



City of Flagler Beach, FL

Sanitation FY 2026 Financial Planning

3/13/2025





Agenda

- 1) Overview
- 2) Assumptions
- 3) Financial Plan Scenarios
- 4) Benchmarking
- 5) Summary



Financial Plan Approach

Expense Forecast

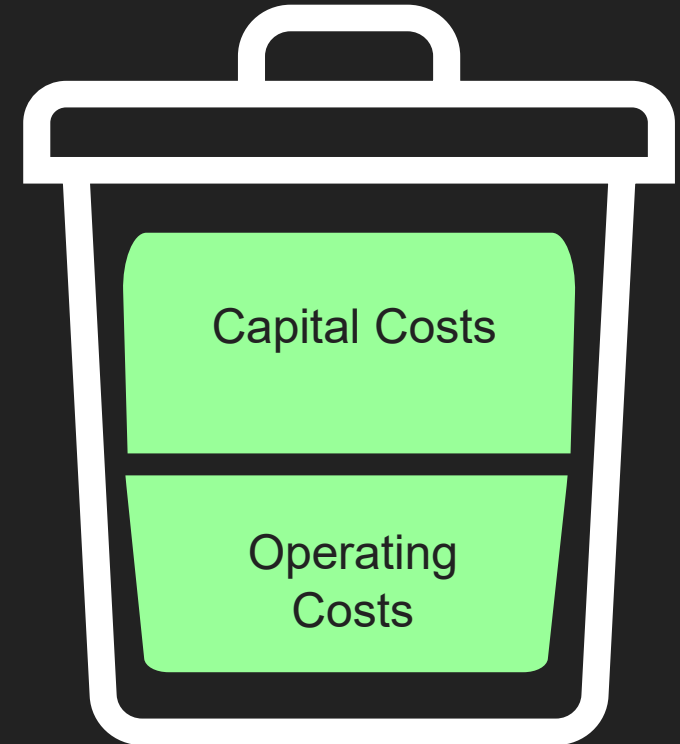
- Forecast of system operating expenditures
- Forecast of capital investments

Revenue Forecast

- Forecast of system demands and customer counts
- Development of revenue forecast

Evaluate Key Metrics

- Sufficiency of revenue to meet revenue requirements
- Ability to fall within range of reserve targets



Financial Planning Assumptions

- **Undesignated Fund balance as of 10/1/2024: \$640,000**
 - 3-4 months of operating expenses
 - Estimated
- **FY25 expense budget, \$1.7M**
 - Inflation on a line-item level (average annual 5.83%)
 - Excludes Non-Cash Items (Bad Debt, Depreciation, Contingency Reserve)
- **FY 25 revenues, \$1.9M**
 - Garbage (\$1.6M)
 - Recycling (\$133k)
 - Other (\$178k)
- **10-Year capital spending, \$1.0M**
 - Replacing a sanitation truck every three years (approximately 250k each)
 - Other minor equipment replacement costs

