2019 Budget
Community Dialogue
July 18, 2018
7:00 pm
This evening we will share information about...

- 2019 Recommended Budget
- New programs and services
- 2019-2023 Capital Improvement Program
- Remaining steps in the budget process
Mayor and City Council

Ward I
Pat Quinn
Hillary Parker Thomas

Ward II
Nick Schlossmacher
Arcie Rothrock

Ward III
Debbie Kring
Kristin Inman

Ward IV
Sollie Flora
Ken Davis

Complete contact information at:
www.missionks.org
Why do we budget?

- Required by State Statute
- Identifies community priorities
- Identifies the revenue and expense mix necessary to support service delivery and infrastructure investment
- Communicates programs and objectives to the public
How did we get here?

May 2: Review 2019 Budget Priorities

May 30: Community Conversation: Budget Priorities, Challenges and Opportunities

June 6: Review General Fund Budget and Supplemental Program Requests

June 13: Capital Improvement Program (Streets, Stormwater, Parks)

July 18: Community Dialogue on 2019 Budget
2019 Recommended Budget

- Budget includes 16 separate funds
- Overall proposed budget $23.8 million in expenditures
- Revenues total $22.1 million
- No tax increases proposed, small increase in solid waste fees
- Addresses several important priorities
$13.53 million in General Fund Revenue

Property tax and sales tax remain biggest revenue generators for the City

Anticipate maintaining same mill levy (17.973 mills) for 2019
2019 Budget - Assessed Valuation

- County Appraiser estimated overall increase of 11.64%
  - 16.10% residential
  - 4.75% commercial
- Actual increase was 13% - $157 million
- Mission saw declining values from 2008-2013
- 2017 saw a recovery to 2007 levels
- Property tax lid provides “protection” and limits City’s ability to potentially capture all of the increase in assessed valuation
- Property tax/franchise fee rebate program in place since 2004 to protect low income residents

The “forever” challenge?

Balancing the cost of delivering the programs and services desired by our residents with the ability/tolerance to bear the expense required to do so.
2019 Budget - General Fund Expenses

- $13.8 million in expenses (including transfers)

- General Fund expense categories:
  - Personnel
  - Contractual services
  - Commodities
  - Capital Equipment

- Biggest operating expense is personnel (60%)

- 70 full-time positions

- City has rebuilt a “rainy day” fund
2019 Budget - Expense By Character

Budget by Expense Character
2018 Budgeted vs. 2019 Proposed

<table>
<thead>
<tr>
<th>Category</th>
<th>2019 Proposed</th>
<th>2018 Budget</th>
</tr>
</thead>
<tbody>
<tr>
<td>Transfers Out</td>
<td>$1,135,000</td>
<td>$1,110,000</td>
</tr>
<tr>
<td>Debt Service</td>
<td>$203,559</td>
<td>$278,325</td>
</tr>
<tr>
<td>Capital Outlay</td>
<td>$684,852</td>
<td>$154,000</td>
</tr>
<tr>
<td>Commodities</td>
<td>$544,610</td>
<td>$512,515</td>
</tr>
<tr>
<td>Contractual</td>
<td>$3,596,782</td>
<td>$2,895,975</td>
</tr>
<tr>
<td>Personnel</td>
<td>$7,636,033</td>
<td>$6,857,330</td>
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</tbody>
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Supplemental programs are recommended in current year (2018) budget as well as 2019 budget:

- Vehicle for Building Official ($30,000) - 2018
- ADA/Space Needs analysis ($30,000) - 2018
- Community Service Officers/Animal Control Services ($217,785) - 2018/19
- DirectionFinder Survey ($16,000) - 2019
- Update of Comprehensive Plan ($110,000 plan update, $30,000 additional market study) - 2019
- Parks and Recreation Marketing Services ($30,000) - 2019
- Part-time Fitness Coordinator - Community Center ($25,000) - 2019

Able to consider these programs because of excess fund balance

2019 Budget includes $684,852 in capital equipment and vehicle purchases.

- Department's top priorities
- Replacement of radio system for Police Department (federally mandated)
- Replaces three trucks in Public Works (2006 models)

Proceeds from sale of assets will help continue to build the Equipment Reserve and Replacement Fund
2019 - 2023 Capital Improvement Program

