

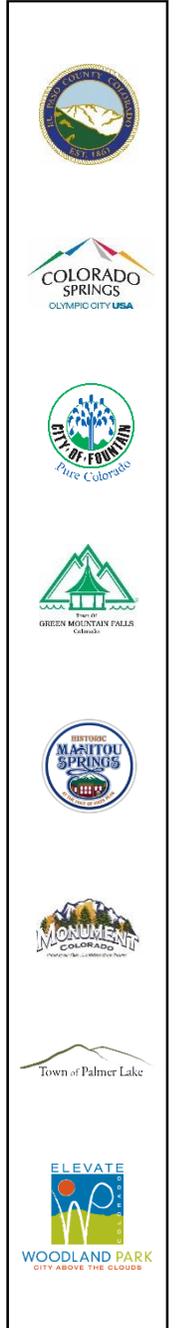


2020 Budget

October 21, 2019

City of Colorado Springs – Work Session

Ensuring life safety and welfare of our community through efficient and consistent application of adopted codes and standards



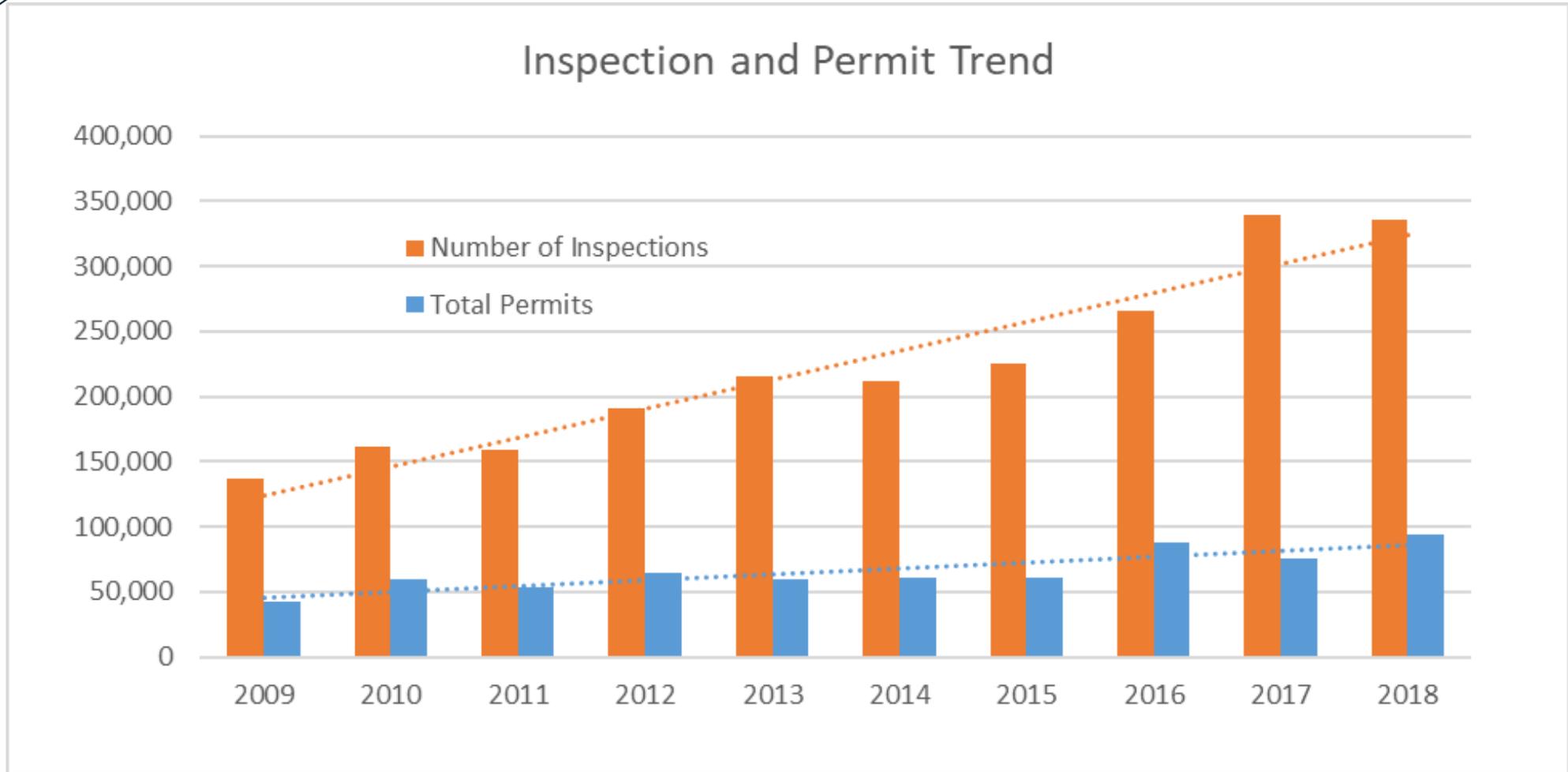


2019 Overview

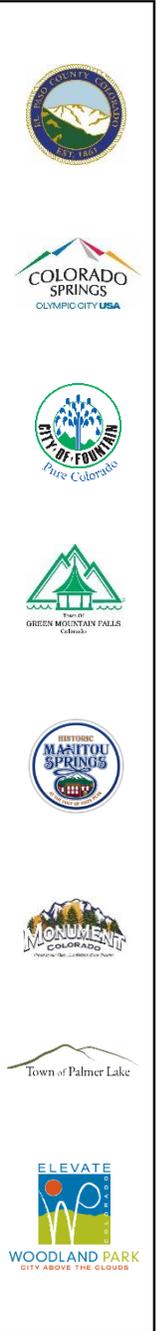
- As of July 31, 2019:
 - 2,313 new single-family home permits (a decrease of 11.8% over the same time period in 2018 but an increase of 5.4% over 2017)
 - \$635,661,662 total valuation for commercial alterations and remodels (an increase of 264% over the same time period in 2018)
 - \$2,314,651,192 total construction valuation (an increase of 18.2% over the same time period in 2018)
 - 1,024 apartment units (an increase of approximately 18% over the same time period in 2018).
 - 6,124 plans have been submitted (an increase of 8% over the same time period in 2018)
 - online homeowner permits increased 293% in the second quarter of 2019 over the same time period in 2018 ; homeowner's online inspection requests increased 361% over 2018 numbers

Ensuring life safety and welfare of our community through efficient and consistent application of adopted codes and standards





Ensuring life safety and welfare of our community through efficient and consistent application of adopted codes and standards

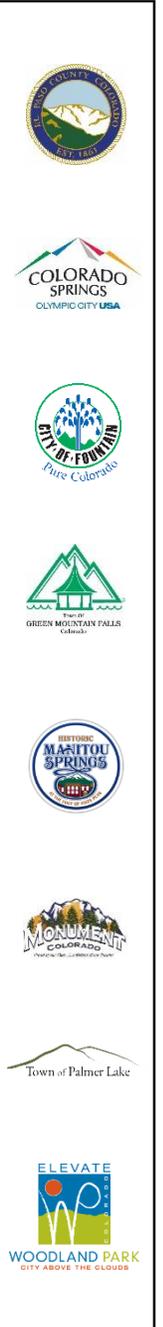




Accomplishments

- Education
 - Monthly class for new contractors; annual Open House event
- Electronic Plan Review
 - Approximately 50% of all plans submitted electronically
 - All but 2 jurisdictions participating in electronic plan review by year end
- Online Services
 - Estimated inspector arrival time with name and photo
- Homeowner Services
 - Online permits and inspection requests