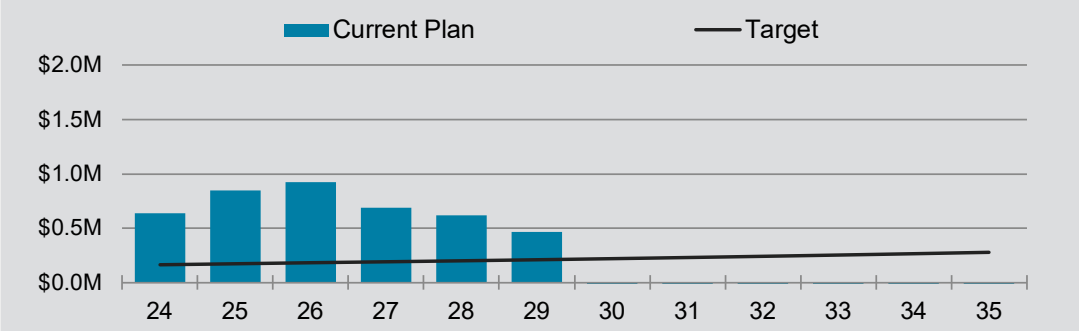


Financial Plan Scenarios

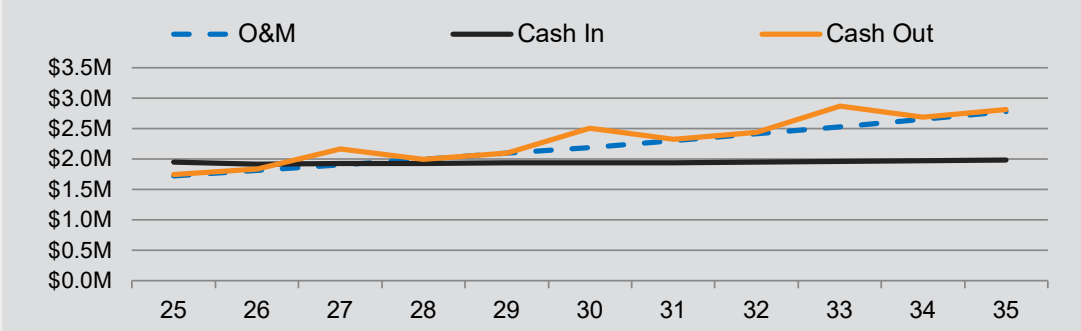
No Rate Increase

	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
Garbage Fees Rate Plan	3.50%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Recycling Fees Rate Plan	3.50%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Monthly Garbage Bill	\$24.61	\$24.61	\$24.61	\$24.61	\$24.61	\$24.61	\$24.61	\$24.61	\$24.61	\$24.61	\$24.61
Monthly Recycling Bill	\$2.41	\$2.41	\$2.41	\$2.41	\$2.41	\$2.41	\$2.41	\$2.41	\$2.41	\$2.41	\$2.41
Total Single Family Bill	\$27.02	\$27.02	\$27.02	\$27.02	\$27.02	\$27.02	\$27.02	\$27.02	\$27.02	\$27.02	\$27.02

