

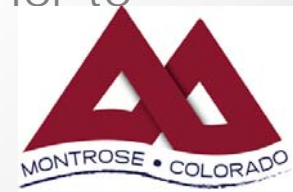
# 2022 Proposed Budget

City Council Meeting  
City Council Chambers  
November 2, 2021



# Budget Process

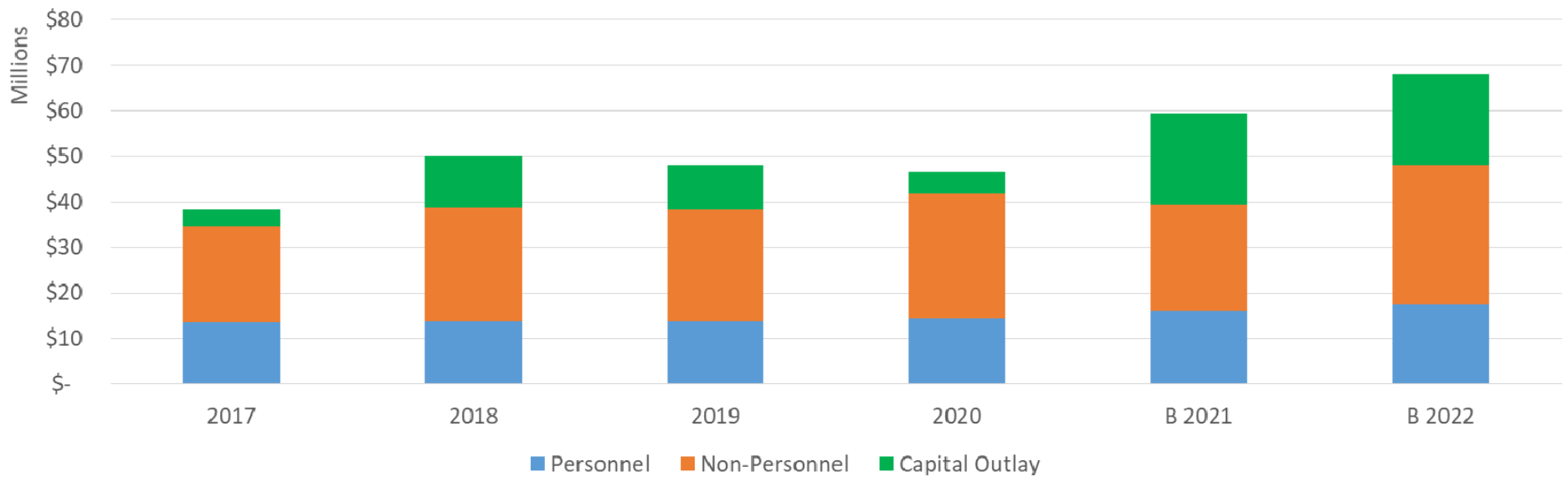
- “Big Picture” Strategy session with City Council
  - May 18
- Management Review of Budget Requests
  - August 9 - 12
- City Council Budget Strategic Session
  - September 13
- Public Open House
  - October 19
- Charter Requirements
  - October 15<sup>th</sup> - Proposed Budget
  - Public hearing required prior to November 15<sup>th</sup>
  - City Council approval of Appropriating Ordinance prior to November 30<sup>th</sup>



### Expenditures - All funds

2022 Proposed Budget	2017	2018	2019	2020	B 2021	B 2022
Personnel	\$ 13,610,537	\$ 13,712,481	\$ 13,866,659	\$ 14,375,633	\$ 16,110,906	\$ 17,497,485
Non-Personnel	\$ 21,140,768	\$ 25,162,149	\$ 24,502,056	\$ 27,492,816	\$ 23,279,260	\$ 30,497,025
Capital Outlay	\$ 3,557,111	\$ 11,433,967	\$ 9,631,163	\$ 4,588,281	\$ 20,060,223	\$ 20,213,398
Total without Transfers	\$ 38,308,416	\$ 50,308,597	\$ 47,999,878	\$ 46,456,730	\$ 59,450,389	\$ 68,207,908
Transfers	\$ 11,345,147	\$ 5,908,954	\$ 6,584,005	\$ 15,413,407	\$ 18,746,435	\$ 17,526,978
Total Expenditures	\$ 49,653,563	\$ 56,217,551	\$ 54,583,883	\$ 61,870,137	\$ 78,196,824	\$ 85,734,886

