

Budget Workshop #3

Stormwater, Solid Waste, Park and Street Maintenance
Sales Tax funds, Recreation Fund and CIP

August 1, 2023

Workshop 3 Agenda

- **Stormwater**
 - Fund Overview
 - Capital Improvement Plan
 - Rates
- **Solid Waste**
 - Fund Overview
 - Budget Additions
 - Capital Improvement Plan
 - Rates
- **Street Maintenance Sales Tax**
 - Fund Overview
 - Capital Improvement Plan
- **Park Sales Tax Fund**
 - Fund Overview
 - Capital Improvement Plan
- **Recreation Fund**
 - Fund Overview
 - Budget Additions
 - Fee Changes
- **Budget Summary**

Stormwater Fund

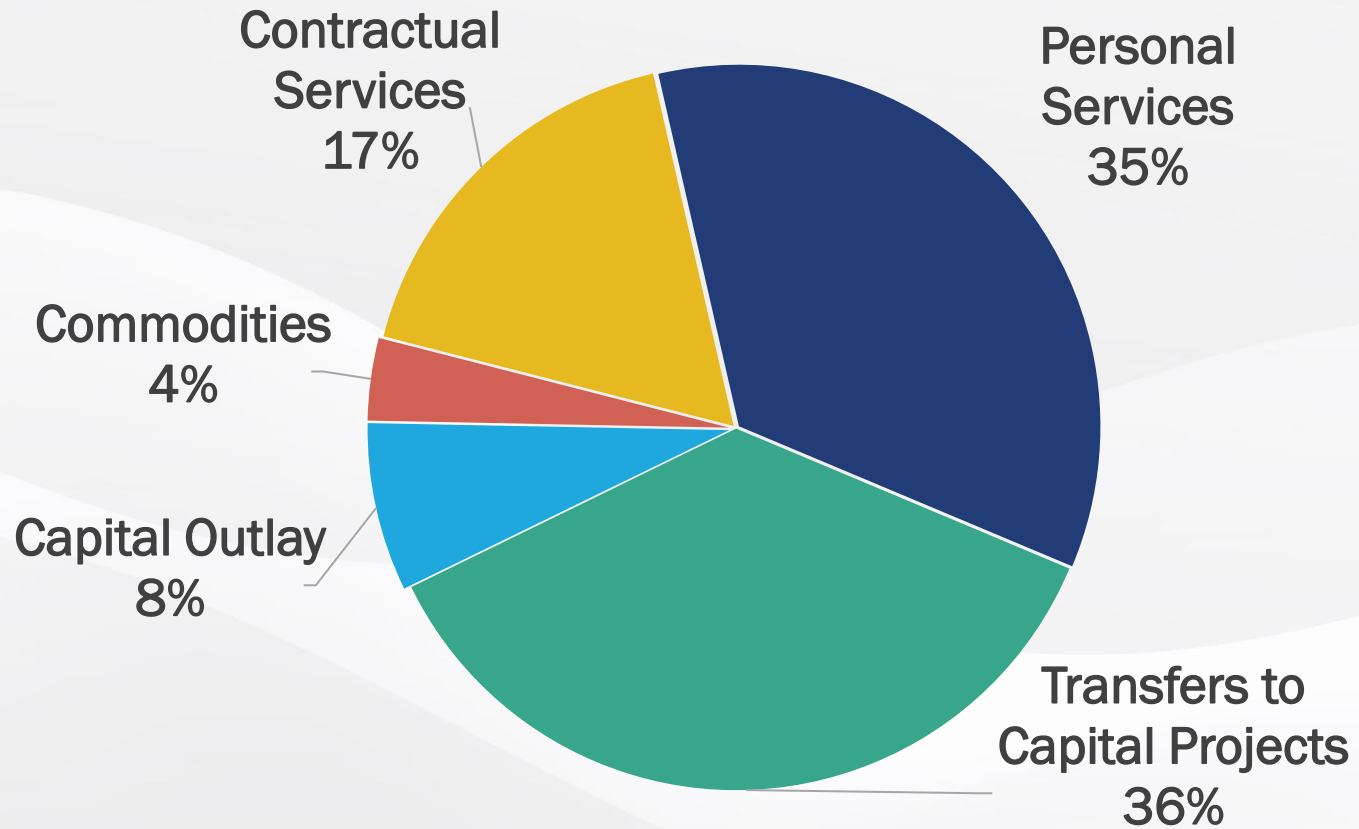
Stormwater Fund

	2022 Adopted	2023 Adopted	2023 Projected	2024 Proposed	% Change 23 Proj. to 24 Budget
Total Expenditures	\$7,722,070	\$7,349,179	\$8,280,093	\$8,614,268	+4.0%
Operating	\$6,389,636	\$6,125,182	\$5,235,627	\$6,407,620	+22.4%
Reserve	\$1,332,434	\$1,223,997	\$3,044,466	\$2,206,648	-27.5%

The 2024 Budget includes a 3% increase to Stormwater rates.