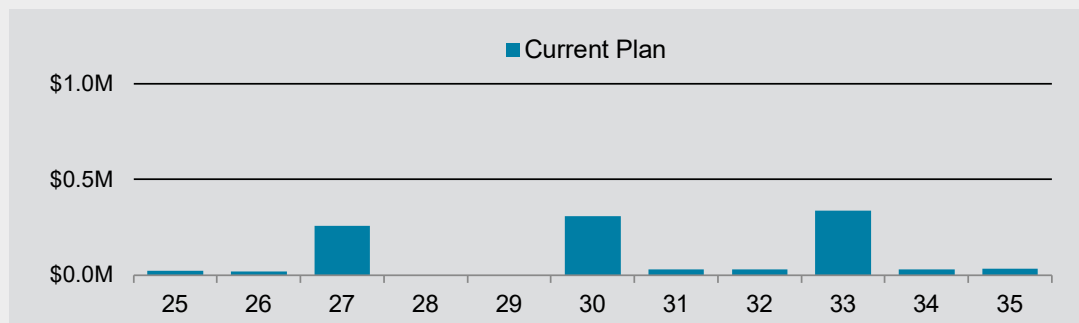
Operating Fund



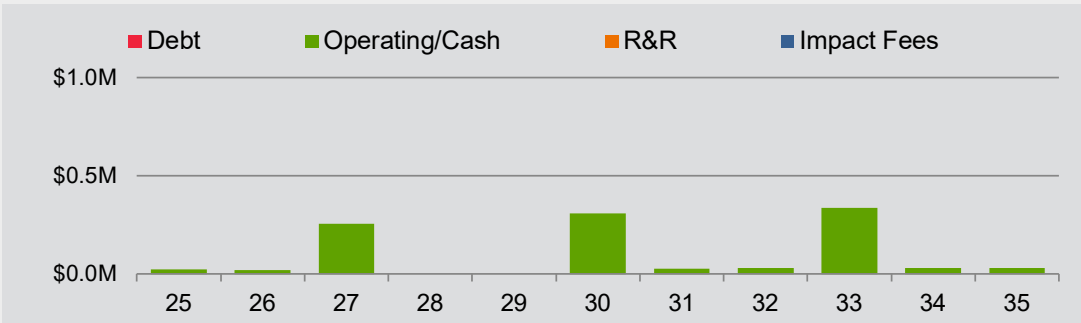
Revenues vs. Expenses



CIP Spending



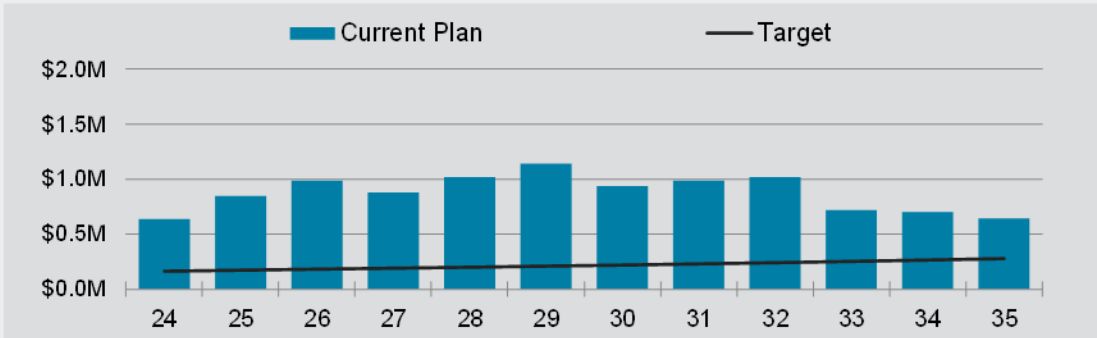
CIP Funding



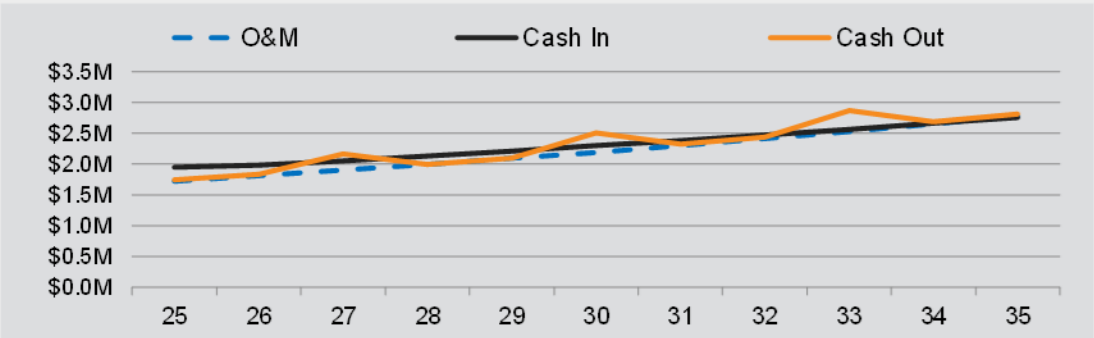
3.5% Rate Increase

	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
Garbage Fees Rate Plan	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%
Recycling Fees Rate Plan	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%
Monthly Garbage Bill	\$24.61	\$25.47	\$26.36	\$27.28	\$28.23	\$29.22	\$30.24	\$31.30	\$32.40	\$33.53	\$34.70
Monthly Recycling Bill	\$2.41	\$2.49	\$2.58	\$2.67	\$2.76	\$2.86	\$2.96	\$3.06	\$3.17	\$3.28	\$3.39
Total Single Family Bill	\$27.02	\$27.96	\$28.94	\$29.95	\$30.99	\$32.08	\$33.20	\$34.36	\$35.57	\$36.81	\$38.09