City of Montrose - Expenditures all funds - Does not include Transfers



General  
Fund  
\$28,205,371

# City of Montrose

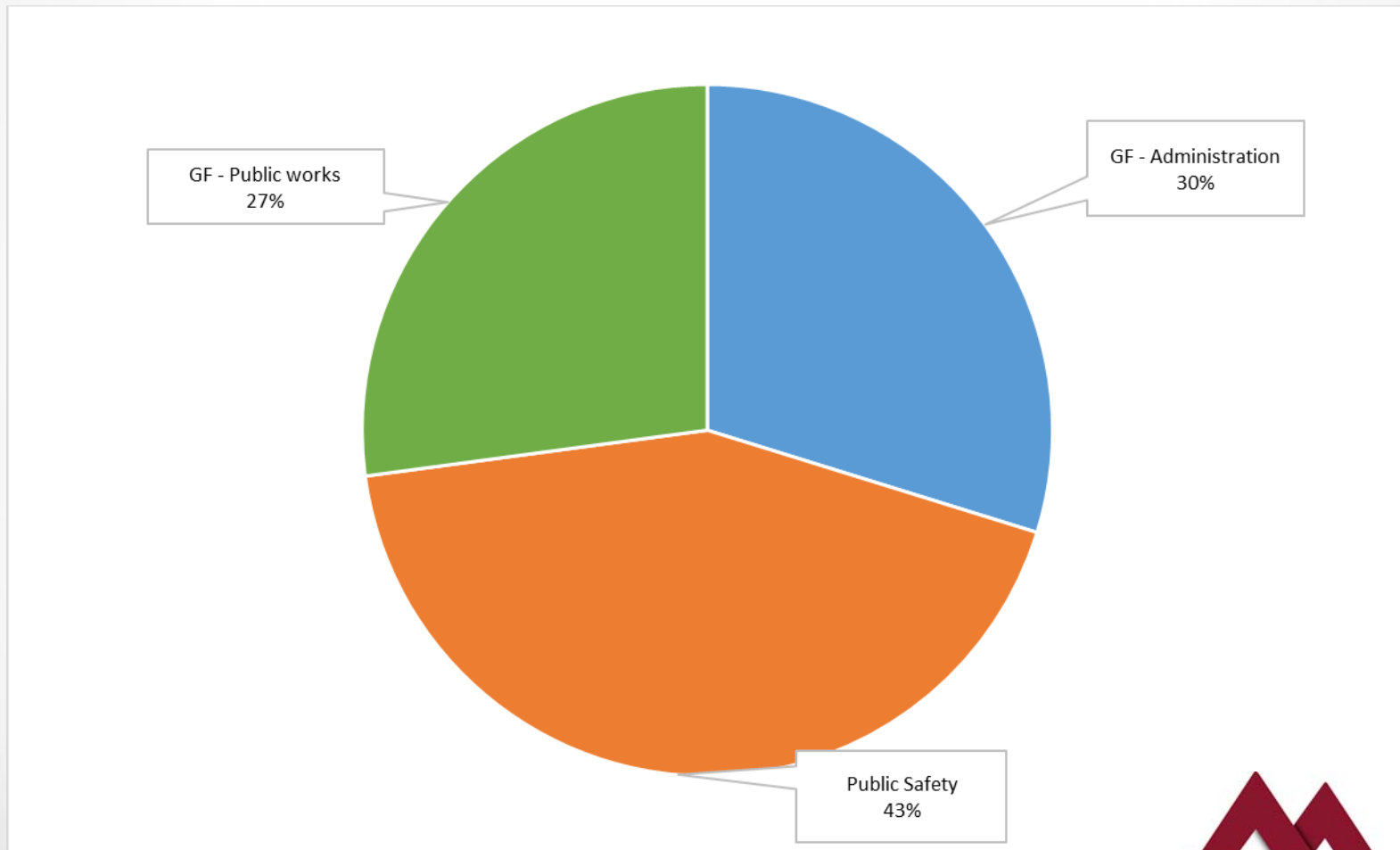
# General Fund

- Total proposed expenditures for 2022 \$28.2M
- American Rescue Plan Act \$ 2.9M
- Capital Improvements
  - Streets
    - Snow Storage Lot Storm water Treatment Design and Construction \$ 35,000
  - Parks
    - Install 3 solar lights in Rotary Park \$ 10,375
    - Install 9 solar lights in Taviwach Park \$ 31,125
    - Buckley/Lions irrigation rebuild \$750,000
      - Parks/GF \$350,000
      - CTF (lottery funds) \$400,000

