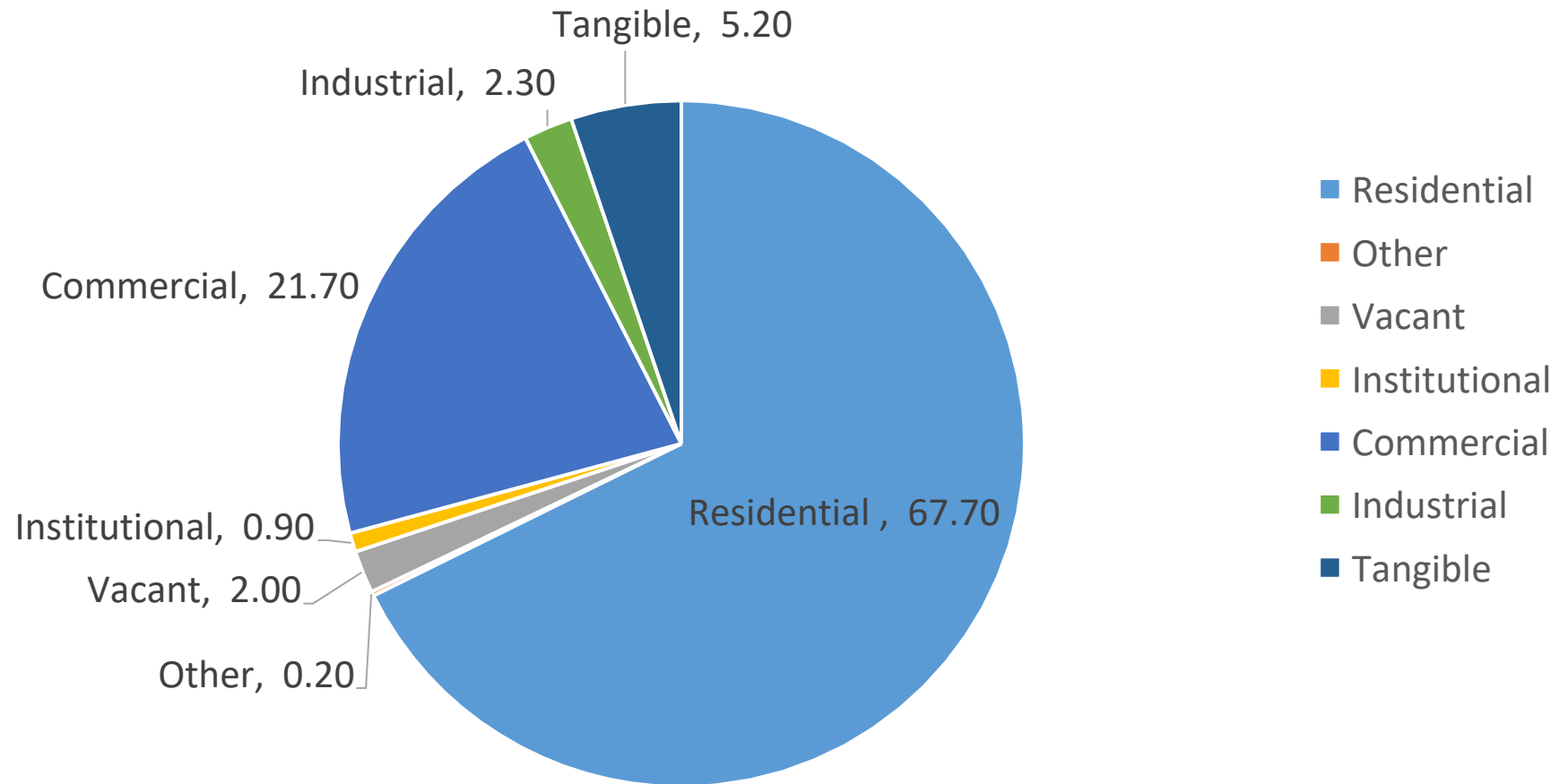


Taxable Value – All Types



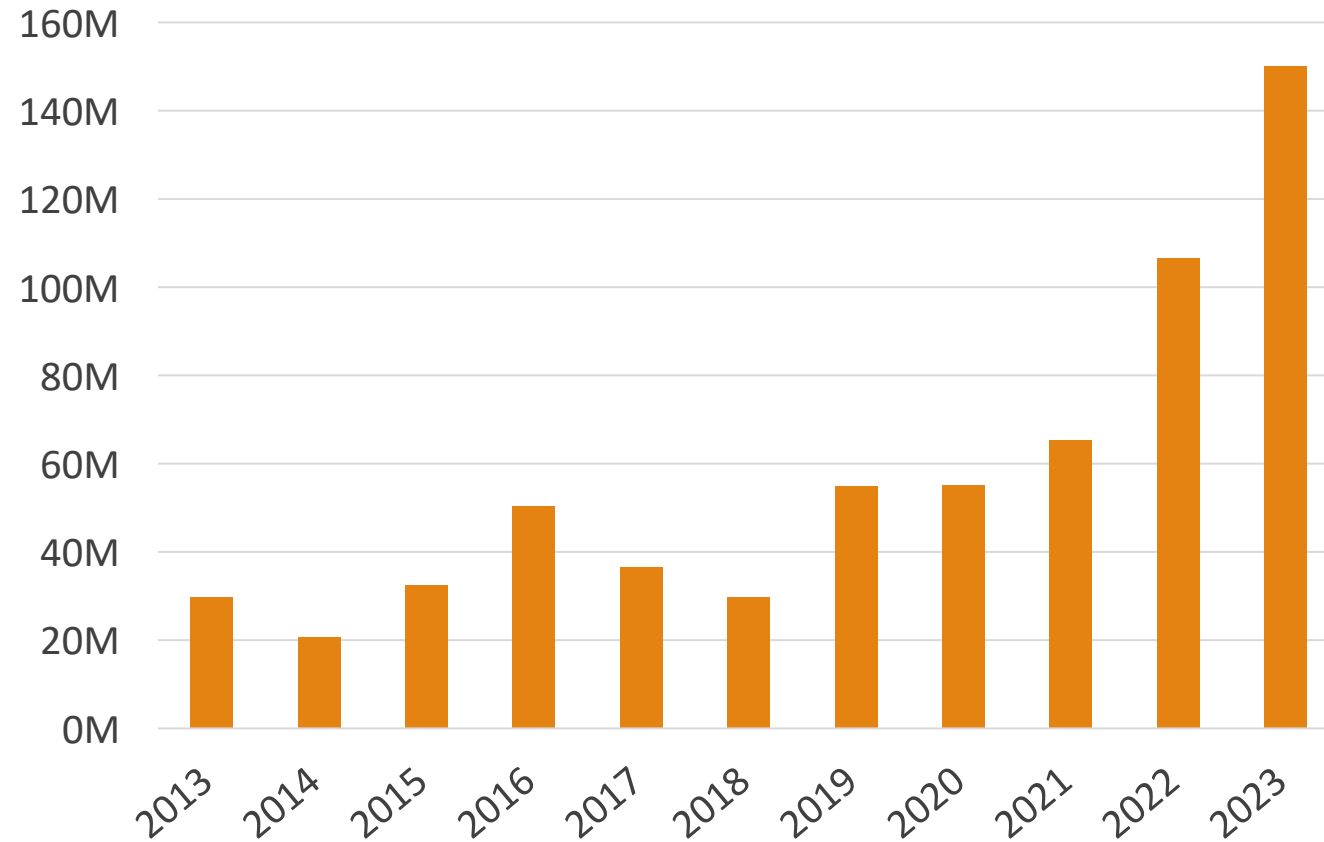


TAXABLE VALUE BY CLASS





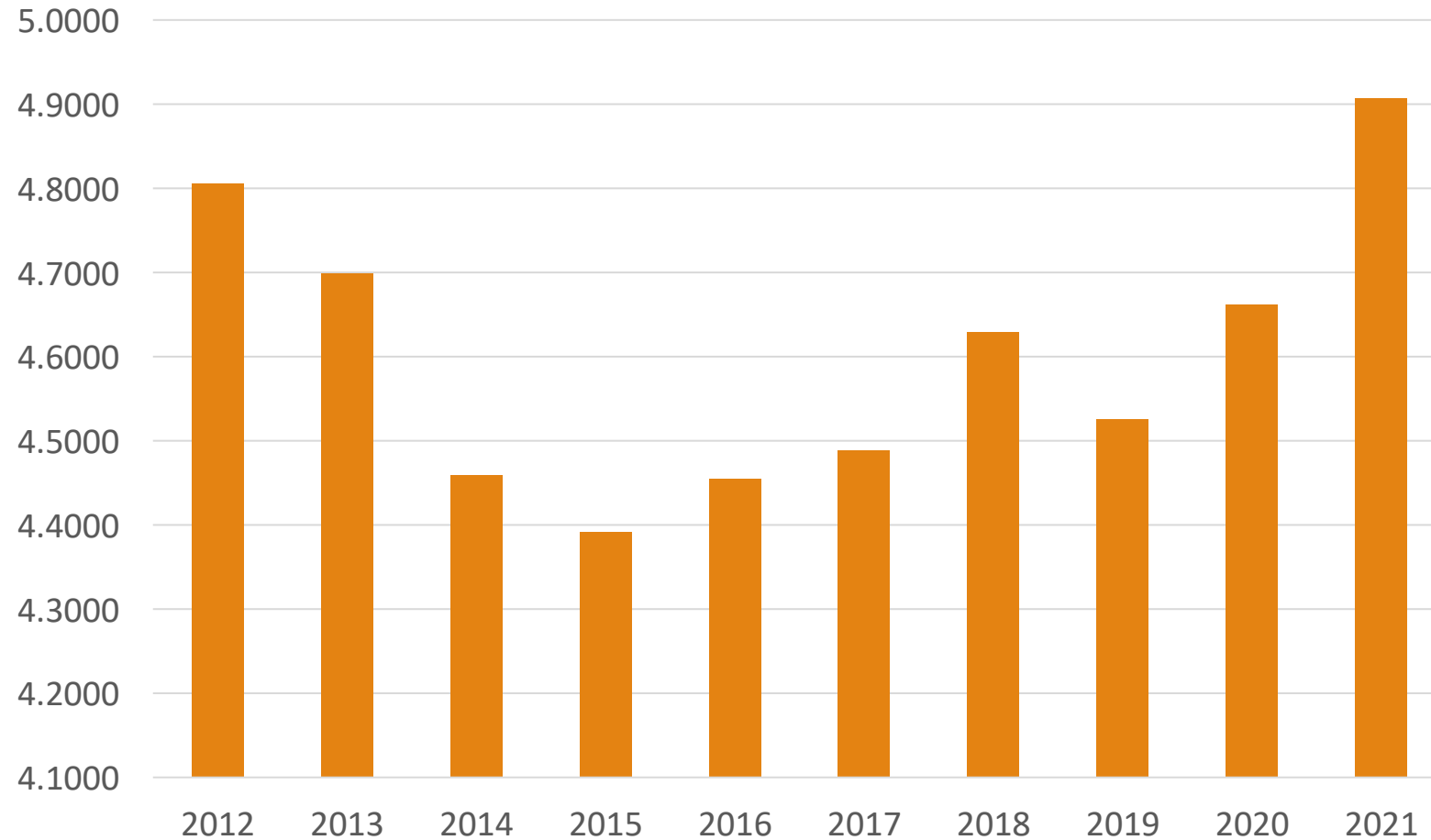
Historical New Construction



2023 Estimate as provided by Community Development

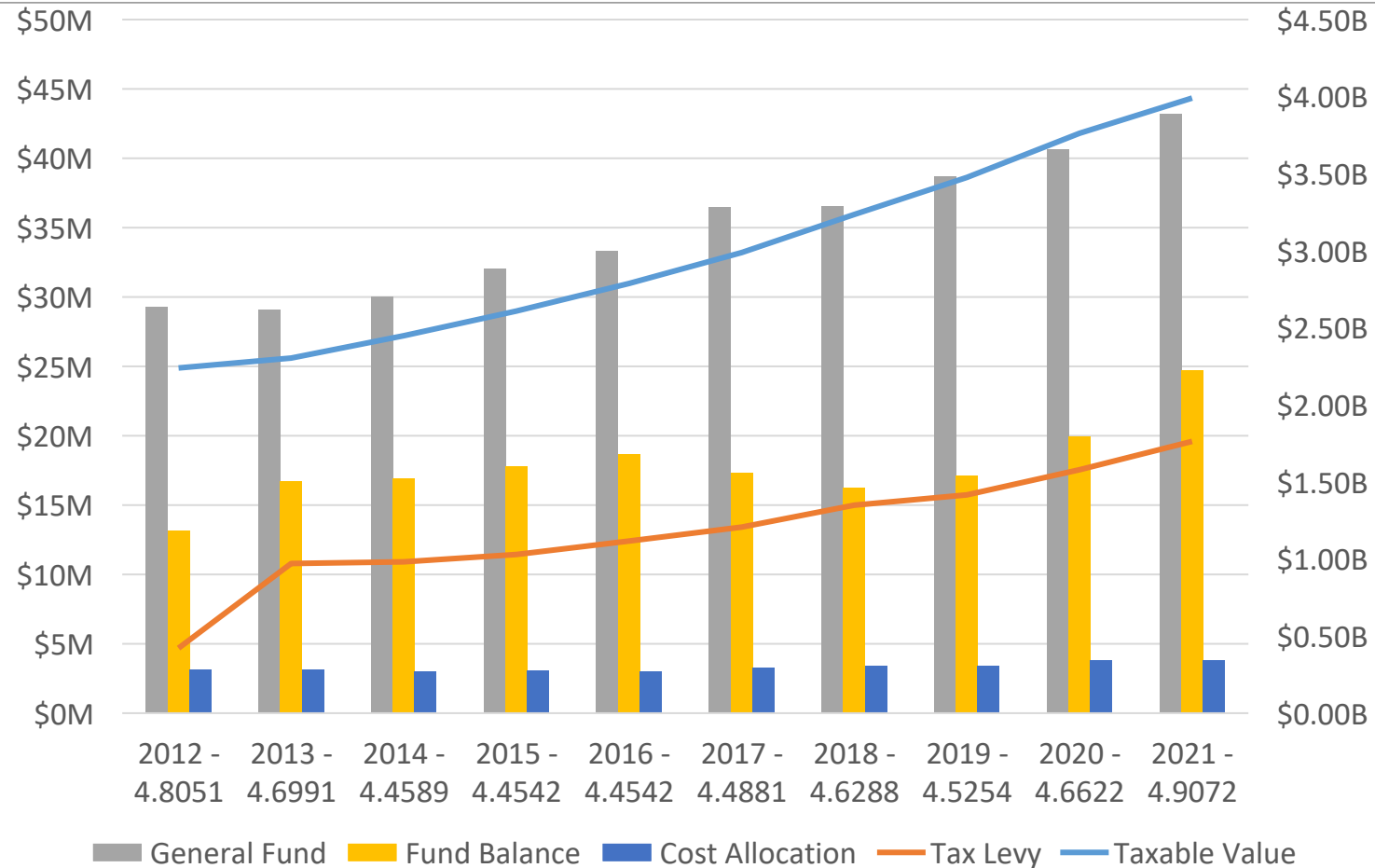