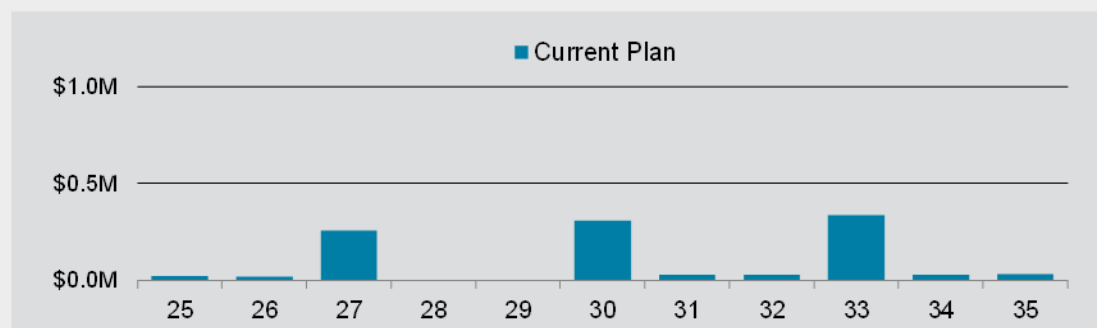
Operating Fund



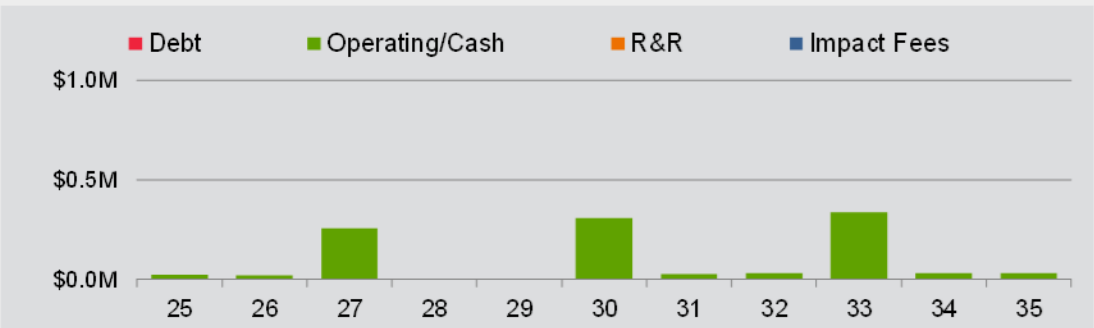
Revenues vs. Expenses



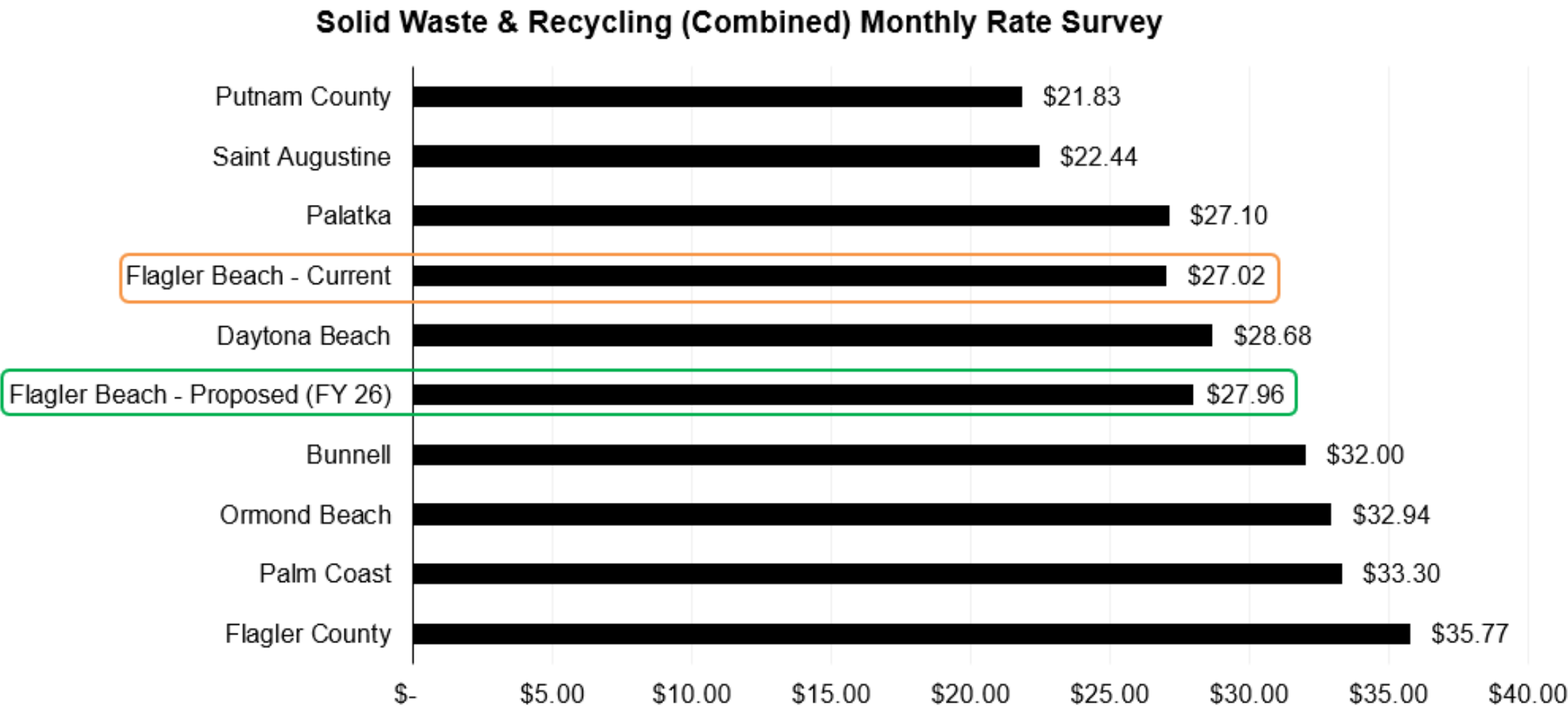
CIP Spending



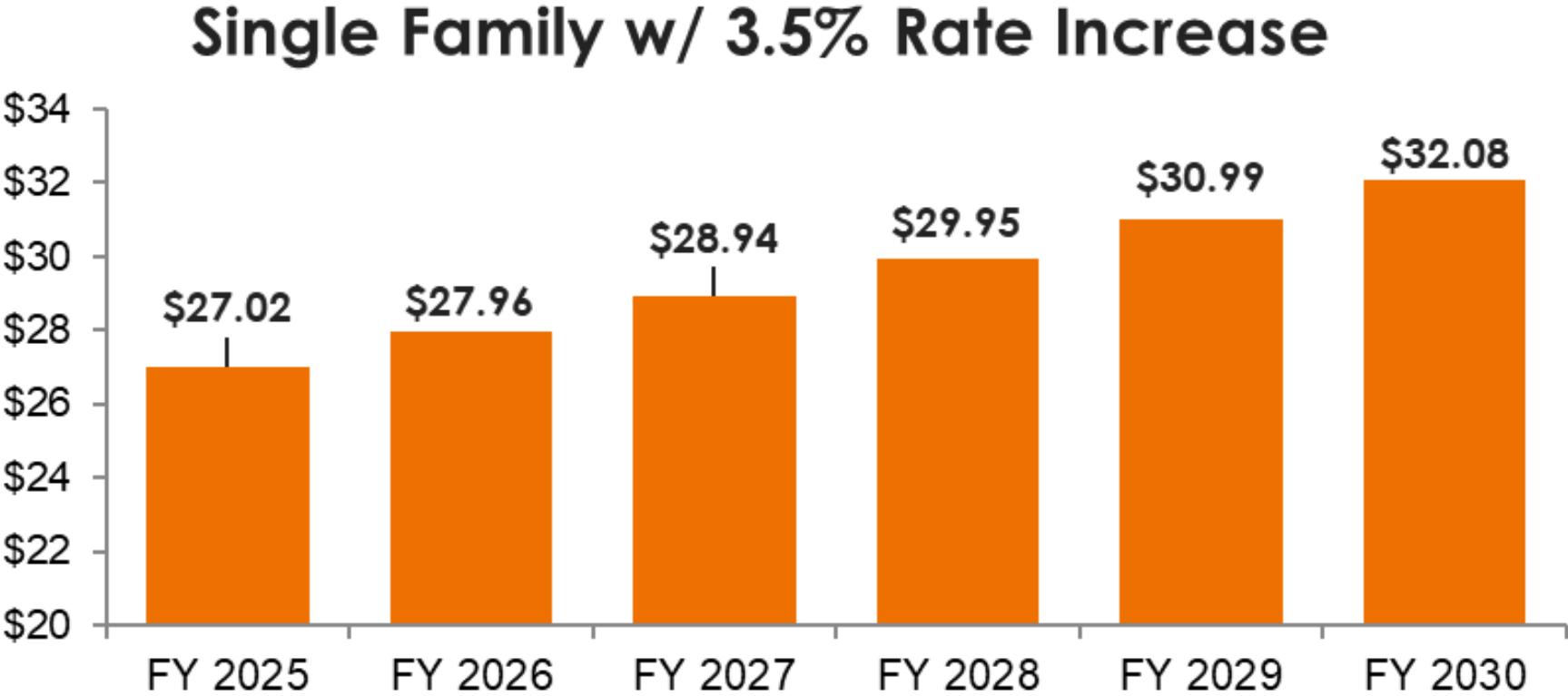
CIP Funding



Residential Garbage & Recycling Bill



5 Year Bill Impacts



Summary of Findings

- **3.5%** annual rate increases beginning in **FY 2025** are sufficient to cover operations & capital requirements
- Benefits of regular rate review and adjustments:
 - Secure funding for the capital projects
 - Fund the ongoing operational costs of the system
 - Eliminates significant one-time rate increases
- Level of future rate adjusts are dependent on project timing and costs



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Additional Questions/Discussion