2024 Proposed Operating Budget: \$6,407,620

Stormwater Fund

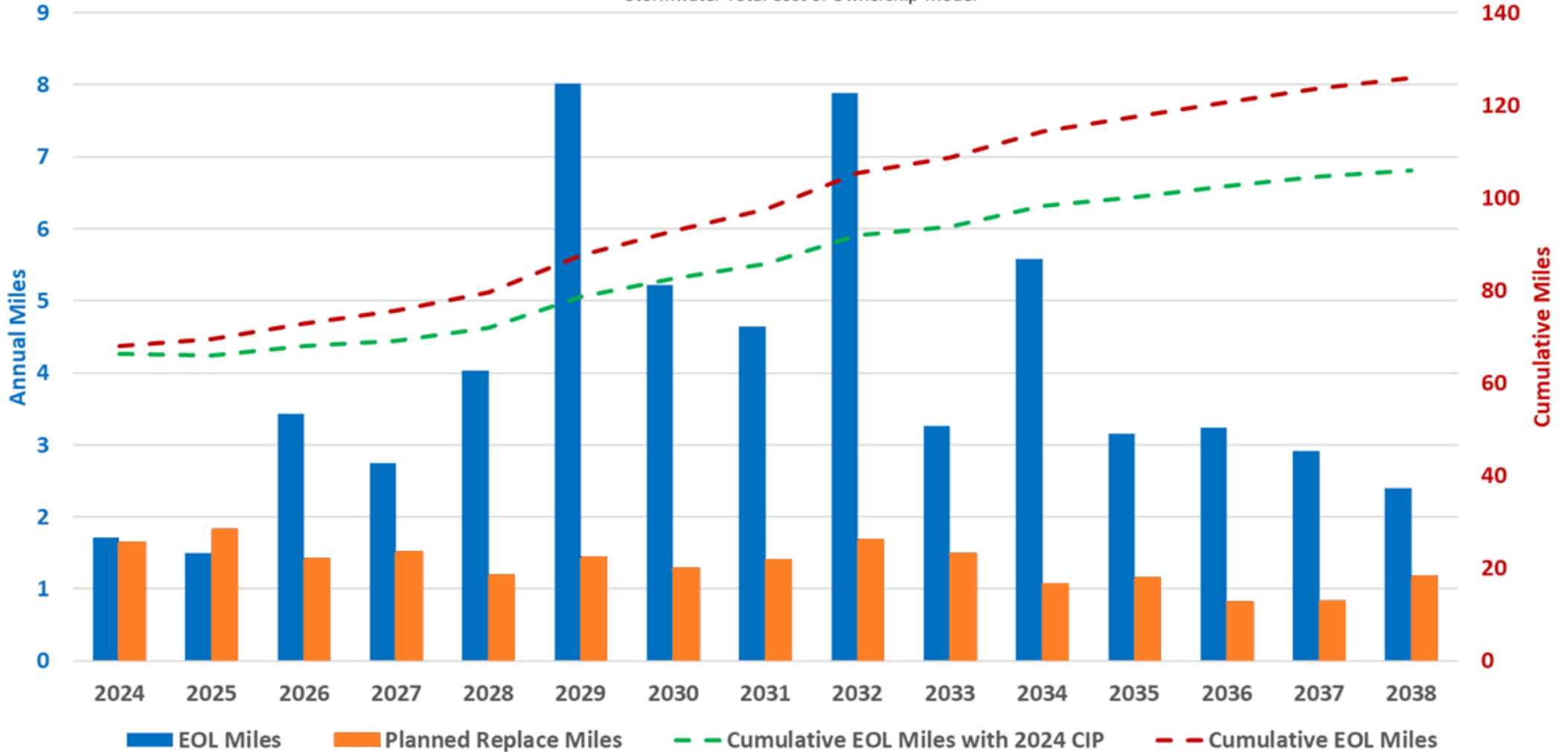


Stormwater Fund CIP Projects

	2024	2025	2026	2027	2028	TOTAL
Briarwood Stormwater Improvements	\$395,000	\$450,000	\$2,605,000	-	-	\$3,450,000
Cedar Lake Dam Restoration	\$2,275,000	\$2,275,000	-	-	-	\$4,550,000
CMP Replacement and Stormwater Asset Management Project	\$1,680,000	\$1,764,000	\$1,853,000	\$1,946,000	\$2,043,000	\$9,286,000
Indian Creek - Lindenwood, Jamestown to Arrowhead	\$6,190,000	-	-	-	-	\$6,190,000
Lake and Dam Restoration	-	-	-	\$1,000,000	\$500,000	\$1,500,000
Neighborhood Flood Control Projects	-	-	-	-	\$1,000,000	\$1,000,000
Streambank Stabilization Projects	-	-	-	-	\$500,000	\$500,000
TOTAL	\$10,540,000	\$4,489,000	\$4,458,000	\$2,946,000	\$4,043,000	\$26,476,000