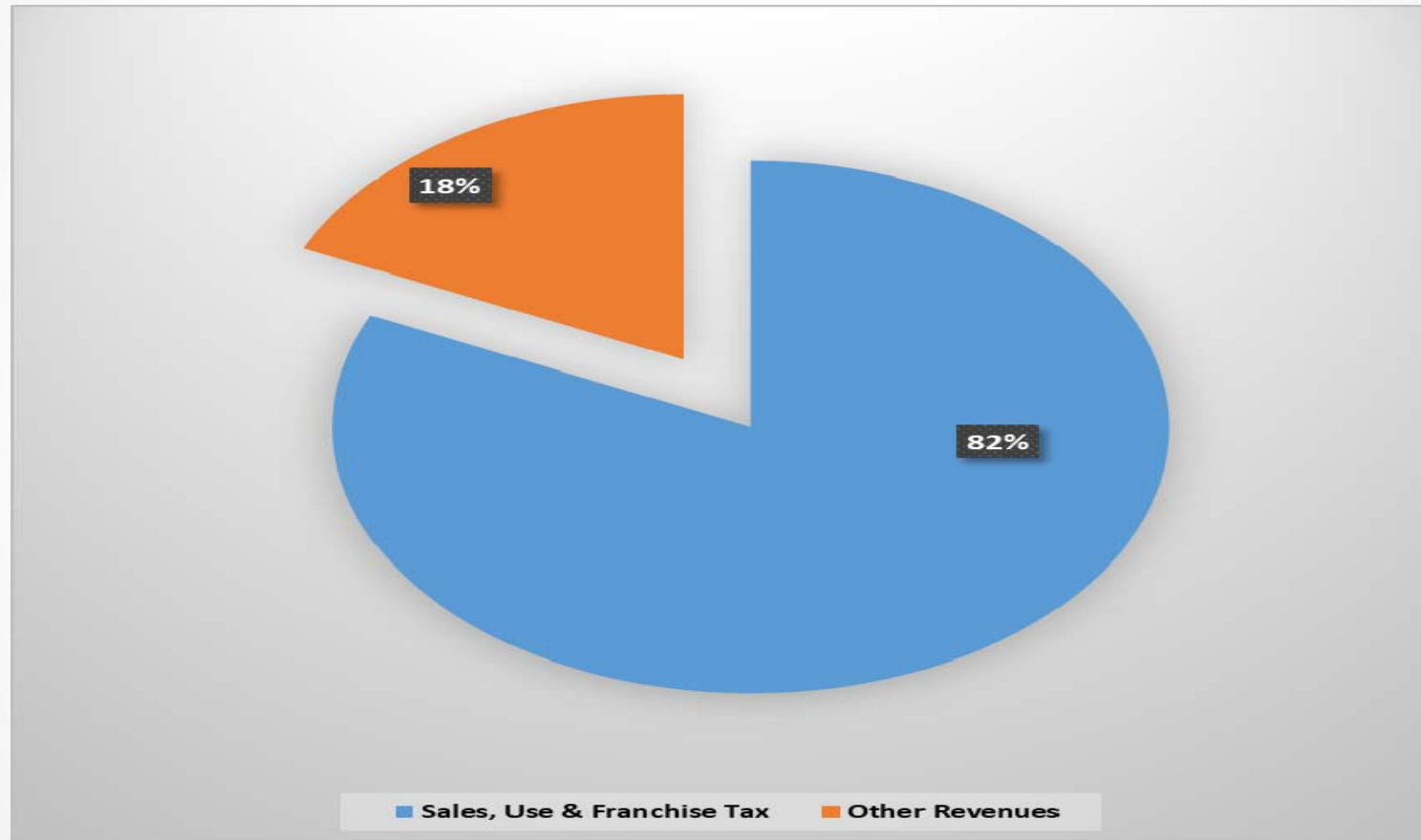


# General Fund Expenditures

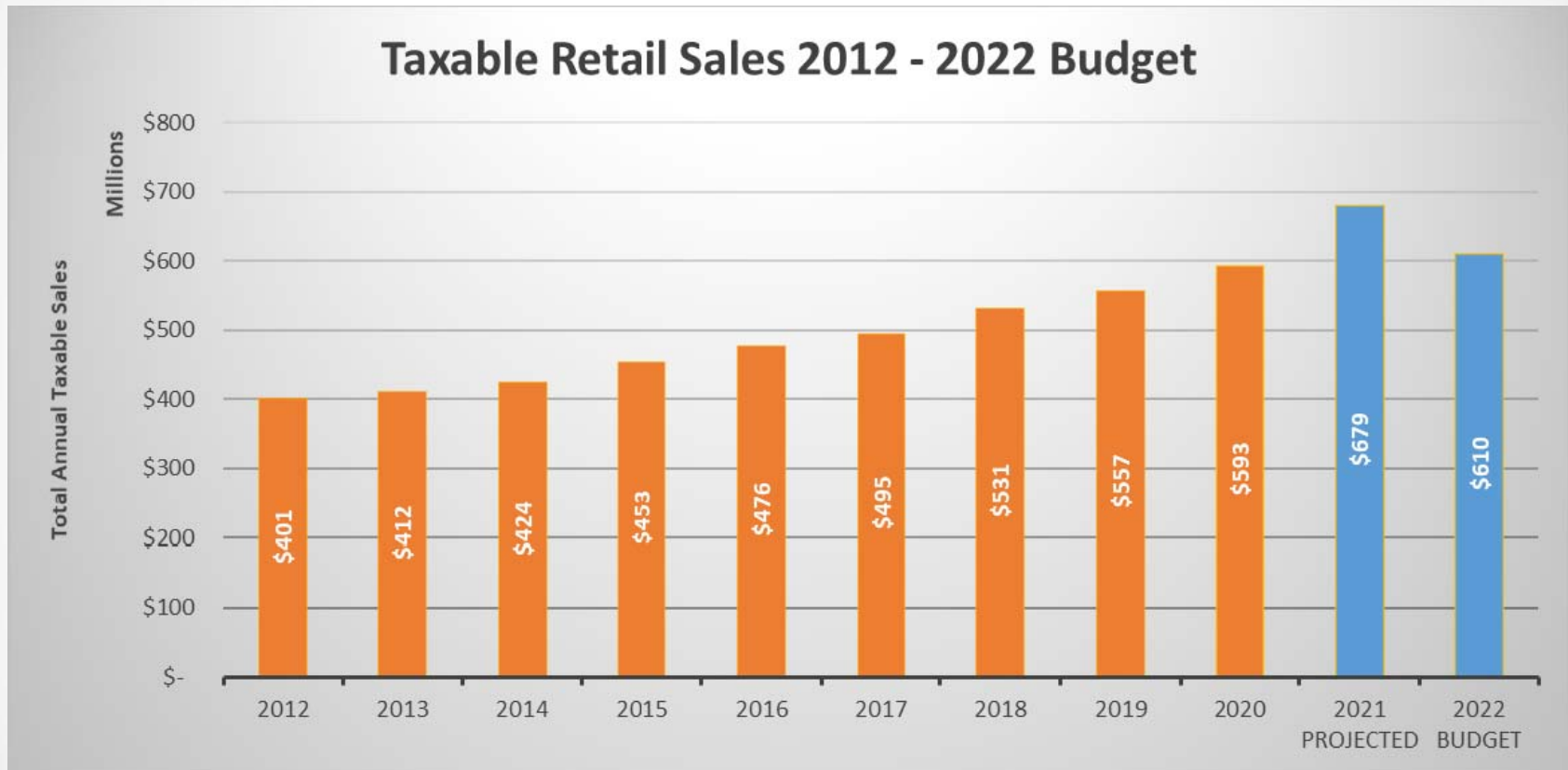
Does not include capital or transfers



# General Fund Revenue



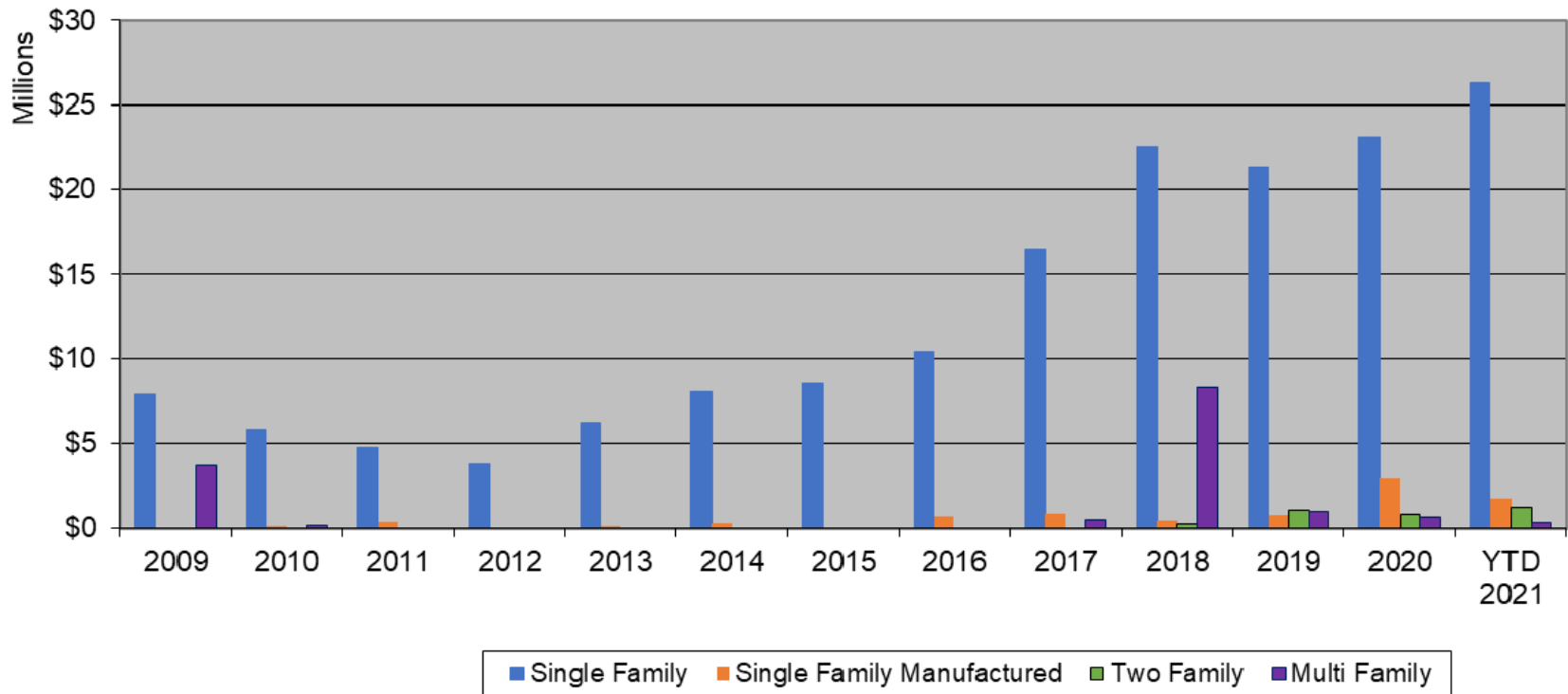
# Taxable Retail Sales





# Residential Building Permits

Residential Building Permits Valuation 2009 through September 2021



General  
Fund  
\$28,205,371

Public Safety  
Fund  
\$15,322,331

# City of Montrose

# Public Safety Fund

- Expenditures are projected in 2022 = \$15.3M
- Capital includes:

