

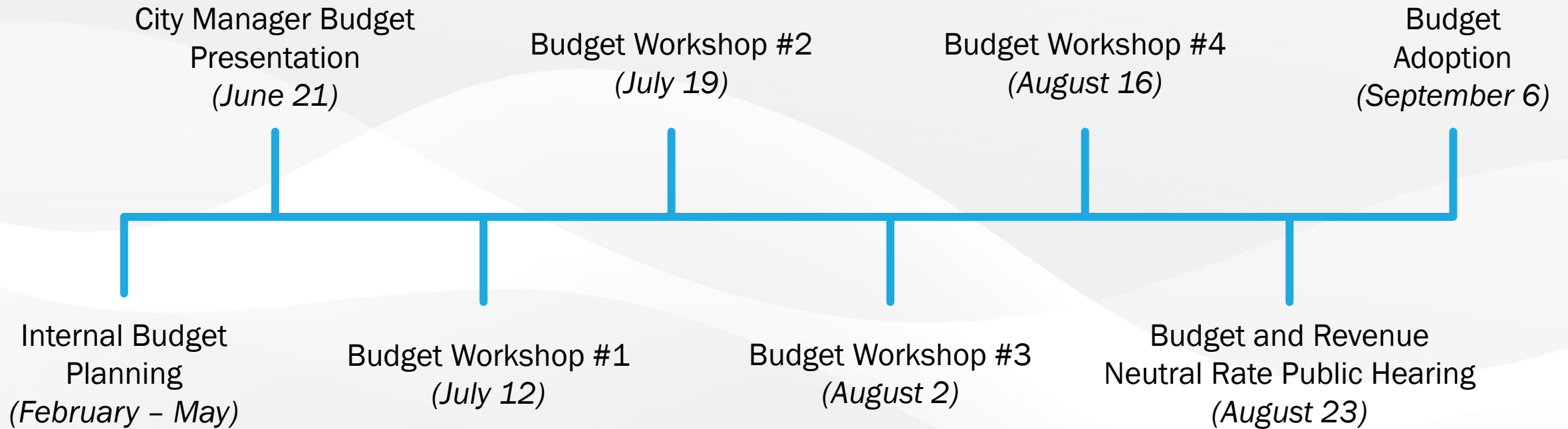
Public Hearing on Proposed Budget and Revenue Neutral Rate

August 23, 2022

Public Hearing Agenda

- Overview of the Budget Process and 2023 Proposed Budget
- Public Comments on the 2023 Proposed Budget and Exceeding the Revenue Neutral Rate
- Vote on the Resolution to Exceed the Revenue Neutral Rate

2023 Budget Process



Revenue Neutral Recap

- ▶ City intent to exceed revenue neutral on July 19th meeting
 - ▶ Determines the maximum amount, 24.208 mills, of property tax the City can levy, but City can still levy less
- ▶ General Fund: Reduction of 0.25 Mills
- ▶ Library Fund: Stable Mill Levy
- ▶ Fire Levy Fund: Stable Mill Levy
- ▶ Debt Service Fund: Stable Mill Levy

Key 2023 Considerations

The 2023 budget was created to address the following key considerations:

- Responding to Changing Economic Conditions
- Supporting City Staff and Maintaining City Services
- Investing in Citizen Key Priorities

Reflecting Community Priorities

- ▶ Prioritizing Public Safety, Street Maintenance, and Transportation
- ▶ Investing in People
- ▶ High-Quality City Services

Total Operating and Reserve Budget			
2021 Adopted	2022 Adopted	2023 Proposed*	% Change
\$424,527,899	\$469,933,006	\$521,109,076	+10.9%

*Includes a .25 mill levy reduction

*Increase include inflationary pressures, and additional personnel, equipment, and other one-time costs