Corrugated Metal Storm Pipe Rehabilitation*

*Stormwater Total Cost of Ownership Model

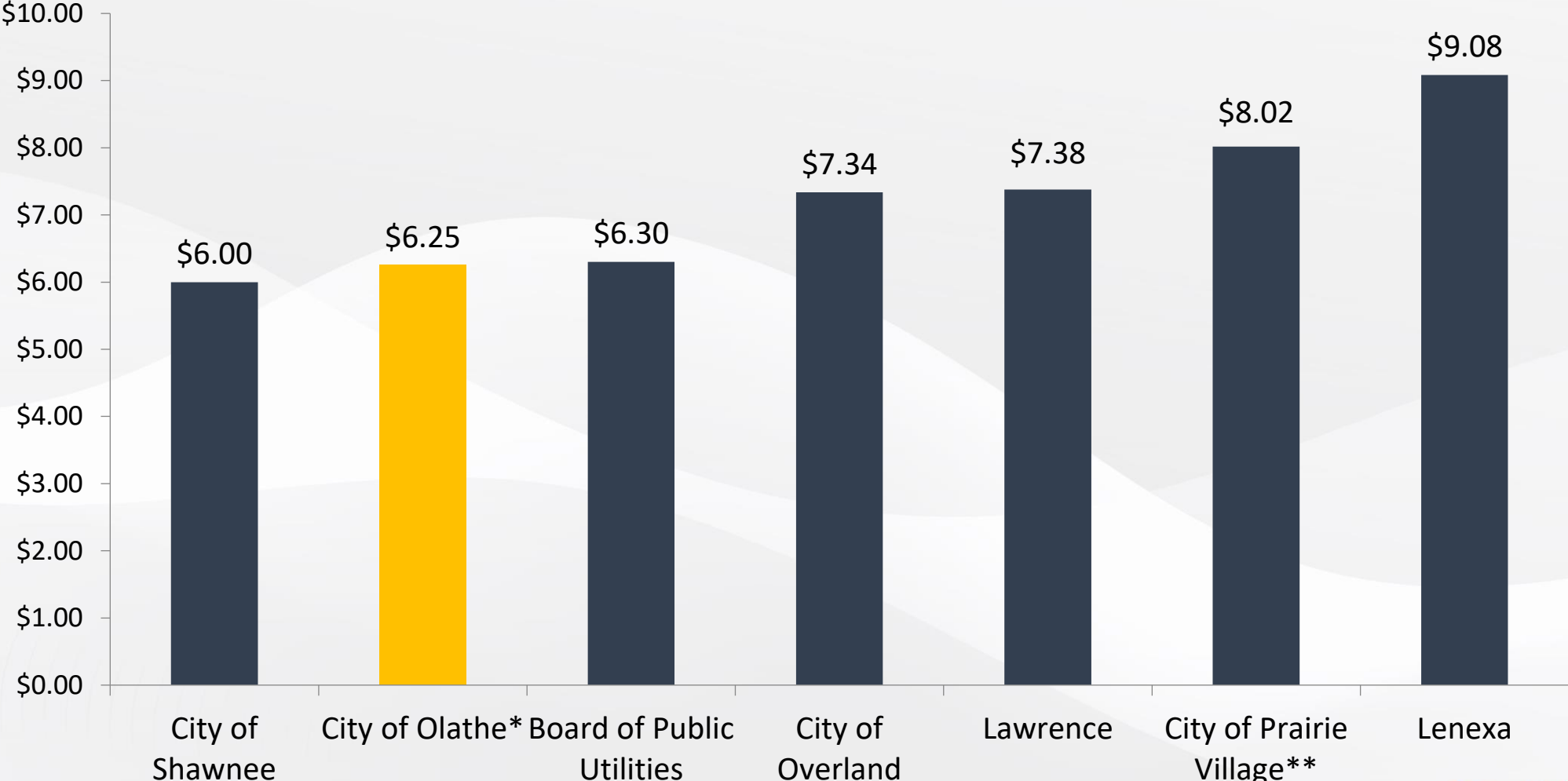


Stormwater CIP Funding Source Summary

	2024	2025	2026	2027	2028	TOTAL
Revenue Bonds	\$ 4,862,000	\$ 1,996,140	\$ 2,253,000	\$ 1,346,000	\$ 943,000	\$ 11,400,140
SMAC Funding	\$ 3,342,500	\$ 935,360	\$ 1,285,000	\$ 750,000	\$ 955,000	\$ 7,267,860
Stormwater Fund Cash	\$ 2,335,500	\$ 1,557,500	\$ 920,000	\$ 850,000	\$ 2,145,000	\$ 7,808,000
TOTAL	\$ 10,540,000	\$ 4,489,000	\$ 4,458,000	\$ 2,946,000	\$ 4,043,000	\$ 26,476,000

Stormwater Residential Service Charge Comparison

Comparisons based on 1 equivalent residential unit



* 2024 Proposed Fee (2023 rate \$6.07)

**Estimation based on unique funding formula



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Questions about the
Stormwater fund or specific CIP
Projects?