Historical millage rates



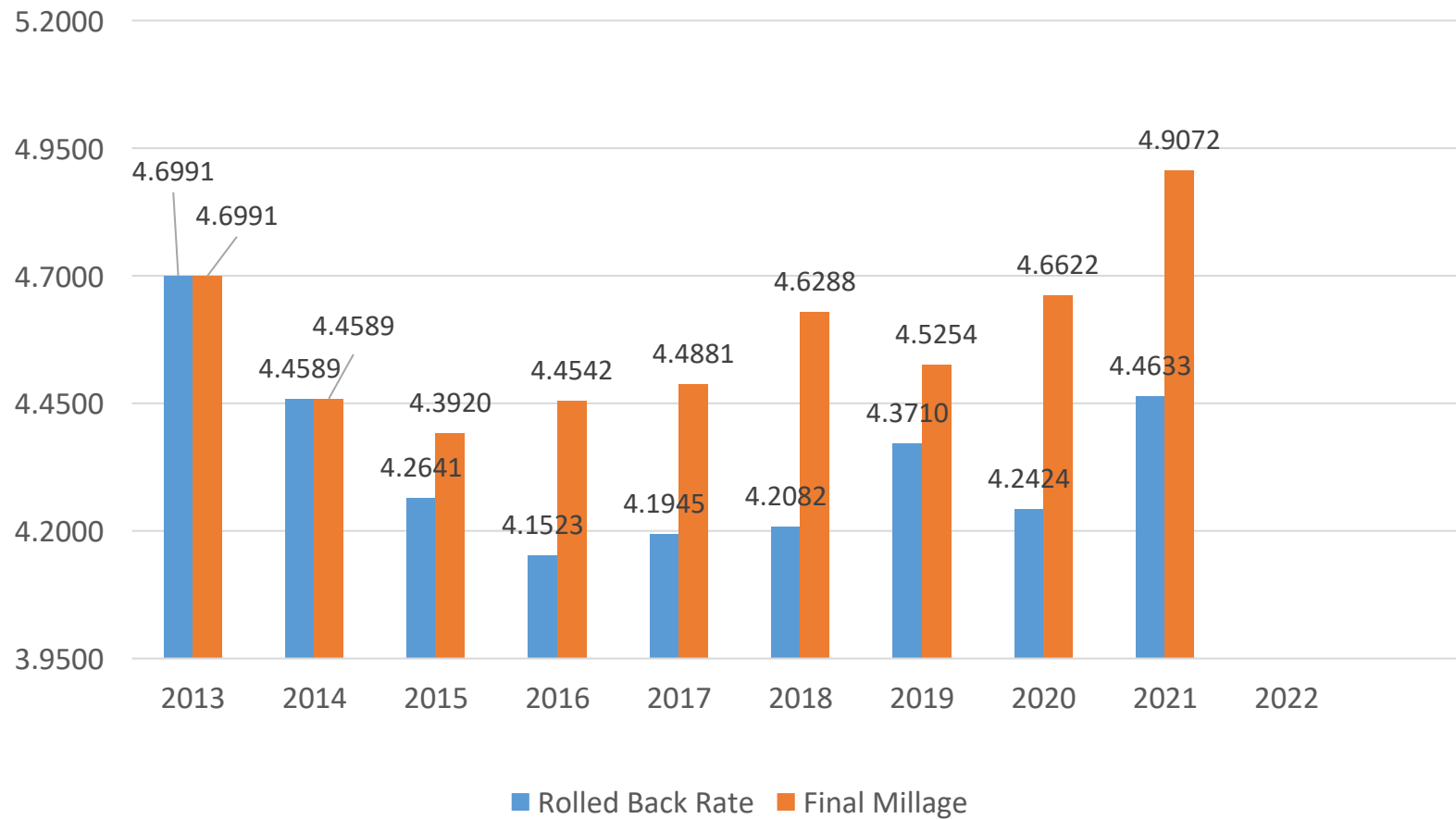


General Fund tax Analysis





Roll Back Vs Final Millage





City Wide fees

RAFTELIS will be conducting a fee study of all City Wide fees

- Utility Rates

- Solid Waste – Resolution 21-27 – Current estimated increase of 4.3%
- Stormwater – Resolution 17-43 – No rate increase planned for FY2023
- Water / Wastewater – Resolution 17-21 – 5% or CPI whichever is less October 1st

- Building Permits Fees – Resolution 13-30 – No Planned increases

- Impact Fees – no planned increases

- Parks – 1990's
- Transportation - 2005
- Fire – 2005



NEXT STEPS

- City Wide Fee Review
- Ordinance Review
 - Budgeting
 - Capital Improvement Plan
 - Purchasing
- Chart of accounts – Compliance with the Uniform Accounting Systems Manual – updated 2021.
- Budget Workshops (Tentative Dates)
 - All Fund Budget Review – July 25th – 5:30 p.m.
 - Fee Study (Direct & Indirect Cost Update) – August 30th – 5:30 p.m.
- Meeting for Action Items
 - Set Maximum Millage – August 2nd – Regular Council Meeting
 - Adopt CIP Program – August 2nd – Regular Council Meeting
- Public Hearings
 - Wednesday September 7th – Special Council Meeting - 5:30 p.m.
 - Wednesday September 21st – Special Council Meeting - 5:30 p.m.