○ 8 Vehicles for patrol	\$ 392,500
○ Motorola software Interface	\$ 10,500
○ Armored Rescue Vehicle	\$ 75,000
○ Side by Side vehicle	\$ 38,000
○ Operational Drone kit for DTF	\$ 12,200
○ Vehicle for AC Officer	\$ 42,500
○ Public Safety Complex project	\$2,300,000
○ COP portion of project	\$6,900,000





UPDATED OCTOBER 18, 2021

# PSST 2A REPORT CARD

Report of the progress made by the City of Montrose regarding the .58% Public Safety Sales Tax, approved by City of Montrose voters on November 5, 2019

## PROMISES MADE

## PROMISES DELIVERED

### BUDGET

Allocate 43% of General Operations to Public Safety

43% in 2021 = \$7.655 Million

### STAFFING

3 Patrol Officers

1 Community Operations Sergeant

Temporarily for summer

2 School Resource Officers

1 Hired

2 Traffic Unit/ Park Safety Officers

3 Street Crimes Officers

3 Detectives

2 Hired

1 Crime Analyst

2 Civilian Report Technicians

1 Public Safety Attorney

2 Records Technicians

### FACILITY

Financing

3.28% Interest

Site Demolition

Building Design

100% Complete

Site Preparation

90% Complete

Construction

40% Complete

### PUBLIC SAFETY IMPROVEMENTS

Hiring & Training

New lateral hiring program. Mental Health Co-Responder Program.

Law Enforcement Academy Creation

45 of 73 plans approved by POST. All training sites approved.

Equipment & Officer Safety

New patrol load bearing vest for safety and health.

Increased Public Communication

Latinx Citizens Academy- 12/1, 12/8, 12/15.

