

2021 TOWN MANAGER BUDGET

FINANCE | November 17, 2020



TOWN OF VAIL

Total Revenues – All Funds: \$71.3 million

Down 19% from 2019 and down 7% from 2020 Forecast

Since Nov. 3rd meeting, changes to 2021 budget include:

Revenue

- Year end forecast of \$22.5M in sales tax; down 24% from 2019
- 2021 Sales tax proposed flat with 2020 (\$200K increase from prior draft)
- Property tax – slight increase of 1.3%, or \$75K
- Lift tax – Increased to \$3.5M to updated to align with sales tax and parking revenue assumptions (Flat with 2020; 34% down from 2019)

2021 PROPOSED BUDGET | Revenue

	Fund	2020 Forecast	2021 "Crisis"	Projections
Sales Tax	GF and Capital	\$22.5M	\$22.5M	Down 24% from 2019 Flat with 2020
RETT	RETT	\$ 8.0M	\$ 7.0M	Based on 5-year average; 2020 record year
Property Tax	GF	\$ 5.9M	\$ 6.0M	1.3% increase from 2020 Re-assessment impacts 2022
Parking	GF	\$ 5.1M	\$5.0M	Down 25% from 2019 Down 1% from 2020
Lift Tax	GF	\$ 3.5M	\$3.5M	Down 34% from 2019 Flat with 2020
Construction Use Tax	Capital	\$ 1.8M	\$ 2.3M	Up 25% from 2020 Down 9% from 2019

2021 PROPOSED BUDGET | Expenditures



**Total Expenditures – All Funds: \$99.5M;
without PW Shops project: \$82.3M**

Down 4.2% from 2020 Original budget

Since Nov. 3rd meeting, changes to 2021 budget include:

Expenditures

- Dispatch Services: Intergraph operating expense \$30K increase
- RETT: Removed \$400K for Ford Park parking lot reconfiguration

BUDGET | Fund Statements

High-level view of the town's 2021 proposed budget by fund:

	General Fund	Capital Projects Fund	RETT Fund
Revenue	\$ 41.1M	\$20.6M	\$7.3M
Expense	(42.2)M	(41.8)M	(9.9)M
Debt Proceeds		15.0M	
Debt Payment		(1.2)M	
Net	(1.1)M	(7.4)M	(2.6)M
Ending Fund Balance	\$ 33.9M	\$21.1M	\$8.9M
Min. Reserve 35% of Annual Revenues	77%		

BUDGET | Fund Statements

High-level view of the town's 2021 proposed budget by fund:

	Housing Fund	Marketing Fund	Heavy Equip. Fund	Dispatch Services Fund	Health Insurance Fund	Timber Ridge Fund
Revenue	\$2.5M	\$1.81M	\$3.9M	\$2.7M	\$5.6M	\$1.7M
Expenditure	(2.5)M	(1.82)M	(3.9)M	(2.8)M	(6.1)M	(2.9)M*
Net	0.0	(14)K	0	(106K)	(.5)M	(1.2)M
Ending Fund Balance	\$4.5M	\$358K	\$1.8M	\$1.3M	\$3.7M	\$653K

*Includes \$1.9M debt payment to TOV

2021 PROPOSED BUDGET | General Fund



General Fund 2021 Budget

- Revenue of \$41.1M is 5.8% down from 2019, or \$2.5M less than in a normal year
- Operating expenditures were budgeted down 10% in every department saving \$455K
- Spending on special events / council contributions is down 42%, or \$1.1M
- Will continue work on Housing Strategic plan, West Vail Master Plan and outcomes of the Civic Area Plan

2020 forecasts using \$1.3M of reserves, as opposed to \$7.1M budgeted during pandemic.

2021 proposing to use \$1.1M of reserves under Crisis recession plan.

2021 PROPOSED BUDGET | Personnel



Personnel Expenditures: \$34.1M

Town Council requested additional information on new FTE requests:

- Environmental admin .25 FTE
- Economic Development admin .5 FTE

TM BUDGET DRAFT | Contributions



Town Council questions on Contributions and Special Events:

Magic of Lights – Contribution to Betty Ford Alpine Gardens

Mountain Travel Symposium – Council requested more information on \$163K proposed.

