



City of Orem Final Budget Fiscal Year 2020-2021



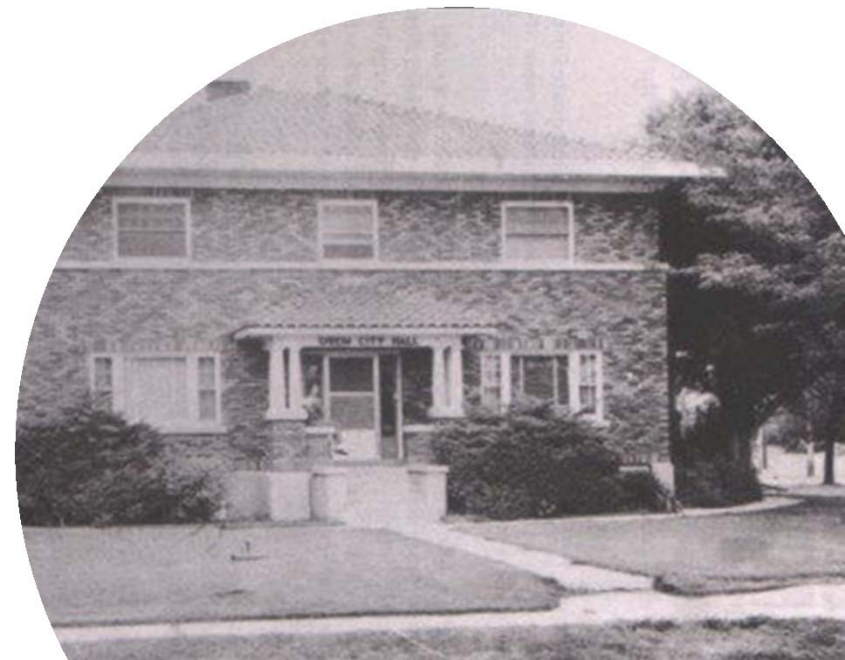
Proposed \$125,326,548





Budget Calendar Review

- January 10-11 – Council Retreat to determine goals and areas of focus
- March 31-- Work Session-Revenue & Compensation
- April 28-- Work Session-Operational, Fleet, CIP & IT changes
- May 12 -- Presented Tentative Budget





Budget Highlights

- Modified expenditures and projected revenues due to COVID-19 pandemic
- Health Insurance increase for all employees
- New internal service fund for Facilities Maintenance
- Fleet Replacement
- Capital Projects

Budget Revenue Overview



Fiscal Year	FY 18	FY 19	FY 20	FY 21
Revenues	\$91,319,298	\$96,952,945	\$104,937,223	\$101,462,808
Transfers	\$18,387,811	\$17,964,042	\$19,035,937	\$19,902,323
Appropriation of Surplus	\$2,555,000	\$2,829,000	\$2,053,350	\$3,961,417
Totals	\$112,262,109	\$117,945,987	\$126,026,510	\$125,326,548



Revenues by Major Fund

Fund	Revenues	Transfer In	Appropriation of Surplus	Total
General	\$47,836,648	\$6,583,154	\$2,078,500	\$56,498,302
Road	\$2,960,000	\$0	\$0	\$2,960,000
Transportation Sales Tax	\$1,915,000	\$0	\$0	\$1,915,000
CARE	\$2,045,000	\$0	\$0	\$2,045,000
Debt Service	\$1,474,796	\$4,248,348	\$807,917	\$6,531,061
Capital Projects	\$275,000	\$200,000	\$0	\$475,000
Water	\$19,263,035	\$1,074,571	\$325,000	\$20,662,606
Water Reclamation	\$12,017,694	\$16,000	\$220,000	\$12,253,694
Storm Water	\$5,053,195	\$146,000	\$500,000	\$5,699,195
Recreation	\$1,662,804	\$234,000	\$0	\$1,896,804
Solid Waste	\$4,250,000	\$0	\$0	\$4,250,000
Misc	\$2,709,636	\$7,400,250	\$30,000	\$10,139,886
Total	\$101,462,808	\$19,902,323	\$3,961,417	\$125,326,548

General Fund Revenue Overview



Fiscal Year	FY 18	FY 19	FY 20	FY 21
Revenues	\$49,373,776	\$50,600,776	\$52,666,403	\$47,836,648
Transfers In	\$6,051,262	\$6,667,845	\$6,856,881	\$6,583,154
Surplus	\$0	\$0	\$583,000	\$2,078,500
Totals	\$55,425,038	\$57,268,621	\$60,106,284	\$56,498,302