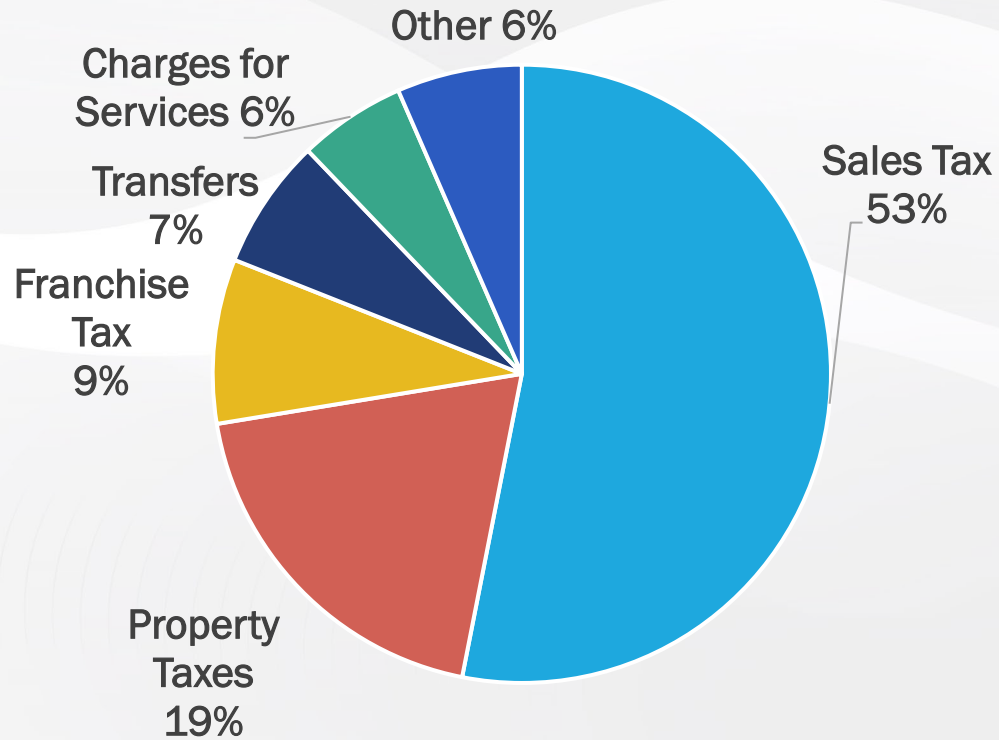
General Fund by the Numbers

	2020 Adopted	2021 Adopted	2022 Adopted	2023 Proposed
General Fund Budget	\$113,074,326	\$112,217,133	\$119,100,777	\$130,274,230
% Change	-	-0.1%	+6.1%	+9.4%

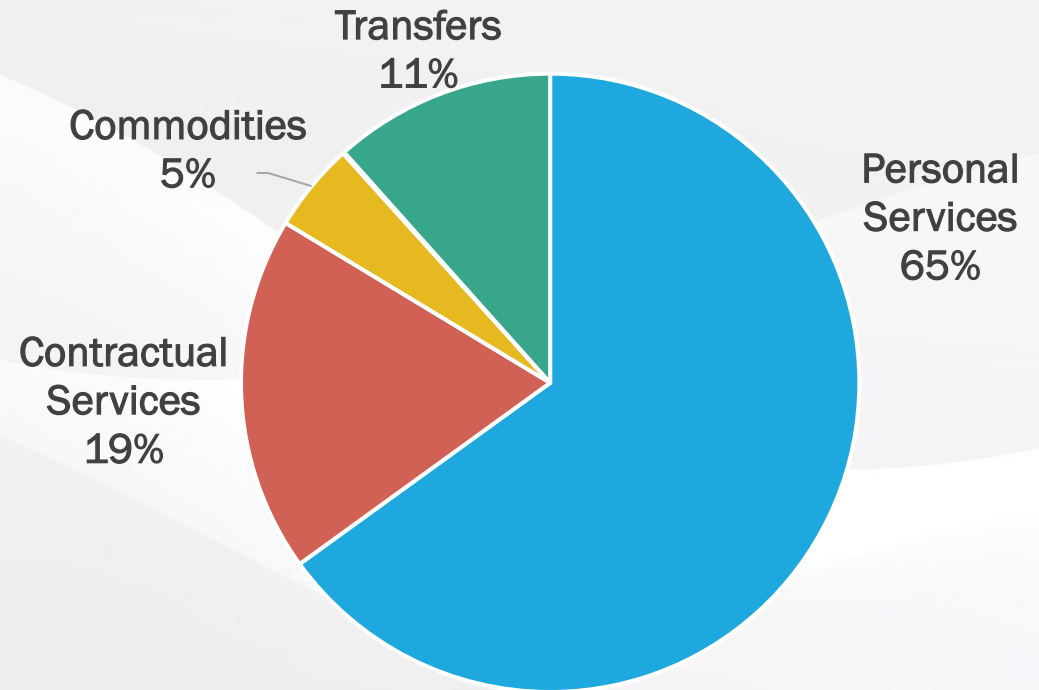


General Fund by the Numbers

2023 Proposed Revenues



2023 Proposed Expenditures



Capital Improvement Plan (CIP)