# Public Safety Fund Revenue

GF  
Transfer  
43%  
=\$8.1M



# Public Safety Fund Revenue

GF Transfer  
43%  
=\$8.1M



.58%  
PSST  
=\$4M



# Public Safety Fund Revenue

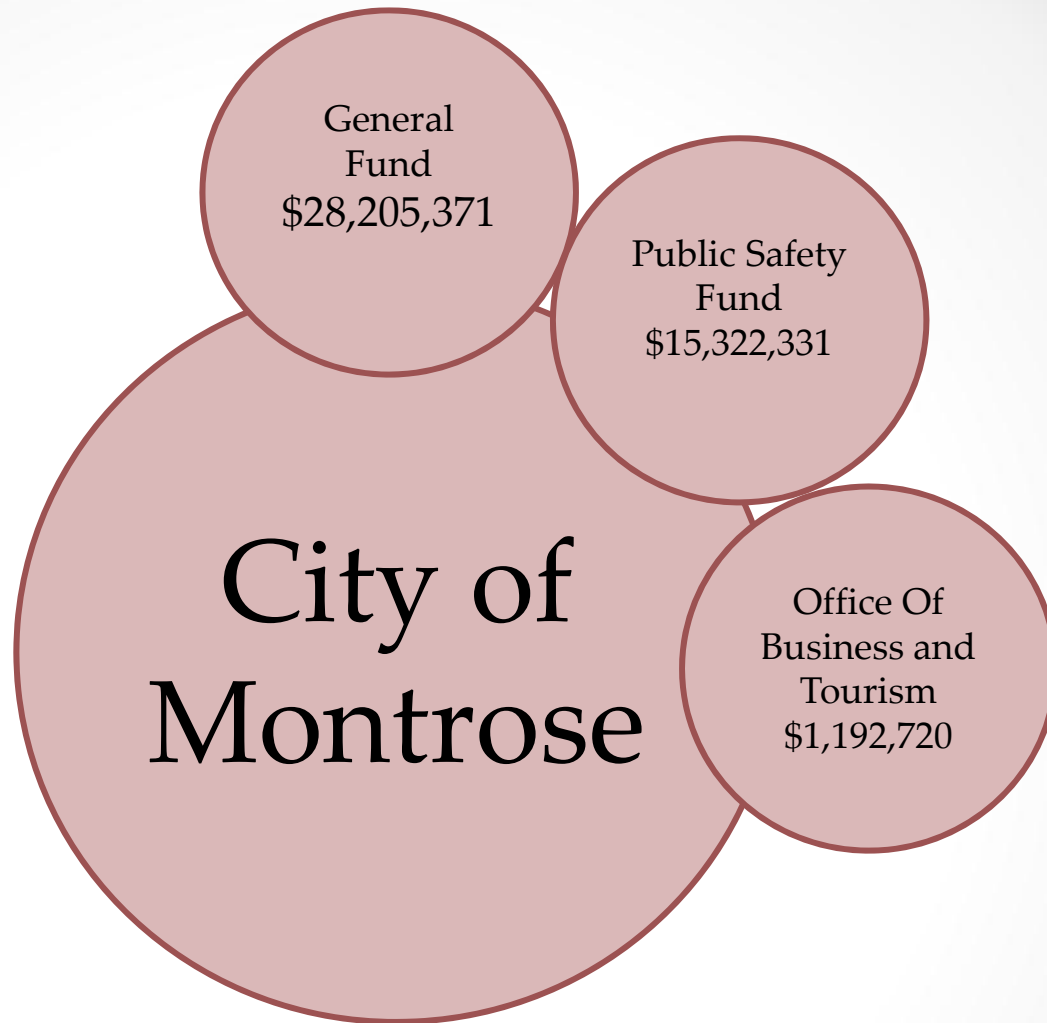
GF Transfer  
43% =\$8.1M



.58% PSST  
=\$4M

Public  
Safety Fund  
\$12.1M



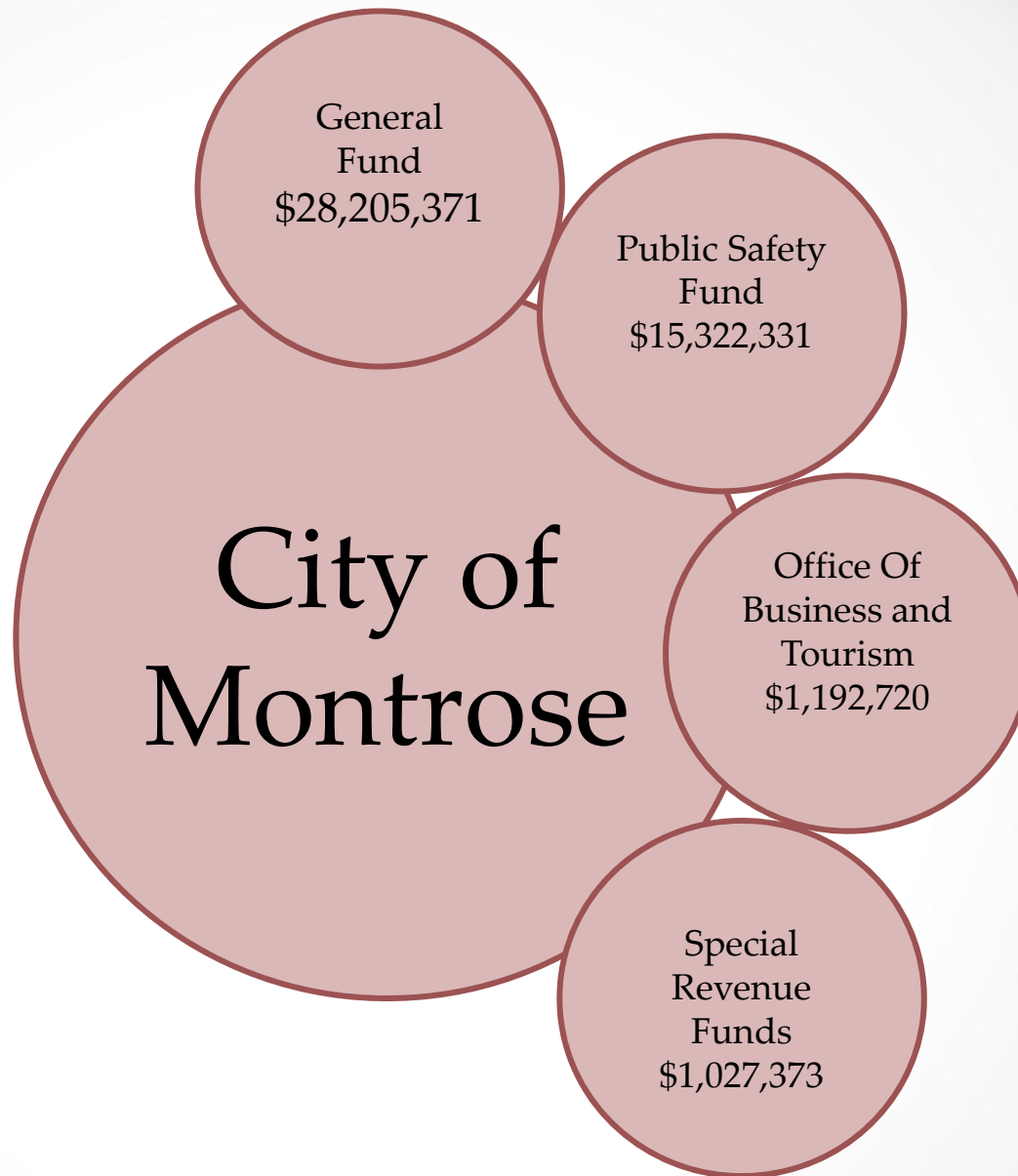




# Office of Business & Tourism

- OBT consists for two funding sources
  - T/P = Hotel .9% & Restaurant .8% Excise Tax
  - RSE = 2% of the vendor's fee for sales tax collected
- Retail Sales Enhancement     \$571,484
  - Downtown Beautification - Pocket Park \$35,000
- Tourism Promotional Fund     \$621,236





# Other Special Revenue Funds

▪ Opportunity Loan Funds	\$60,000
▪ Public/Educ./Government	\$39,305
▪ CTF (lottery sales)	\$400,000
▪ Mtrse. Urban Renewal Auth.	\$440,000
▪ Special Benefit Fund	\$88,068



The infographic features a central large circle containing the text 'City of Montrose'. Surrounding this central circle are five smaller circles, each containing the name of a fund and its corresponding amount. The funds are: General Fund (\$28,205,371), Public Safety Fund (\$15,322,331), Office Of Business and Tourism (\$1,192,720), Special Revenue Funds (\$1,027,373), and Capital Improvement Funds (\$7,575,500). The circles are arranged in a roughly circular pattern around the center.

# City of Montrose

General  
Fund  
\$28,205,371

Public Safety  
Fund  
\$15,322,331

Office Of  
Business and  
Tourism  
\$1,192,720

Special  
Revenue  
Funds  
\$1,027,373

Capital  
Improvement  
Funds  
\$7,575,500

# Capital – Infrastructure Improvement

Projects include:

- |   |        |
|---|--------|
| ▪ Street Infrastructure MoveMo.CO                       | \$3.2M |
| ▪ Hill Street Extension                                 | \$1.2M |
| ▪ Woodgate Road Realignment                             | \$200K |
| ▪ Sidewalk & ADA improvements                           | \$195K |
| ▪ Birch St. Bridge Replacement Year-1                   | \$300K |
| ▪ Chipeta/US-550 Signal Project<br>with Montrose County | \$750K |
| ▪ Design & CDOT Permitting                              | \$360K |
| ▪ West Main Road Design                                 | \$260K |



# Capital – Facility Improvement

- City Hall Design \$500,000
  - Repair the foundation and roof and remodel the interior for efficiency and safety
- Public Works Design \$350,000
- Security Improvements to City Council Chambers \$200,000



# City of Montrose

General  
Fund  
\$28,205,371

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\$1,192,720

Enterprise  
Funds  
\$19,046,837

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Special  
Revenue  
Funds  
\$1,027,373