5 Year Horizon

Three program areas with dedicated funding sources:

- **Streets**
  - CIP Fund
  - Street Sales Tax Fund
  - Special Highway Fund

- **Stormwater**
  - Stormwater Utility Fund
  - CIP Fund
  - RC Drainage Districts
  - Special Assessments

- **Parks & Recreation**
  - Parks & Recreation Sales Tax Fund
  - Special Parks Fund
**Program Areas - Revenue Highlights**

<table>
<thead>
<tr>
<th>Stormwater Revenues</th>
<th>Street Revenues</th>
<th>Parks &amp; Recreation Revenues</th>
</tr>
</thead>
<tbody>
<tr>
<td>City uses a stormwater utility fee to fund capital projects and debt service for stormwater needs.</td>
<td>Multiple funding sources including:</td>
<td></td>
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</tbody>
</table>
  - ⅜-cent retail sales tax  
  - One-third of alcohol tax revenues distribution from the State |
|  
  - Single-family household pays $336 per year.  
  - All others pay based on total amount of impervious surface (ERU multiplier) |  
  - State gas tax distribution  
  - ¼-cent retail sales tax  
  - 7 mills assessed for Street repair and maintenance | |
| Annual revenues = $3.2 million | Annual revenues = $1.87 million | Annual revenues = $950,000 |
Program Areas - Expenditure Highlights

**Stormwater**
- Design of channel improvements from Roeland Drive to just east of Nall (SMAC Project)
- Repair and Maintenance Fund
- Stormwater debt service

**Streets**
- Annual street maintenance program
- Construction of Broadmoor (Martway to Jo Drive)
- Design of Foxridge Phase II
- Street debt service
- Miscellaneous repairs, sidewalk, striping

**Parks & Recreation**
- Waterworks play structure
- PoolPak repairs
- SPJCC roof repairs
- Park debt service
- Miscellaneous maintenance and equipment at SPJCC
Mission Trails Development - 6201 Jo Drive

- Developed by EPC Real Estate Group - $41 million project
- Public Incentives $10.2 million (20%)
- 200 Apartments
- Clubhouse amenities/Pool
- Retail on Johnson Drive
- Parking structure 52 public spaces
- Demolition started July 2018
- 18 month construction schedule
Gateway Development

- Gateway Developers - $214 million project
- $36.6 million incentive package (17%)
- Three, four-story apartment buildings with 168 apartments above ground floor retail
- Seven-story, 200 room hotel with restaurant, outdoor pool and amenities
- Three-story office building
- Food Hall and entertainment space curated by celebrity chef, Tom Colicchio
- Multi-level parking structure
- Construction anticipated late summer 2018 with 36+ month construction schedule
Other Funds - 2019 Highlights

**MCVB Fund**
- Required to account for transient guest tax revenues
- All receipts support Mission Magazine
- Also use fund as a “pass through” for expenses related to Holiday Adoptions and for the Mission Business Partnership

**Special Alcohol Fund**
- $75,000 in revenues:
  - $40,000 - UCS Drug and Alcoholism Council
  - $15,000 - Supports DARE programs in local schools
  - $15,000 - Supports Mental Health Co-Responder program

**TIF and CID Funds**
- Separate funds established to account for funds provided on specific redevelopment projects
- Distributions as controlled by existing agreements
- Mission Crossing and Cornerstone Commons Developments

**Solid Waste Utility Fund**
- Supports residential trash, recycling and yard waste program
- 3.86% rate increase for 2019
- Residents pay 86%
- City pays 14% (subsidy from Gen Fund)
Remaining Steps:

- August 1 - Public Hearing 6:30 p.m.
- August 15 - Budget Adoption 7:00 p.m.
- August 25 - Budget certified to Johnson Co
How do you stay connected?

In person
   Attend public meetings
   Visit missionks.org for full calendar

Online
   View City Council meetings live on YouTube

By email
   Sign up for Mission Monthly emails
   Visit missionks.org search “Mission Monthly”

On social media
   Follow @CityofMissionKS
   @SylvesterPowellCC
   @MissionKSMarket
   Facebook, Twitter, Instagram

   Sign up for Nextdoor.com
Let’s hear from you!