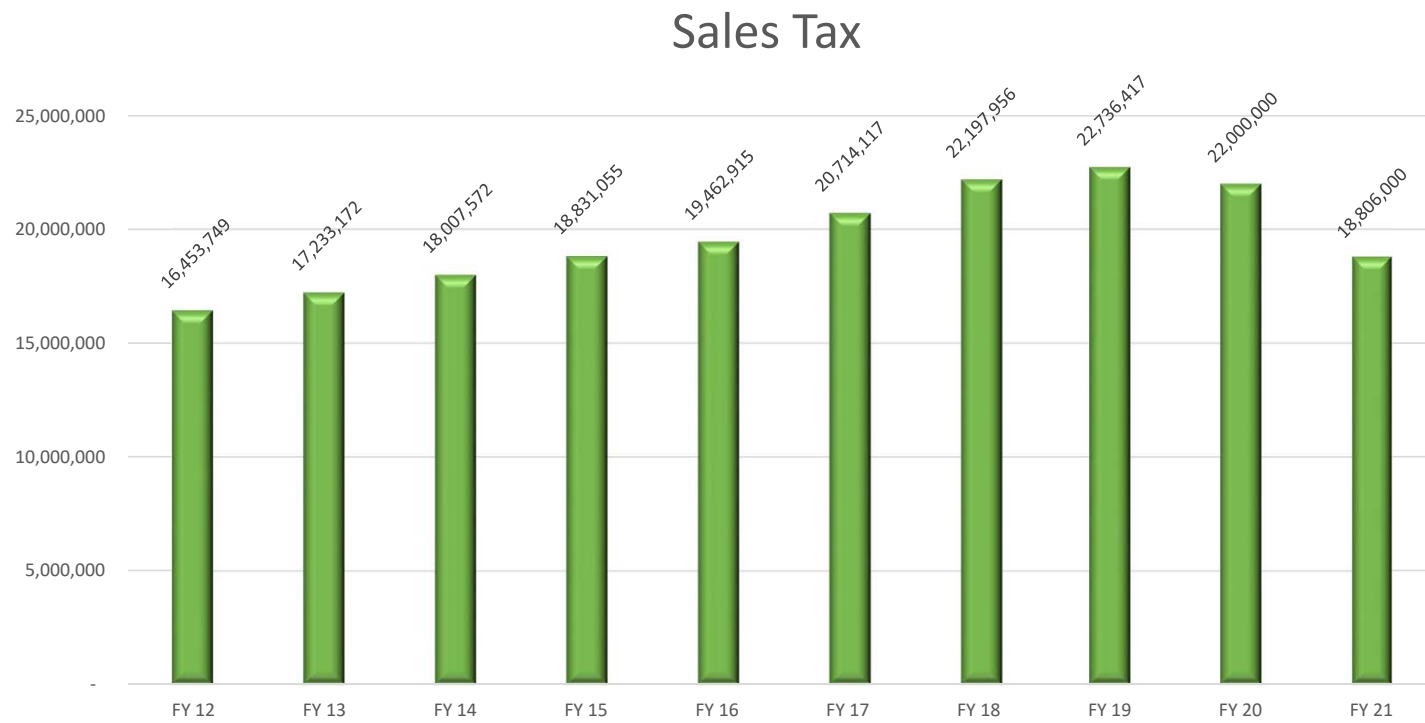
General Fund Sources of Revenue



Source	Amount	FY 20	FY 21
Taxes	\$33,947,268	64.29%	60.09%
Building/Business Charges	\$1,506,500	3.57%	2.67%
Grants	\$712,682	0.66%	1.26%
Charges for Services	\$11,802,245	20.08%	20.89%
Fines	\$1,326,600	2.37%	2.35%
Misc	\$1,529,682	2.07%	2.71%
Transfers	\$3,594,825	5.98%	6.36%
Appropriation of Surplus	\$2,078,500	0.97%	3.68%
Total	\$56,498,302	100.00%	100.00%

