

Infrastructure and Core Services

Budget Presentation October 18, 2022



Presentation Overview

- 1. 2023 Capital Projects and Reappropriated Projects
- 2. Core Services Delivery
- 3. Enterprise Funds
 - a. Trash Fund
 - b. Irrigation Fund
 - c. Sewer Fund



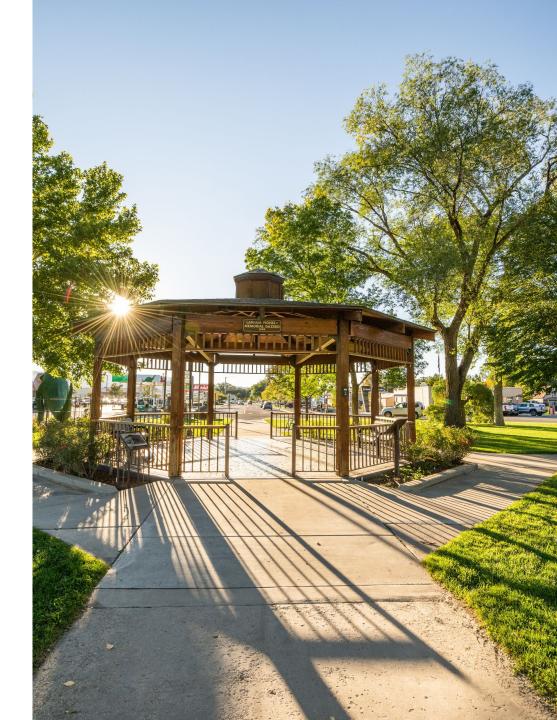


Capital Projects



Capital Projects – 2023 Budget

- S. Mesa Street Improvements
 - \$2.4 Million
 - Multi-Modal and Safety
 Improvements



Capital Projects – 2023 Budget

- 19 Road Improvements
 - \$400,000 for Right-of-Way ("ROW") Acquisition
 - Timeline:
 - 2023: Complete ROW and Design, Community Input
 - 2024: Construction



Capital Projects – 2023 Budget

Road Overlays - \$300,000

- S. Fremont Street
- Pisces Lane
- E. Sunset Drive
- 17 Road
- S. Mesa Street
- Pine Street



Capital Projects – 2023 Budget

• Dog Park - \$50,000

 Funded through impact fees designated for Parks, Trails, and Open Space (POST)



Capital Projects – 2023 Budget

Reed Park Renovation

 Funded through 2023 general fund revenues, general fund - fund balance, POST impact fees, and conservation trust fund contributions.



Capital Projects – Reappropriated

- Fremont Street ROW Acquisition \$400,000
- Maple Street Bridge ROW Acquisition \$100,000
- Middle Mile Broadband Project \$738,000



Capital Projects – Reappropriated

- Electric Vehicle Charging Stations - \$150,000
- Mulberry Outdoor Dining Improvements - \$450,000
- 16 Road Trail Crossing -\$390,000
- Highway 340 Trail Design - \$90,000