	2021-2025 Adopted CIP	2022-2026 Adopted CIP	2023-2027 Proposed CIP
CIP Budget	\$423,744,850	\$477,682,598	\$470,503,827

Changes to the CIP (General Obligation)

Project	Status	Amount	Project Years
Parking Garage Repair and Protection	New	\$700,000	2023
Police Building Expansion	Increased Funding	\$1,700,000	2023
Santa Fe, Ridgeview to Mur-Len	Increased Funding	\$35,550,000	2023-2024
Animal Shelter	New	\$4,600,000	2023-2025
Fire Station No. 9	New	\$12,430,000	2023-2025
Black Bob Road, 153 rd Terrace	New	\$13,595,700	2023-2026
Lone Elm Road, 119 th to Harold Street	New	\$15,355,600	2024-2027
Police Firing Range	New	\$9,400,000	2024-2026
College Boulevard, Cedar Niles to Clare	New	\$16,675,00	2025-2027
Quivira Road, 143 rd to 151 st , Improvements	New	\$17,973,000	2025-2028

Utility Fund Summary

Rate Changes:

- Water: 6% - New Block Rate Structure
- Sewer: 6%
- Stormwater: 3%
- Solid Waste: No increase

	2021 Adopted	2022 Adopted	2023 Proposed	1-Year % Change
Water & Sewer Fund	\$57,789,592	\$59,827,972	\$63,739,237	+6.5%
Stormwater	\$6,816,867	\$7,722,070	\$7,349,179	-4.8%
Solid Waste	\$18,046,107	\$19,938,934	\$21,331,270	7.0%

Average Olathe Monthly Resident Utility Bill

	2022	2023	Change	% Change
Water	\$33.97	\$33.40	-\$0.57	-1.7%
Sewer	\$49.64	\$52.61	\$2.97	6.0%
Stormwater	\$5.89	\$6.07	\$0.18	3.1%
Solid Waste	\$20.03	\$20.03	\$0.00	0.0%
Total	\$109.53	\$112.11	\$2.58	2.4%

Positions Added – Including Salaries, Benefits, and Payroll Taxes

Department	Addition	Total Cost	Fund
Police	4 Police Officers and One Sergeant	\$487,712	General
Fire	4 Additional Firefighters	\$384,540	General
Legal	Full-time Municipal Judge	\$152,040	General
Quality of Life	Special Event Assistant	\$108,039	General
Quality of Life	Senior Forestry Maintenance Worker	\$136,263	General
Exceptional Services	Technical Program Manager	\$169,563	General
Infrastructure	Meter Testing and Replacement Crew	\$287,328	Water/Sewer
Infrastructure	Environmental Lab Quality Assurance Officer	\$115,968	Water/Sewer
Infrastructure	Lab Technician I	\$75,247	Water/Sewer
Infrastructure	Distribution Compliance Technician	\$86,807	Water/Sewer
Infrastructure	Stormwater Maintenance Crew	\$262,780	Stormwater
Infrastructure	Heavy Equipment Operator	\$59,245	Solid Waste
Infrastructure	Full-time Finance Administrator	\$35,756	Multiple
Quality of Life	Community Center Daytime Lifeguard	\$53,200	Recreation

Fund Name	2023 Proposed Budget
General Fund	161,287,080
Debt Service Fund	108,325,807
Fire Levy Fund	4,496,497
Library Fund	11,928,865
Solid Waste Fund	21,331,270
Storm Water	7,349,179
Water & Sewer Fund	63,739,237
Economic Development Fund	3,573,746
Park Sales Tax Fund	9,253,518
Recreation Fund	6,394,508
Special Alcohol	1,736,989
Special Park & Recreation	3,861,266
Special Tax Financing Fund	16,594,087
Street Maintenance Sales Tax	22,326,326
Central Garage Fund	7,533,663
Equipment Replacement Fund	24,093,375
Facilities Maintenance Fund	2,075,130
Risk Management	37,393,772
Motor Fuel Fund	4,414,711
Personal Computer Replacement	3,400,050
Total	\$521,109,076

Budget Priorities

- ▶ Reduction in the General Fund mill levy of 0.25 mills
- ▶ Investing in people
- ▶ 8 new CIP projects addressing maintenance, transportation, public safety, and quality of life
- ▶ Addition of 28 personnel across all funds with a focus on public safety

Engage in the Budget Process



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