



NOTICE

STUDY SESSION

SOUTH METRO FIRE RESCUE FIRE PROTECTION DISTRICT

Board of Director Study Session

scheduled for

November 6, 2023

9195 East Mineral Avenue, Centennial, CO

STUDY SESSION – 6:00 P.M. Board Room

A. 2024 BUDGET



SOUTH METRO FIRE RESCUE
Study Session
November 6, 2023
9195 East Mineral Avenue, Centennial, CO

I. STUDY SESSION – 6:00 P.M. – Board Room

A. 2024 BUDGET

B. ADJOURNMENT

BOARD OF DIRECTORS AGENDA ITEM

STAFF REPORT



Meeting Date: 11/6/2023
Agenda Item Type: Discussion Item
Agenda Item: 2024 Budget Update
Submitted By: Dillon Miskimins
Approved: Mike Dell'Orfano

SUMMARY:

Staff will discuss the impacts of revenue changes with the passage of Proposition HH.

BACKGROUND:

Attached is an analysis of three potential revenue scenarios. The column labeled "Draft Budget 238" represents the budget if Proposition HH does not pass. The column labeled "Draft Budget 303" represents the budget if proposition HH passes but no revenue cap is applied (i.e., the board chooses to collect the full 9.25 mill levy). Finally, the column labeled "Draft Budget 8.2% w. 303 after '24" represents the budget applying the 8.2% revenue cap in 2024 only. Applying the revenue cap, compared to the "Draft Budget 303 scenario," would reduce property tax revenue by \$17 million. It is important to note, that staff is not certain how or if applying the revenue cap affects the backfill amount. Staff has therefore left out the estimated backfill amounts from all scenarios. The mechanism for applying the revenue cap is to lower the District's mill levy. The mill levy would need to be lowered to 8.2030 mills in order to apply the 8.2% revenue cap. Staff will be prepared to discuss and demonstrate how applying this cap may affect capital project transfers and long-term projects. Graphical representations of the scenarios will also be provided.

FINANCIAL IMPACT:

To be discussed.

STRATEGIC INITIATIVE:

A key focus area of the strategic plan is sustainable fiscal stewardship. Proposition HH imposes new regulations and restrictions that may challenge the ability to maintain that strategic focus.

RECOMMENDED ACTION/MOTION:

This is a study session, so no actions may be taken.

ALTERNATIVE OPTIONS:

The board may direct staff to evaluate other revenue or expense scenarios or prepare other information prior to the November 13, 2023 budget public hearing.

ATTACHMENTS:

Powerpoint Presentation



South Metro Fire Rescue

Board of Directors

2024 Budget Update: 8.2% Cap On
Property Tax

November 6, 2023

8.2% Cap w HH YoY Increase

Updated 11.02.23

	Forecast 2023	Draft Budget 238	Draft Budget 303	Draft Budget 8.2% w. 303 after '24	8.2% Cap V 303 Variance \$	Variance Variance %
Revenues						
Property Taxes	123,888,244	155,978,621	151,170,620	134,047,080	\$ (17,123,540)	-11.3%
Specific Ownership Tax	9,690,566	9,690,566	9,690,566	9,690,566	\$ -	0.0%
Ambulance Transport Fees	13,503,168	14,357,722	14,357,722	14,357,722	\$ -	0.0%
Medicaid Supplemental Fee	7,433,403	7,842,240	7,842,240	7,842,240	\$ -	0.0%
Permit/Plan Review Fees	2,300,625	2,243,109	2,243,109	2,243,109	\$ -	0.0%
Other Income	5,069,647	2,337,135	2,337,135	2,337,135	\$ -	0.0%
Transfer (to)/from Other Fund	-	-	-	-	\$ -	0.0%
Leases (GASB 87)	194,980	194,980	194,980	194,980	\$ -	0.0%
Total Revenues	162,080,633	192,644,373	187,836,372	170,712,832	(17,123,540)	-9.1%
Expenses						
Salaries	(91,701,268)	(98,595,728)	(98,595,728)	(98,595,728)	\$ -	0.0%
Benefits	(37,265,945)	(39,693,752)	(39,693,752)	(39,693,752)	\$ -	0.0%
Overtime	(9,514,027)	(9,859,573)	(9,859,573)	(9,859,573)	\$ -	0.0%
Treasurers fees	(1,868,873)	(2,339,679)	(2,267,559)	(2,010,706)	\$ 256,853	-11.3%
Operating Expenses	(21,010,686)	(20,942,932)	(20,942,932)	(20,942,932)	\$ -	0.0%
Leases (Contract Obligation)	(194,980)	(194,980)	(194,980)	(194,980)	\$ -	0.0%
Leases (Annual) :Equipment, Warehouse	(514,300)	(514,300)	(514,300)	(514,300)	\$ -	0.0%
Total Expenses	(162,070,079)	(172,140,944)	(172,068,824)	(171,811,970)	256,853	-0.1%
Gain/Loss	10,554	20,503,430	15,767,549	(1,099,138)	\$ (16,866,687)	-107.0%
Capital Projects	-	(22,000,000)	(18,000,000)	(1,250,000)	\$ 16,750,000	-93.1%
Change to Fund Balance	10,554	(1,496,570)	(2,232,451)	(2,349,138)	\$ (116,687)	5.2%
Ending General Fund Fund Balance	41,904,441	40,407,871	39,671,990	39,555,303	(116,687)	-0.3%
General Fund Reserve Threshold (%)	26%	23%	23%	23%		