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Solid Waste Fund

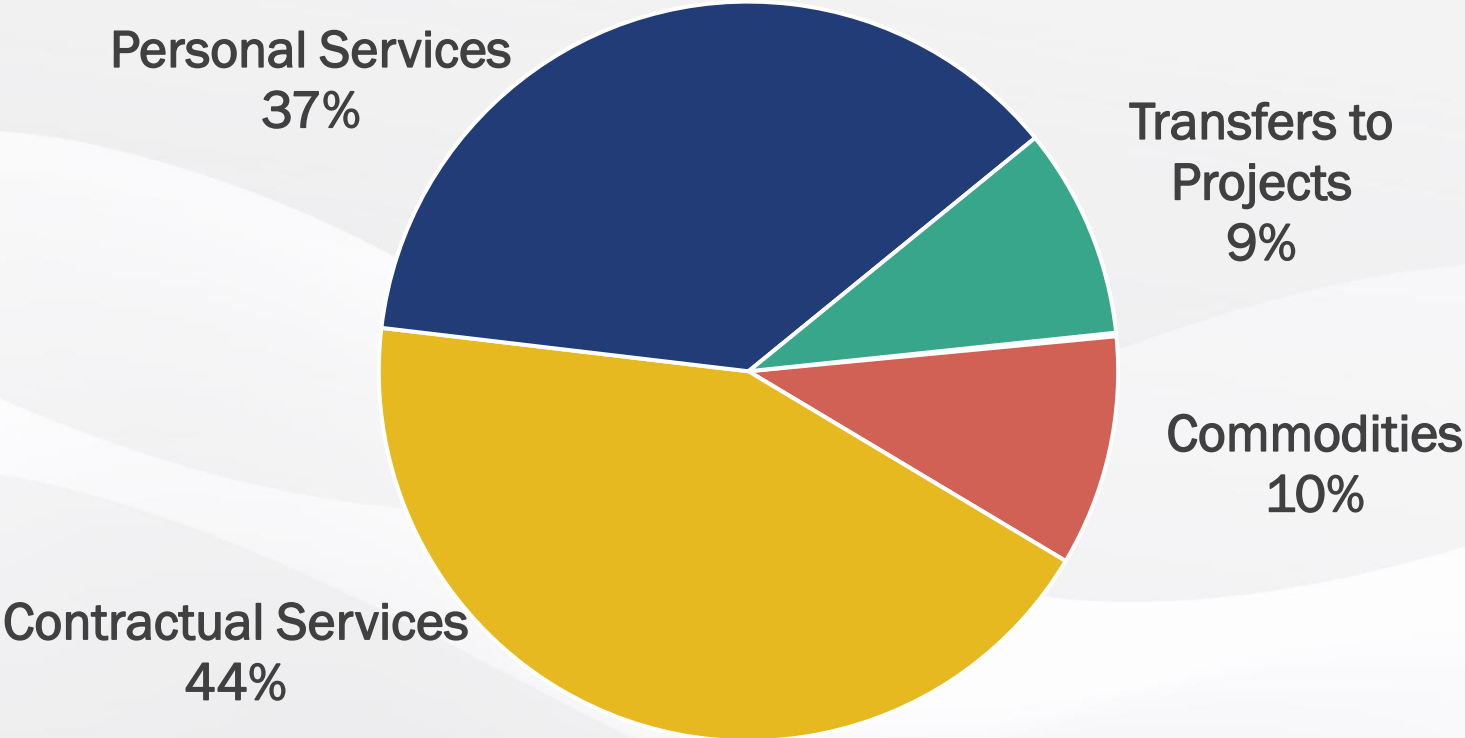
Solid Waste Fund

	2022 Adopted	2023 Adopted	2024 Proposed	1-Year % Change
Total Expenditures	\$20,138,934	\$21,331,270	\$24,574,360	+15.2%
Operating	\$15,683,689	\$16,207,208	\$19,312,454	+19.2%
Reserve	\$4,454,175	\$5,124,062	\$5,261,906	+2.7%

The 2024 Budget includes a 3% increase to residential Solid Waste rates. Market Rate increases applied to Commercial and Transfer Station rates.

2024 Proposed Operating Budget: \$19,312,454

Solid Waste Fund



Solid Waste Fund Budget Additions

Solid Waste Maintenance Workers I & II (2 FTEs)	
Cost	\$127,719
Impact	<ul style="list-style-type: none">• Adequately staff cart deliveries, exchanges and repairs.• Keep up with increasing work order volume.• Improve staffing of household solid waste service.• Reduce reliance on existing staff overtime.• Improve diversion rate.

Solid Waste Fund CIP Projects

	2024	2025	2026	2027	2028	TOTAL
HHW & Compost Facility Improvements	1,778,600	711,400	-	-	-	2,490,000
TOTAL	1,778,600	711,400	-	-	-	2,490,000

Solid Waste Residential Service Charge Comparison



* 2024 Proposed Fee
 ** Estimate based on surcharges
 † 10 bag/bundle limits for yard waste



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Questions about the Solid
Waste fund or CIP projects?

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Street Maintenance Sales Tax (SMST) Fund

Street Maintenance Sales Tax Fund

	2022 Adopted	2023 Adopted	2024 Proposed	1-Year % Change
Total Budget	\$16,129,039	\$22,326,326	\$ 21,938,637	-1.7%
Operating	\$13,500,000	\$20,000,000	\$20,160,000	+0.8%
Reserve	\$2,629,039	\$2,326,326	\$1,778,637	-23.5%

Street
Maintenance
Sales Tax
Fund

2024 Proposed Operating Budget:
\$20,160,000

Transfer to
Capital
Projects
100%

Street Preservation Program

	2024	2025	2026	2027	2028	TOTAL
SMST Fund	20,160,000	18,470,000	18,790,000	19,240,000	19,940,000	96,600,000
General Fund	2,800,000	2,800,000	2,800,000	2,800,000	2,800,000	14,000,000
TOTAL	22,960,000	21,270,000	21,590,000	22,040,000	22,740,000	110,600,000

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Questions about the Street
Maintenance Sales Tax fund or
Street Preservation Program?