Gerald R. Ford Amphitheater summer events: \$75K requested; staff recommendation \$52.5K

Signature event contract terms in light of public health orders will be same as CSE contracts

TM BUDGET DRAFT | Capital Plan

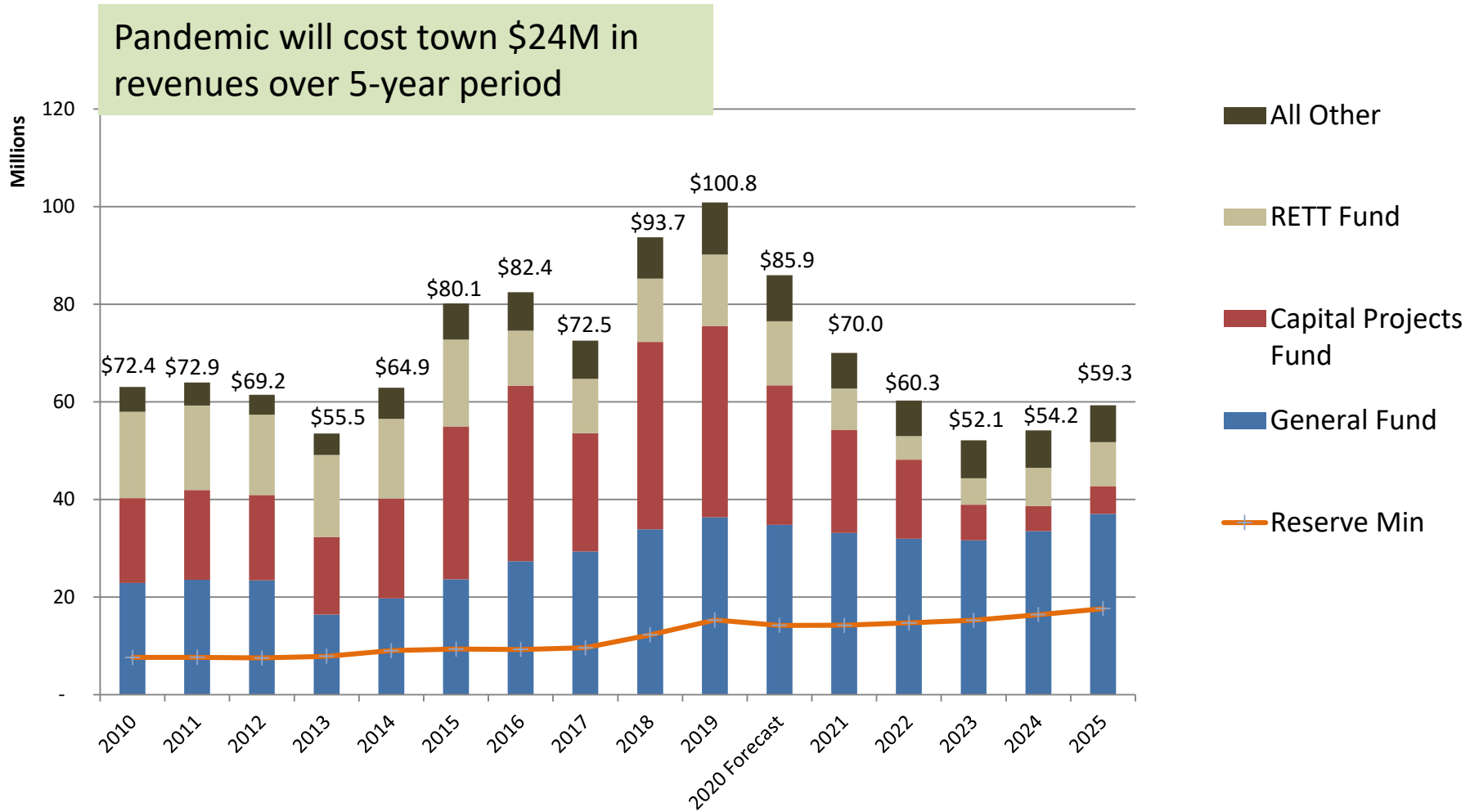


Capital Expenditures: \$49.6M

Changes based on Town Council's input on November 3rd:

- Remove \$400K from RETT for Ford Park parking lot reconfiguration.
- Additional information on Actively Green program (RETT) was included in staff memo.
- Council requested additional information on Front Ranger USFS program.
- Council requested additional information on proposed turn lane at Buffehr Creek Rd.

TM BUDGET DRAFT | Reserves



- Are there changes to be made prior to 2nd reading of the budget ordinance?

Second reading of budget ordinance December 1st