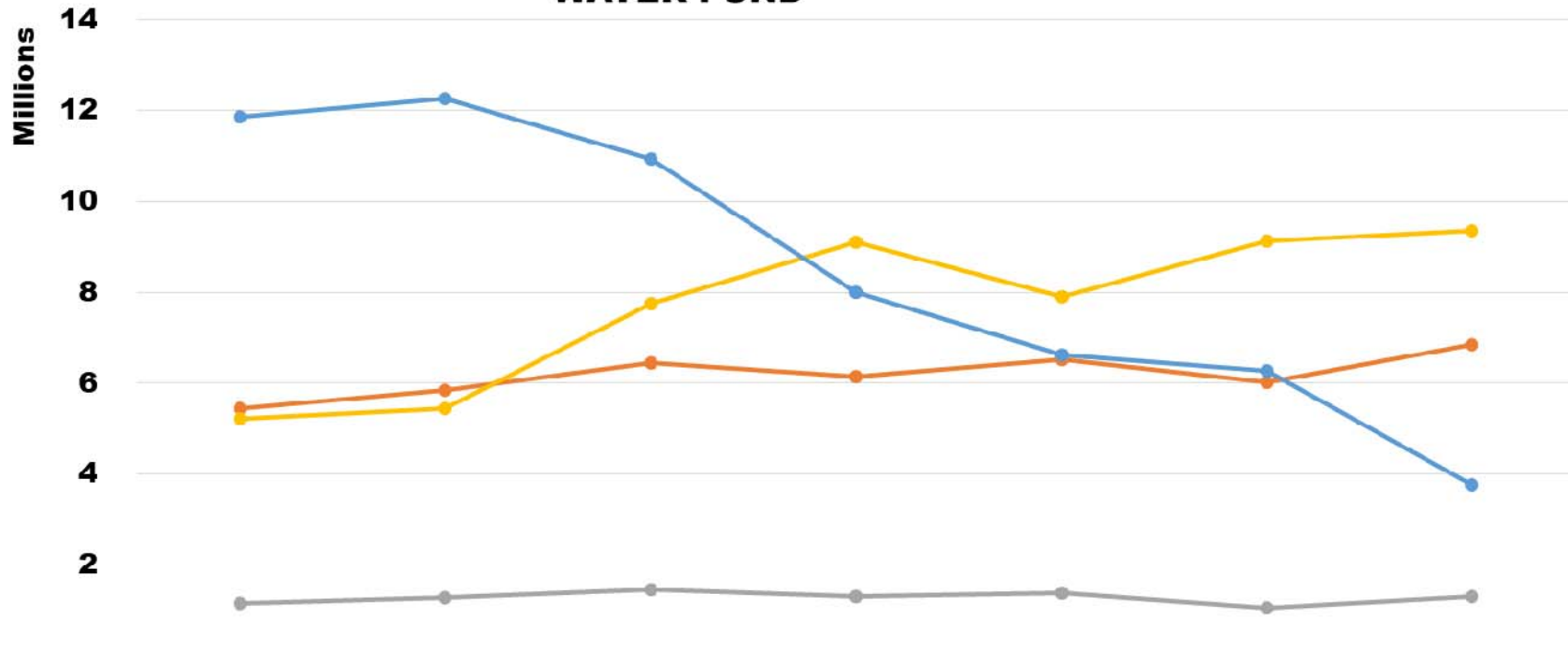
# Water Fund

- 2022 Proposed Expenditures \$9,365,880
- Capital projects
  - SE Transmission Main Design \$3.0M
  - Townsend Waterline replacements  
Year 2 \$1.2M
  - Water Incentive \$350K
  - Sunset Mesa Tank Carryover \$150K
  - 12" line from San Juan to Airport \$150K
  - Birch Street line replacement \$45K





## WATER FUND



	2016	2017	2018	2019	2020	B 2021	B 2022
— Revenue	5,452,390	5,839,927	6,441,109	6,145,598	6,514,087	6,032,484	6,856,985
— Expenditures	5,207,301	5,436,236	7,763,838	9,097,419	7,896,121	9,135,872	9,345,880
— Reserves	11,864,217	12,267,908	10,945,178	7,993,357	6,611,323	6,260,892	3,771,998
— 90 day Reserves	1,165,531	1,274,905	1,450,286	1,304,099	1,368,969	1,050,923	1,313,226



# Water Rate Increase for 2022

- Due to an increase in water costs from Project 7 to build a second water treatment plant South of Montrose which will provide redundancy to our community, usage fees will increase annually by 15%
  - Residential customer will see an increase of .44 per 1,000 gallons
- Monthly fees and connection fees will also be increased by 5 % = inflation
  - Residential customers increase .90 per month

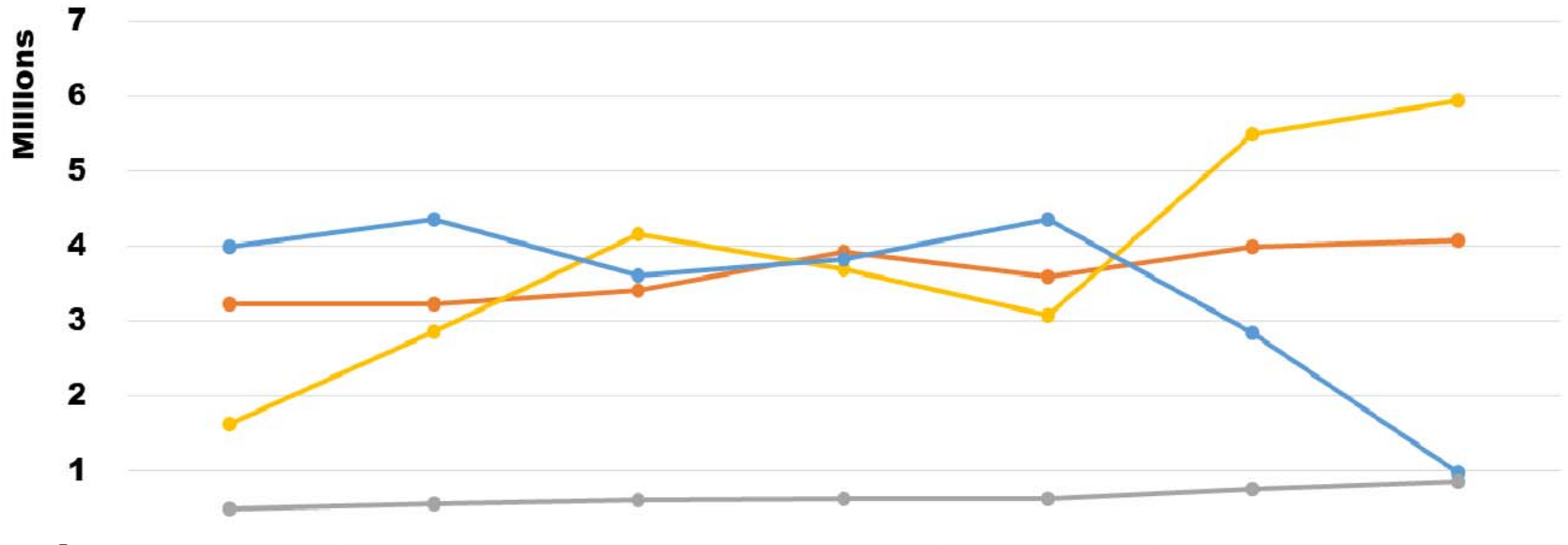


# Sewer Fund

- 2022 Proposed Expenditures \$5,933,243
- Capital Projects include:
  - Woodgate Sub Pipe burst straggler \$75K
  - Manhole lining \$120K
  - Sewer line rehabilitations \$150K
  - Birch Street sewer replacement \$70K
  - Sewer Incentives \$300K
  - N Park City Lot Sewer relocation \$100K
  - Mtn View Subdivision sewer rehab \$150K
  - New Vactor Truck \$600K
  - Replacement Vactor equipment \$160K
  - Perimeter fencing at WWTP \$35K