Capital Projects – Rollover

- Pine Street Bridge
- Civic Center Improvements



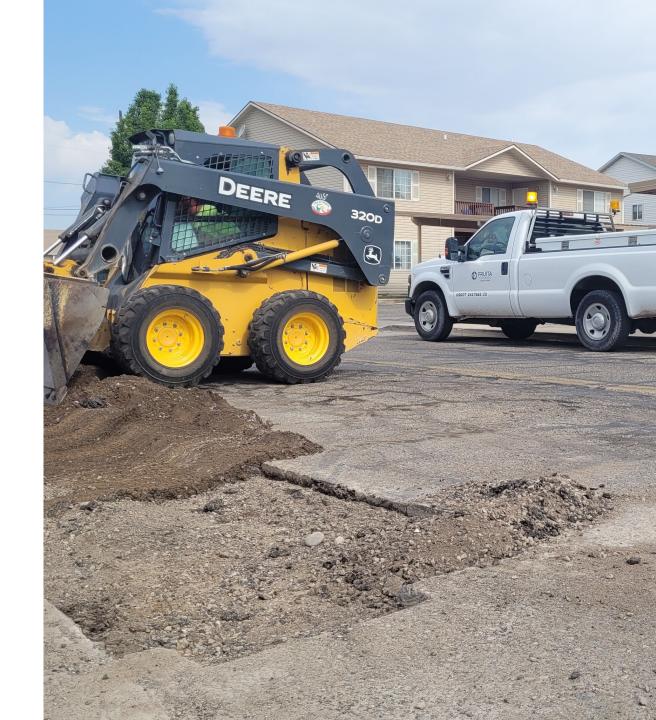


Core Services & Delivery



Core Services – Highlights

- Streets Projects:
 - Chip sealing \$150,000
 - Sidewalk Replacement Program - \$100,000
 - Patching/Various Repairs -\$80,000
 - Street Striping \$60,000
 - Third-Party Street Evaluation \$63,500



Core Services Delivery

Trends Across All Funds

Challenges due to increased costs of:

- Utilities
- Fuel
- Supplies and Equipment
- Competitive Job Market





Enterprise Funds



Trash Fund

- Fee Increase
 - Waste Management is requesting an increase of 17%.
 - No increases on administrative costs.



Trash Fund

- Other Highlights
 - Resident clean-up day included in budget.



Irrigation Fund

2023 Rates

• No rate changes for 2023.

Budget Highlights

- Slight decrease in expenses due to no capital projects budgeted in 2023.
- Capital Equipment -Irrigation Meter - \$2,400

Sewer Fund

- Enterprise Fund established. for the purposes of providing wastewater collection and treatment
- Includes operations, administration, capital equipment, capital projects, debt service



Sewer Fund - Challenges

- Inflation Up 9.1% Supply Chain
 - Disruptions remain
 - Lingering pandemic turbulence, changing consumer and business demands
- Tough Labor Environment
- Energy Prices up 41.6%



Sewer Fund – Overview

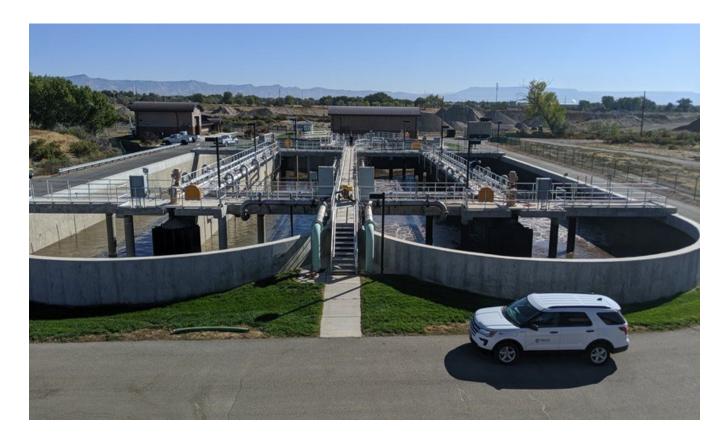
2023 Revenues

- 2% rate increase, from \$50 to \$51 in 2023.
- Revenues (non-intergovernmental) are projected to increase 3% overall, between the rate increase and projected new units.

Sewer Fund – Overview

2023 Expenses

- Capital Equipment \$60,000
- 3 Large Capital Projects



Capital Projects

- South Mesa Street Sewer Line Upgrade \$240,000 (ARPA Funds)
 - Replacement of approximately 600 linear feet of vitrified clay and orangeburg sewer line.



Capital Projects: Continued

- Aeration System \$1.3M
 - Design and construction of removeable aeration system in both oxidation ditches at WWRF.

Sludge Vortex Project

• Approved in 2022 Budget but has been deferred to 2024 due to project costs exceeding original budget.



Capital Projects: Continued

- H2S Project \$2.2M (DOLA Grant \$600,000 and ARPA Funds)
 - Increase of \$1 million due to pricing volatility and long lead times from supplies.
 - Replacement of manholes along gravity line and installation of foul air treatment equipment.



Questions?