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Park Sales Tax Fund

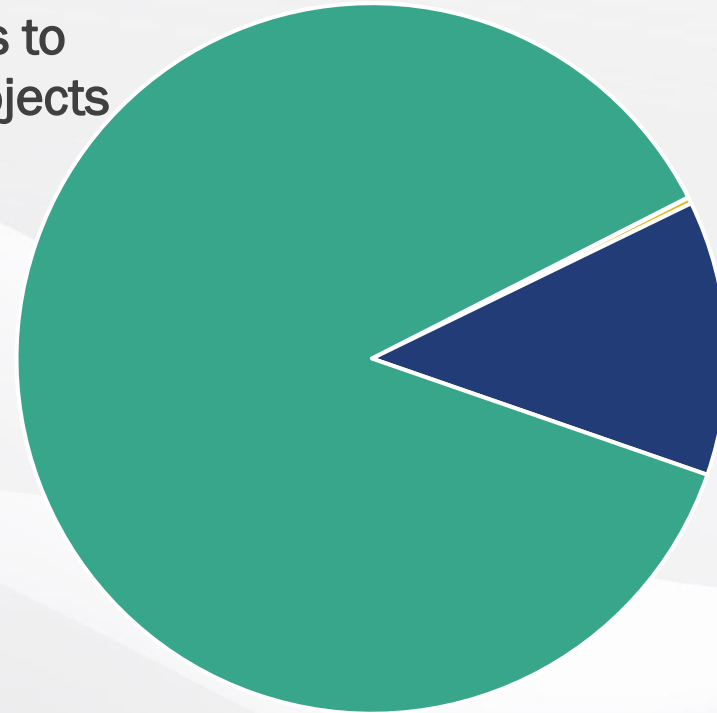
Park Sales Tax Fund

	2022 Adopted	2023 Adopted	2024 Proposed	1-Year % Change
Total Budget	\$6,300,504	\$9,253,518	\$9,398,982	+1.6%
Operating	\$4,064,148	\$6,623,730	\$6,170,094	-6.8%
Reserve	\$2,236,356	\$2,629,788	\$3,228,888	+22.8%

Park Sales Tax Fund

2024 Proposed Operating Budget: \$6,170,094

Transfers to
Capital Projects
87%



Personal Services
13%

Park CIP Projects

Revitalization and Maintenance of Neighborhood Parks

Park CIP Projects

Project	2024	2025	2026	2027	2028	Total
Black Bob Park	1,000,000	1,000,000	-	-	-	2,000,000
Cedar Creek Streamway Trail Phase III	396,000	2,076,000	-	-	-	2,466,000
Cedar Creek Streamway Trail Phase IV	-	-	275,000	2,200,000	-	2,475,000
Frontier Park Renovations	-	-	-	500,000	6,220,000	6,720,000
Historic Site Improvements	250,000	250,000	250,000	250,000	250,000	1,250,000
Major Park/Facility Redevelopment	350,000	350,000	350,000	350,000	350,000	1,750,000
Mill Creek Pool and Splash Pad	-	385,000	3,115,000	-	-	3,500,000
Multi-Purpose Indoor Facility Analysis	150,000	-	-	-	-	150,000
OGSA Parking Improvements	250,000	-	-	-	-	250,000
Outdoor Pool Renovation	300,000	350,000	400,000	450,000	450,000	1,950,000
Prairie Center Park Improvements	800,000	-	-	-	-	800,000
Recreation Facility Renovations	200,000	250,000	300,000	300,000	300,000	1,350,000
Trail Improvement and Development	250,000	250,000	250,000	350,000	350,000	1,450,000
Future Land Acquisition	300,000	300,000	-	-	-	600,000
Neighborhood Park Development	450,000	450,000	450,000	450,000	450,000	2,250,000
Park and Facility Renovation	350,000	350,000	350,000	350,000	350,000	1,750,000
Total	5,040,000	6,011,000	5,740,000	5,200,000	8,720,000	30,711,000

(New Projects highlighted in yellow; Projects below red line funded from Parks excise tax or General Fund rather than sales tax)



Park CIP Funding Source Summary

	2024	2025	2026	2027	2028	TOTAL
General Fund	350,000	350,000	350,000	350,000	350,000	1,750,000
Congestion Mitigation/Air Quality	-	1,096,000	-	-	-	1,096,000
Park Sales Tax	3,940,000	3,815,000	4,940,000	4,400,000	7,920,000	25,015,000
Special Parks Fund	750,000	750,000	450,000	450,000	450,000	2,850,000
TOTAL	5,040,000	6,011,000	5,740,000	5,200,000	8,720,000	30,711,000



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Questions about the Parks Sales
Tax fund or CIP projects?