## SEWER FUND



	2016	2017	2018	2019	2020	B 2021	B 2022
<span style="color: orange;">—●</span> Revenue	3,216,622	3,216,622	3,410,064	3,914,171	3,585,413	3,984,564	4,068,326
<span style="color: yellow;">—●</span> Expenditures	1,621,852	2,853,857	4,157,515	3,686,358	3,067,725	5,494,492	5,933,243
<span style="color: blue;">—●</span> Reserves	3,986,641	4,349,406	3,601,955	3,829,767	4,347,455	2,837,527	972,610
<span style="color: grey;">—●</span> 90 day Reserve	491,328	553,990	594,848	624,635	621,943	750,187	850,168



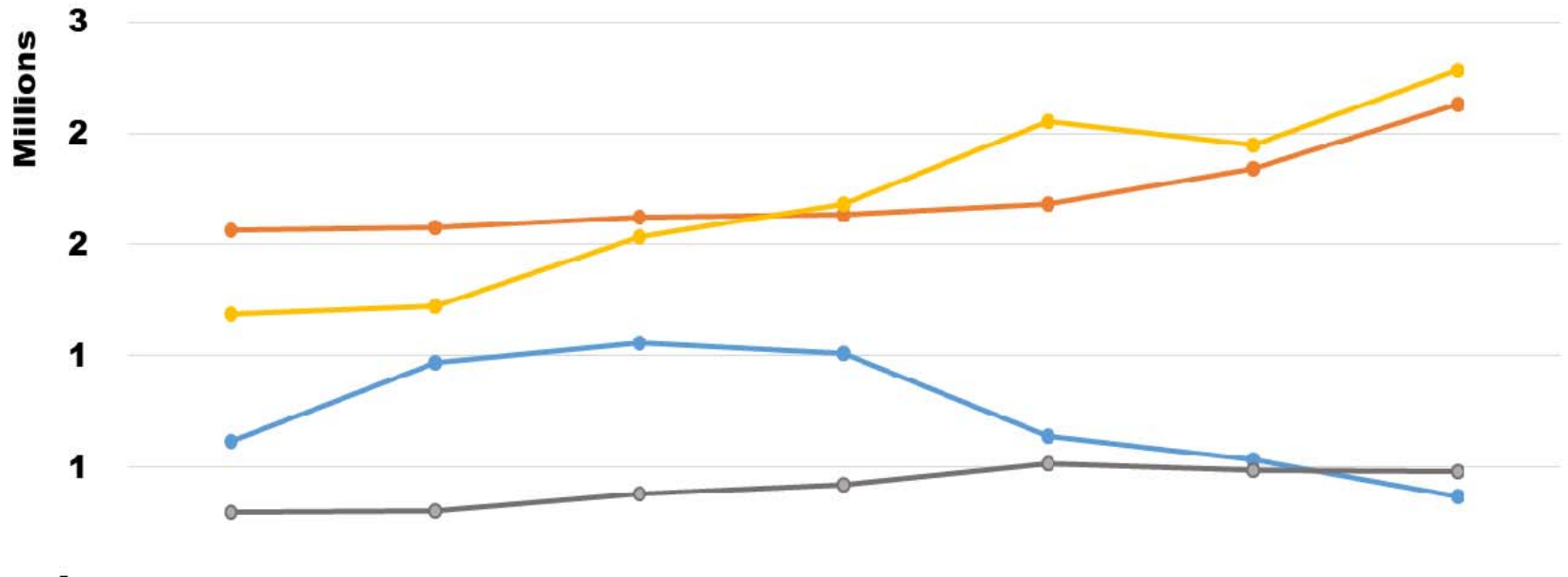
# Sewer Rate Increase for 2022

- Preparing for State and Federal mandates on treating waste at the WWTP
- Proposed rate increase 5% = to inflation for monthly and connection fees
  - Residential increase of \$1.12 per month

# Trash & Recycling

- 2022 Proposed Expenditures \$2,282,600
- Capital needs
  - New Refuse Truck \$285K
  - New F-150 for new employee \$37K

## TRASH & RECYCLING FUND



	2016	2017	2018	2019	2020	B 2021	B 2022
<span style="color: orange;">—●</span> Revenues	1,563,344	1,578,372	1,620,560	1,634,768	1,680,333	1,840,155	2,131,334
<span style="color: yellow;">—●</span> Expenditures	1,188,887	1,224,103	1,533,078	1,679,542	2,053,133	1,948,985	2,282,600
<span style="color: blue;">—●</span> Reserve	615,390	969,659	1,057,141	1,012,367	639,566	530,737	371,562
<span style="color: grey;">—●</span> 90 day Reserve	297,222	306,026	383,270	419,886	513,283	487,246	483,047



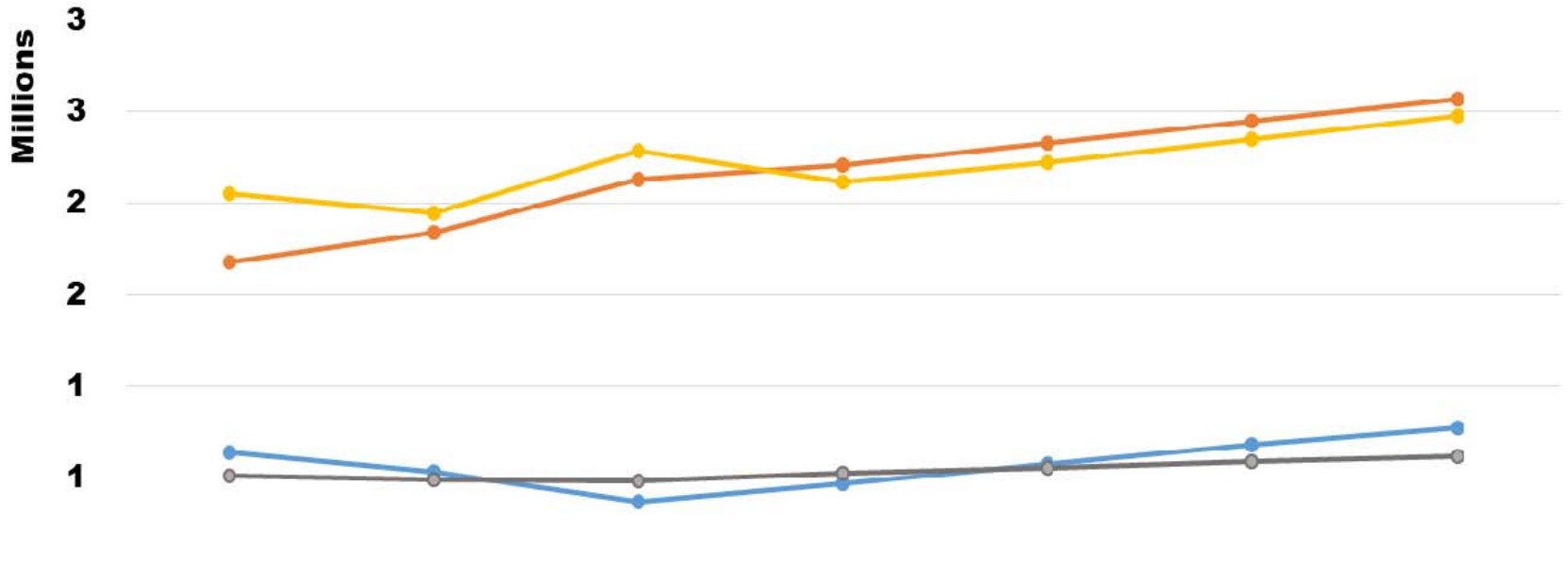
# Trash & Recycle Rate Increase for 2022