Sales Tax

FY 19	FY 20	FY 21
\$22,850,000	\$23,500,000	\$18,806,000



Building and Business Services Charges

Fee Type	FY 18	FY 19	FY 20	FY 21
Business Licenses & Permits	\$678,552	\$810,348	\$715,000	\$743,000
Building Permits & Other Related Fees	\$1,941,945	\$2,916,221	\$1,429,000	\$763,000
Total	\$2,620,497	\$3,726,569	\$2,144,000	\$1,506,500



City-Wide Expenditures by Type

Personnel	Operations	Capital	Total
\$47,977,151	\$54,933,067	\$22,416,330	\$125,326,548
38.3%	43.8%	17.9%	





Expenditures by Fund

Fund	Personnel	Operations	Capital	Total	Percent
General	\$37,485,365	\$18,018,657	\$994,280	\$56,498,302	45.1%
Road	\$105,000	\$794,062	\$2,060,938	\$2,960,000	2.4%
CARE Tax	\$0	\$1,039,750	\$1,005,250	\$2,045,000	1.6%
Transportation Sales Tax	\$15,986	\$202,762	\$1,696,252	\$1,915,000	1.5%
Debt Service	\$0	\$6,531,061	\$0	\$6,531,061	5.2%
Water	\$2,642,432	\$11,117,765	\$6,902,409	\$20,662,606	16.5%
Water Reclamation	\$2,419,855	\$4,838,440	\$4,995,399	\$12,253,694	9.8%
Storm Water	\$1,044,285	\$2,132,410	\$2,522,500	\$5,699,195	4.5%
Recreation	\$1,099,396	\$797,408	\$0	\$1,896,804	1.5%
Solid Waste	\$0	\$4,217,737	\$32,263	\$4,250,000	3.5%
IT	\$1,387,316	\$1,050,820	\$0	\$2,438,136	1.9%
Other Funds	\$1,777,516	\$4,192,195	\$2,207,039	\$8,176,750	6.5%
Total	\$47,977,151	\$54,933,067	\$22,416,330	\$125,326,548	100.0%

General Fund Additions for FY 21



One-Time

Item	Explanation	Expense
New Reporting System	Upgrade for Fire reporting	\$30,500
Digitization of Files	City Recorder's office	\$12,000

Ongoing

Item	Explanation	Expense
Bluebeam Studio Prime	Online plan submission software	\$2,400
Cash-in-Transit Service	311 cash transport	\$7,500
Skid Steer & Mini Excavator	Equipment lease for Parks	\$8,000
Public Safety Career Ladder	Year 2	\$204,661

Personnel

Item	Explanation	Expense
Engineer Promotion	Promotion for existing engineer	\$7,300

Fleet Replacements



Vehicle Type	FY20	FY21
Fire Apparatus	\$1,330,000	\$185,000
Police Vehicles	\$420,000	\$163,000
Pickups	\$131,300	\$59,000
Dump Trucks	\$180,000	\$0
Backhoes	\$70,000	\$70,000
Other Vehicles/Equipment	\$904,000	\$776,500
Total	\$3,035,300	\$1,253,500

- Total 25 Vehicles \$1,253,500
- Enterprise & Road Fund \$682,500



Streets Capital Projects



Item	B & C Road Fund	Transportation Sales Tax Fund
Crack Seal Project	\$350,000	\$0
Slurry Seal Project	\$450,000	\$0
Street Overlay / Reconstruct	\$405,000	\$1,160,000
Micro-surface Project	\$400,000	\$0
Street Striping	\$105,000	\$0
Signal Maintenance	\$150,000	\$0
Sidewalk Projects	\$0	\$520,000



Water Fund Summary

Fiscal Year	FY 19 Actual	FY 20 Est. Actual	FY 21 Proposed
Revenues	\$22,253,021	\$21,741,624	\$20,662,606

Personnel \$2,642,432

Operations \$11,117,765

Capital \$6,902,409

Automatic Meter Reading (AMR)



There are no proposed water base rate or tier usage rate increases for FY 21.



Water Reclamation Summary

Fiscal Year	FY 19 Actual	FY 20 Est. Actual	FY 21 Proposed
Revenues	\$13,323,479	\$12,013,694	\$12,253,694

Personnel \$2,419,855

Operations \$4,838,440

Capital \$4,995,399



There are no proposed sewer base rate or tier usage rate increases for FY 21.