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Recreation Fund

Recreation Fund

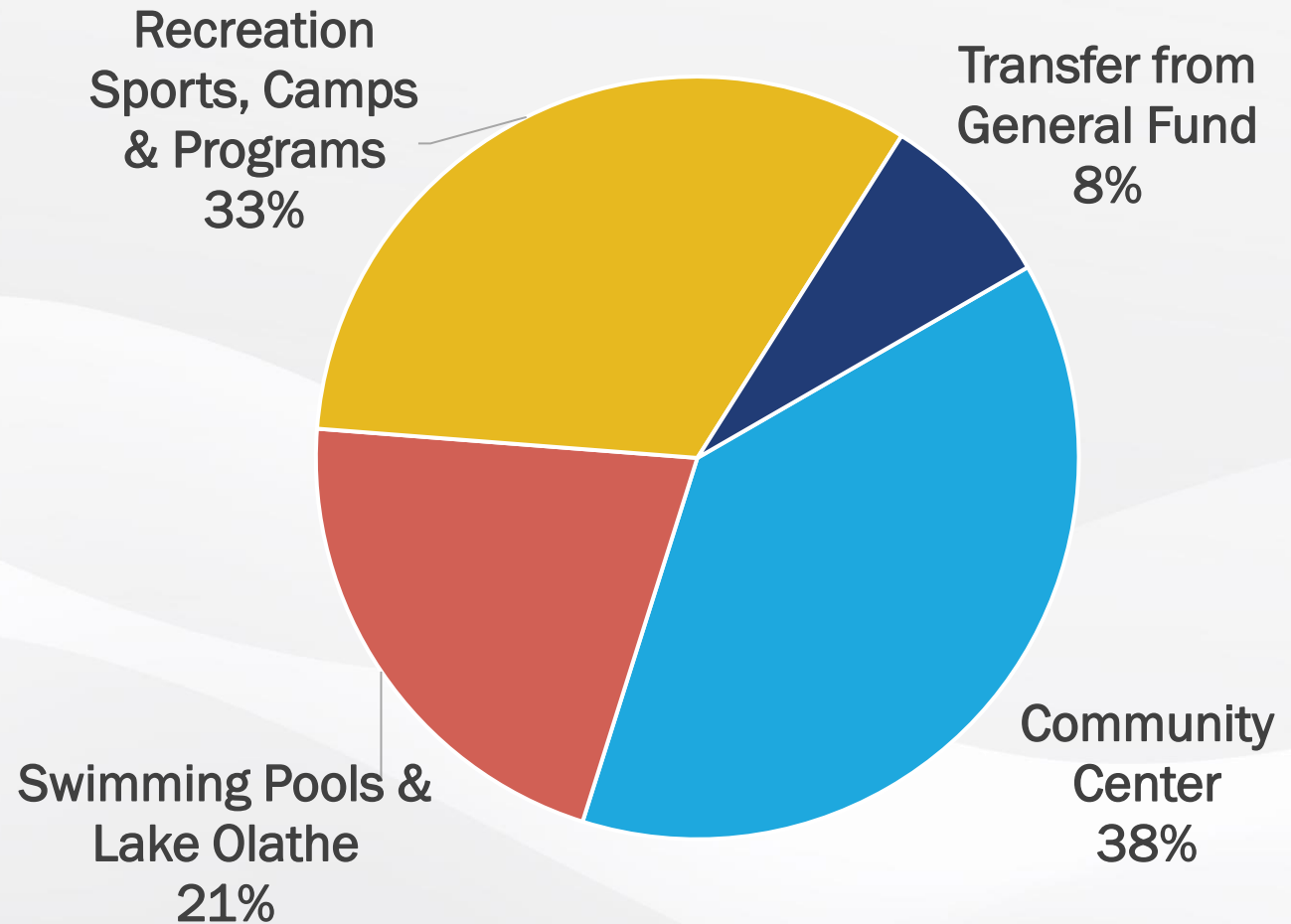
	2022 Adopted	2023 Adopted	2024 Proposed	1-Year % Change
Total Expenditures	\$6,339,139	\$6,394,508	\$6,564,637	+2.7%
Operating	\$6,192,402	\$6,031,900	\$6,509,357	+7.9%
Reserve	\$146,737	\$362,608	\$55,280	-84.8%