- 2022 Proposed increase of 10%
  - Residential with one 90 gallon container with one pickup per week
    - New rate \$16.63 (\$1.51 cents per month increase)
  - Commercial or multi-family with 300 gallon containers
    - New rate \$.025 per gallon (.002 cent increase per gallon)





## TRASH & RECYCLING FUND PROJECTED THROUGH 2026



	2020	B 2021	B 2022	P 2023	P 2024	P 2025	P 2026
— Revenues	1,680,333	1,840,155	2,131,334	2,210,551	2,328,049	2,449,357	2,570,374
— Expenditures	2,053,133	1,948,985	2,282,600	2,111,924	2,224,408	2,345,178	2,474,976
— Reserve	639,566	530,737	371,562	470,189	573,830	678,008	773,406
— 90 day Reserve	513,283	487,246	483,047	527,981	556,102	586,295	618,744



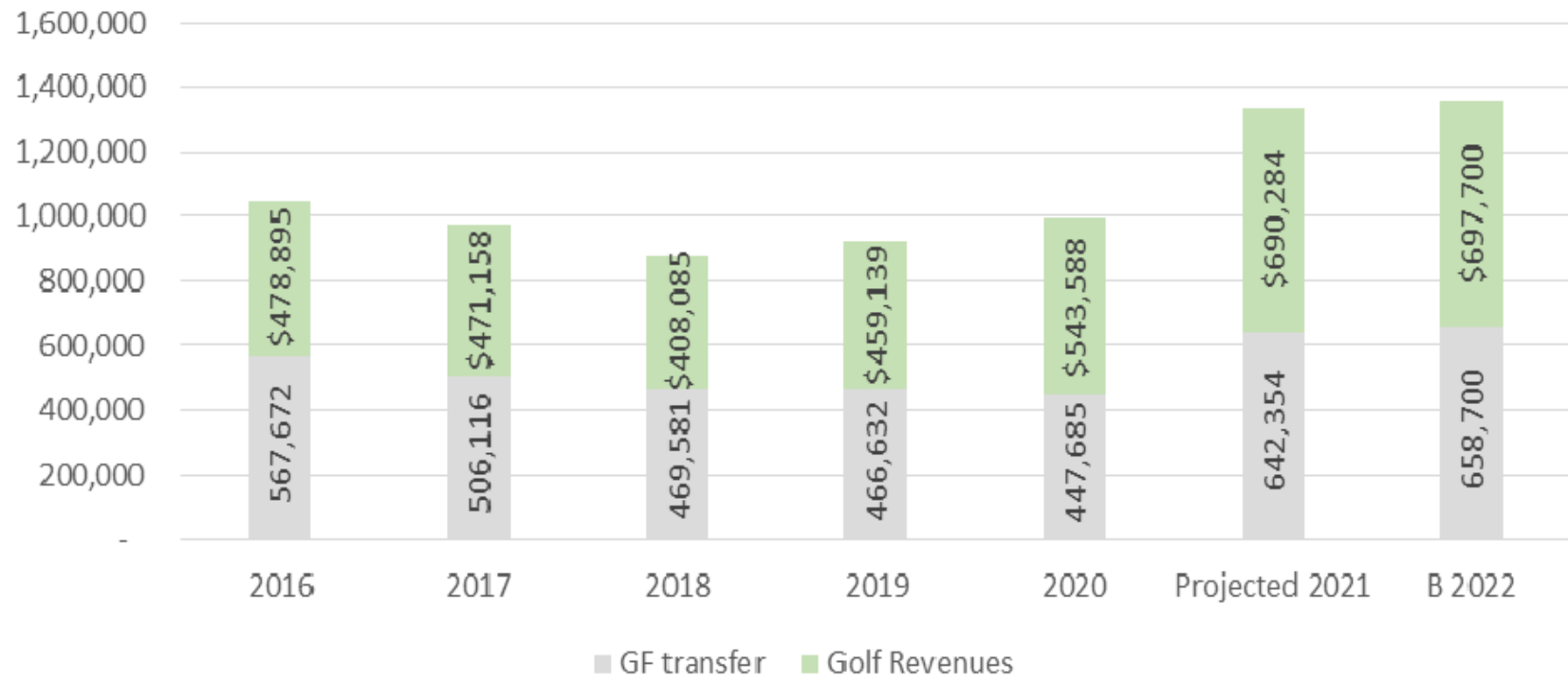
# Black Canyon Golf Course

- Expenditures budgeted for 2022 - \$1,465,114
- In 2021, the City opened the Rusty Putter restaurant at the course
- Capital proposed for 2022
  - Driving Range Fence \$75K
  - New equipment lift to safely raise mowers and other equipment for maintenance \$11K



# Black Canyon Golf Course

Revenues for Black Canyon Golf Course



# City of Montrose

General  
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Business and  
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\$1,192,720

Special  
Revenue  
Funds  
\$1,027,373

Capital  
Improvement  
Funds  
\$7,575,500

Enterprise  
Funds  
\$19,046,837

Internal  
Service  
Funds  
\$9,759,086

# Internal Service Funds

Will be combined into one fund in 2022

- Fleet Management \$2,928,878
- Information Services \$2,022,920
- Health/Dental Mgmt. \$3,149,618
- Facility Management \$1,657,670



# City of Montrose

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\$7,575,500

Enterprise  
Funds  
\$19,046,837

Internal  
Service  
Funds  
\$9,759,086

Debt Service,  
Agency &  
Permanent  
Funds  
\$3,605,168

# Debt Service Fund

- Street Infrastructure loan \$627,857
- Public Safety COP's \$899,794

# Permanent Fund

- Cemetery Perpetual Fund \$ 500

# Agency Fund

- Montrose Recreation District
  - Sales and Use Tax collection \$2,077,517