Storm Water Summary

Fiscal Year	FY 19 Actual	FY 20 Est. Actual	FY 21 Proposed
Revenues	\$5,170,397	\$5,532,195	\$5,699,195

Personnel \$1,044,285

Operations \$2,132,410

Capital \$2,522,500

A 3.4% increase to the base rate in line with the master plan is recommended. This is an increase to the ESU to \$7.60 from \$7.35 per month.



Recreation Fund Summary



Fiscal Year	FY 19 Actual	FY 20 Est. Actual	FY 21 Proposed
Revenues	\$2,041,106	\$1,682,300	\$1,896,804

Personnel \$1,099,396

Operations \$797,408

Capital \$0

The FY 21 Proposed Budget has been prepared with an expected opening date of February 1, 2021 for the Fitness Center.



Solid Waste Fund



Fiscal Year	FY 19 Actual	FY 20 Est. Actual	FY 21 Proposed
Revenues	\$3,870,999	\$4,025,000	\$4,250,000

Operations \$4,217,737

Capital \$32,263 (Take Pride Projects)



Solid Waste Rates



	First Can	Second Can	Recycle	Green Waste
FY 21	\$11.85	\$10.85	\$3.90	\$6.40
FY 20	\$11.50	\$10.50	\$3.60	\$6.20

Combined First can and recycling rate \$15.75

Comparison Total Utilities—Selected Cities

West Jordan	\$163.42
American Fork	\$161.62
Pleasant Grove	\$153.93
Ogden	\$143.30
Sandy	\$133.71
Lindon	\$131.67
Provo	\$131.28
South Jordan	\$127.18
AVERAGE CITY	\$123.15
Spanish Fork	\$119.67
Payson	\$118.08
OREM	\$106.27
West Valley	\$105.74
Layton	\$103.29
Lehi	\$102.55
Springville	\$85.77



Questions



Redevelopment Agency Final Budget

Fiscal Year 2020-2021



Redevelopment Agency



RDA Revenues	FY 18 Actual	FY 19 Actual	FY 20 Estimated	FY 21 Budget
All Available	\$1,654,793	\$2,651,734	\$2,895,303	\$2,410,000

Expenditures Description	FY 20 Estimated	FY 21 Budget
University Place CDA Incentive	\$872,923	\$900,000
Future Projects - CDA	\$97,371	\$50,000
Contributions to Other Funds - CDA	\$48,496	\$50,000
Project Area Totals	\$1,018,790	\$1,410,000

Questions



Special Service Lighting District of the City of Orem Final Budget

Fiscal Year 2020-2021



Street Lighting Revenues



	FY 18 Actual	FY 19 Actual	FY 20 Estimate	FY 21 Budget
Street Light Fees	\$918,804	\$911,551	\$870,000	\$866,000
Interest Earnings	\$20,993	\$35,764	\$40,000	\$20,000
Miscellaneous	\$91,085	\$289,610	\$50,000	\$50,000
Contributions	\$790,000	\$790,000	\$790,000	\$15,000
Total	\$1,820,882	\$2,026,925	\$1,750,000	\$951,000



Street Lighting Expenses

Description	Personnel	Operations	Capital	Total
Operating Budget	\$178,886	\$251,300	\$93,626	\$523,812
Power	\$0	\$140,000	\$0	\$140,000
Energy Savings Lease	\$0	\$287,188	\$0	\$287,188
Total	\$178,886	\$678,488	\$93,626	\$951,000

STREET LIGHTING FEE

Fee Description	Proposed Fee
Street Lighting Fee (cost per month):	
Cherry Hill and Lakeview neighborhoods – Effective April 1, 2019	\$2.39
All businesses, apartments, institutional accounts (schools, churches, nonprofits, etc.) – Effective July 1, 2019 *	\$2.39
Geneva Heights, Windsor, Orem, Orem North, Suncrest, Lakeridge, Stonewood, Sunset Heights East, Orem Park neighborhoods – Effective July 1, 2019	\$2.39
Aspen, Heatheridge, Northridge, Sharon, and Sunset Heights West neighborhoods – Effective July 1, 2020	\$2.39
All other neighborhoods	\$3.25

Effective Date of Fee Change for “All Other Neighborhoods”

Effective July 1, 2021 – Cascade, Hillcrest, Orchard, Sharon Park, and Timpview.

Effective July 1, 2022 – Canyon View

*Businesses will pay their annual street lighting fee upon issuance or renewal of their business license.
 (12 Months x \$2.39 = \$28.68)

Questions