*Target Reserve 15% of Revenues: \$977,196



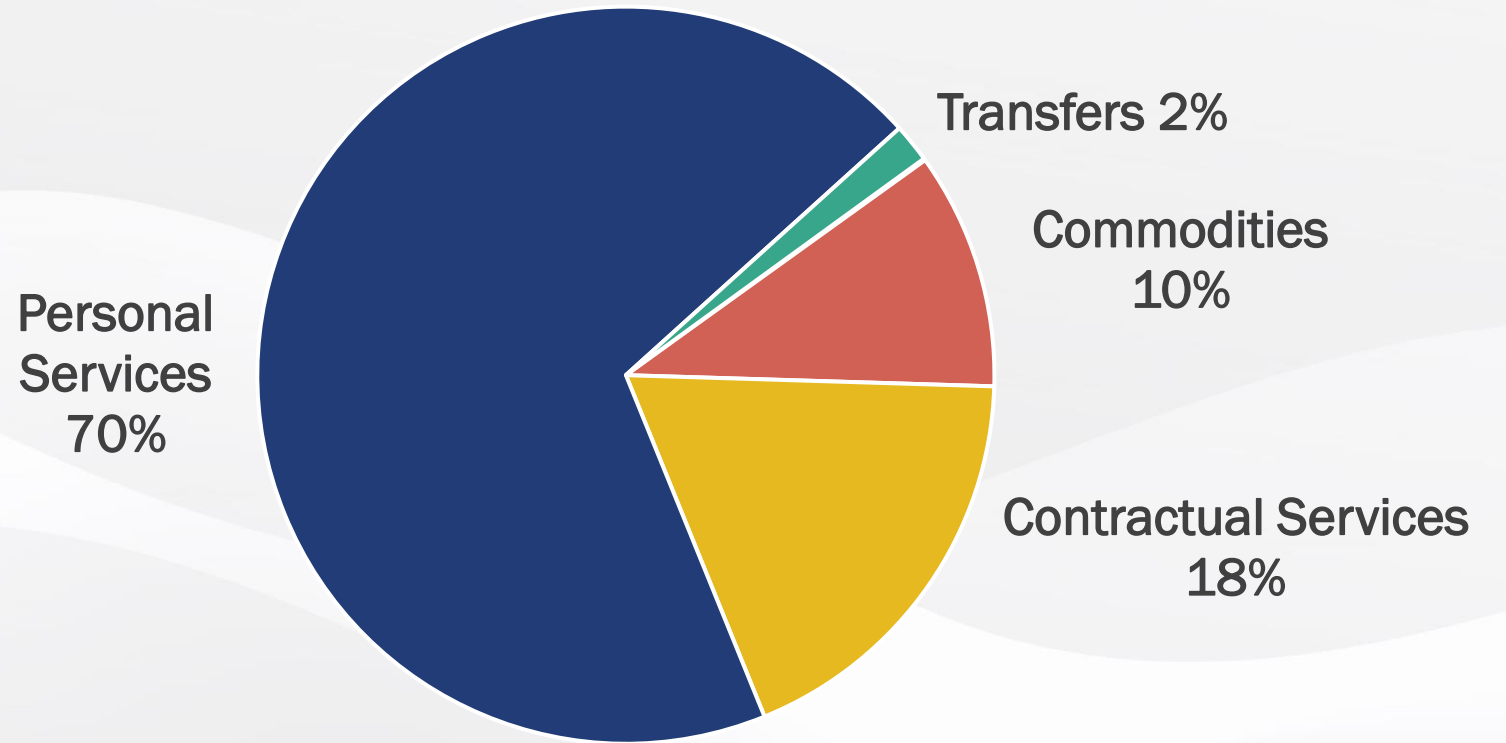
Recreation Fund

2024 Proposed Revenues: \$6,514,637

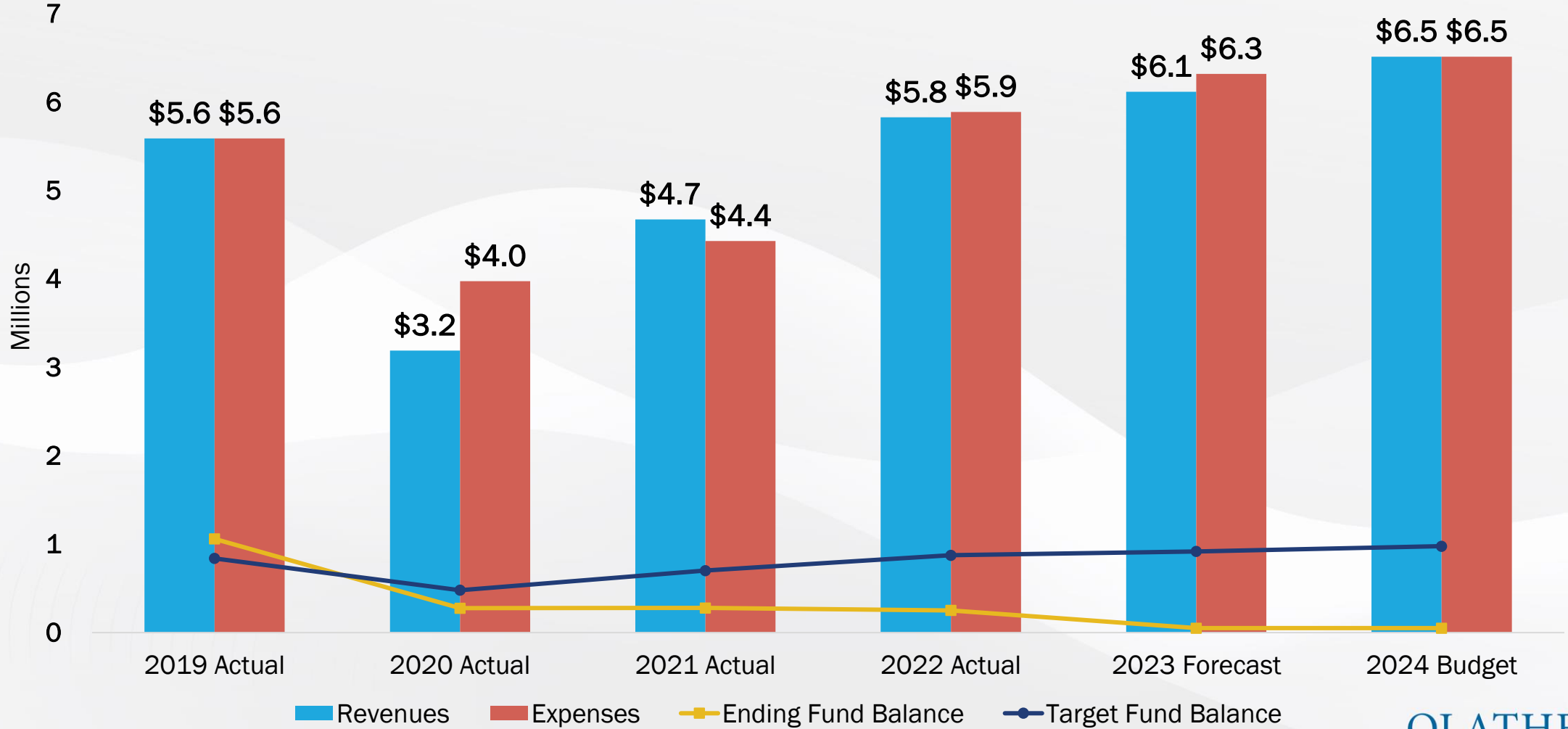


2024 Proposed Operating Budget: \$6,514,637

Recreation Fund



Recreation Fund Revenues and Expenditures

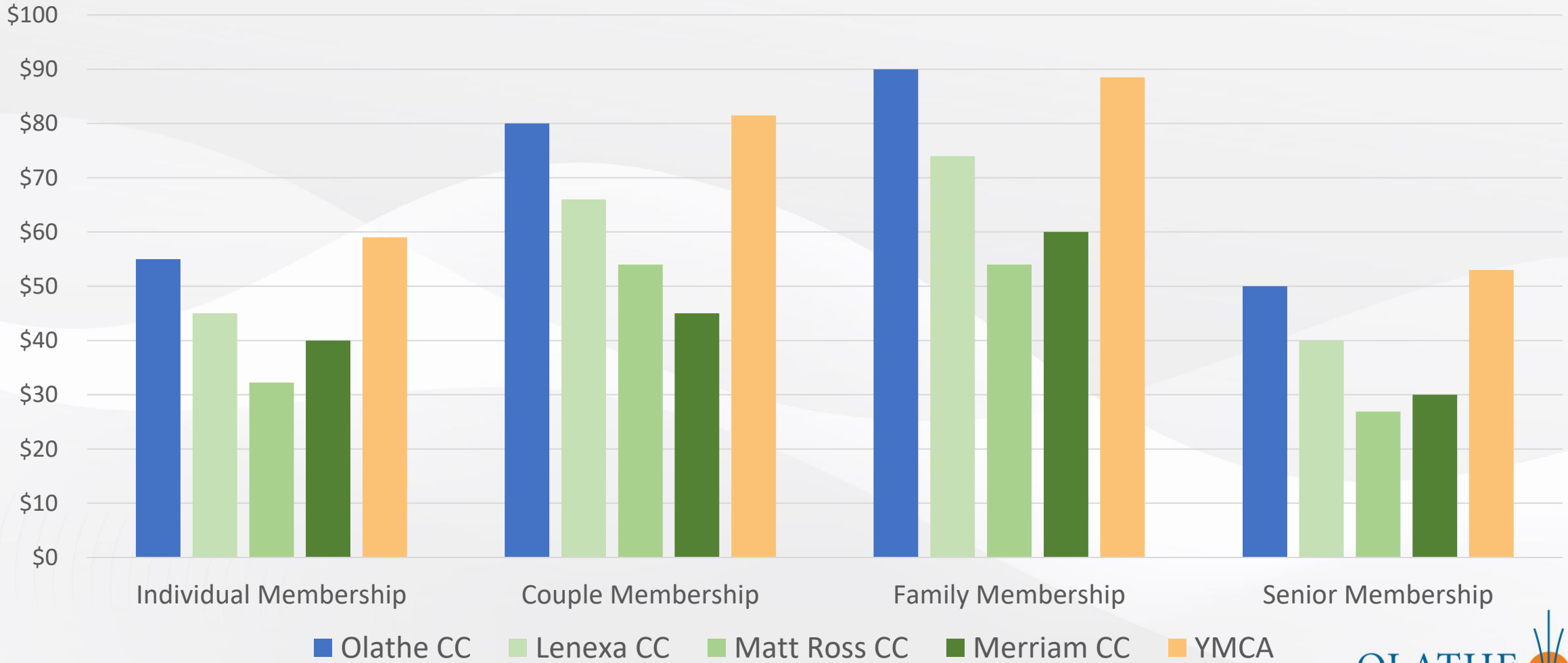


*Target fund balance is 15% of Revenues

2024 Fee Changes

- ▶ Changes Proposed by Quality of Life
 - ▶ Community Center Fees – Day Passes
 - ▶ Proposed Change Non-Resident
 - ▶ Proposed Change Resident
 - ▶ Gym Rental Fees
 - ▶ Proposed Change Gym Rental Fees
 - ▶ Pool Facilities

Community Center Fee Comparison



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Questions about the Recreation Fund?

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Budget Summary

Fund Name	2024 Proposed Budget
General Fund	196,851,244
Central Garage Fund	8,003,280
Debt Service Fund	117,346,790
Economic Development Fund	2,945,515
Equipment Replacement Fund	17,338,423
Facilities Maintenance Fund	2,310,299
Fire Levy Fund	5,176,494
Risk Management	41,951,658
Library Fund	11,570,209
Motor Fuel Fund	4,200,000
Park Sales Tax Fund	9,398,982
Personal Computer Replacement	3,281,509
Recreation Fund	6,564,637
Solid Waste Fund	24,528,036
Special Alcohol	1,932,012
Special Park & Recreation	4,329,118
Special Tax Financing Fund	17,033,780
Storm Water	8,614,268
Street Maintenance Sales Tax	21,938,637
Water & Sewer Fund	66,077,288
Total	\$571,392,179

Average Resident Monthly Utility Bill

	2023	2024	Change	% Change
Water	\$33.40	\$35.37	\$1.97	5.8%
Sewer	\$52.61	\$55.68	\$3.07	5.8%
Stormwater	\$6.07	\$6.25	\$0.18	3.0%
Solid Waste	\$20.03	\$20.63	\$0.60	3.0%
Total	\$112.11	\$117.93	\$5.82	5.2%

Total Budget Recap

- ▶ Reduction of the General Fund mill levy by 1 mill.
- ▶ Funding new public safety staff (15 Firefighters, 2 Police Officers) and maintaining full funding for Fire and Police pay plans.
- ▶ Maintaining infrastructure and planning for growth and development in South Olathe.
- ▶ Property Tax Rebate Program \$250,000.
- ▶ Increased cash funding for annual projects to improve flexibility and to save on interest costs.
- ▶ 4% merit pool plus compensation adjustments in 2023 for City staff.

Budget Calendar

July 11

Budget Workshop 1 – General Fund, Library Fund, Debt Service, and Chamber of Commerce

July 18

Budget Workshop 2 – Vote on Intent to Exceed RNR, Water & Sewer, and CIP

July 20

Notify County Clerk of Intent to Exceed RNR and Proposed Tax Rate

August 1

Budget Workshop 3 – Stormwater, Solid Waste, Rec Fund, Park and SMST fund, and CIP

August 22

Public Hearing to Exceed RNR, and Budget Public Hearing

Sept. 5

Budget Adoption, Fee Schedule, and Capital Improvement Plan 2024-2028

Engage in the Budget Process



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