Ensuring life safety and welfare of our community through efficient and consistent application of adopted codes and standards





Accomplishments

- Support of Attainable Housing through Floodplain Map Revisions
 - Security Creek LOMR
 - Palmer Lake LOMR
 - Cheyenne Creek LOMR
- Building Code Effectiveness Grading Schedule (BCEGS)
 - Classification of 3 for one and two-family dwellings
 - Classification of 2 for commercial and industrial properties
 - These classifications place the Department in the top 7% statewide

Ensuring life safety and welfare of our community through efficient and consistent application of adopted codes and standards





Strategic Goals

- Positive Image
- Website Enhancement
- Technology Enhancement
- Satellite Location
- Continued Support of Attainable Housing through Floodplain Map Revisions
- Code Development
- Future Planning & Sustainability

Ensuring life safety and welfare of our community through efficient and consistent application of adopted codes and standards

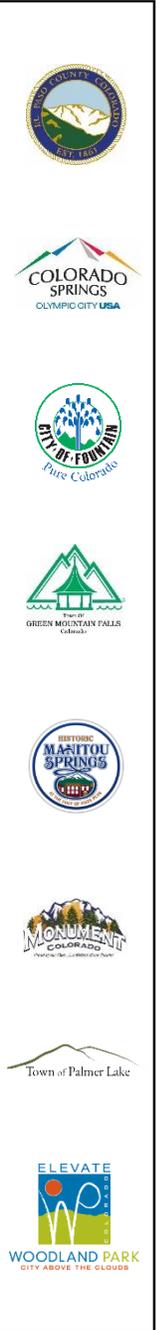




Budget Process

June 1	Work with Building Official to determine priorities for the next year
July 1	Work with Department managers in developing detailed budget in line with priorities
July 31	Review proposed budget with Building Official and finalize
August 21	Present Budget to Advisory Board for comments
August 29	Present Budget to Building Commission for comments
September 18	Budget approved by Advisory Board
September 25	Budget approved by Building Commission
October 3	Approved by El Paso County BoCC
October 8	Budget presented to City of Colorado Springs Budget Committee
October – December	Present Budget to City of Colorado Springs City Council for approval

Ensuring life safety and welfare of our community through efficient and consistent application of adopted codes and standards



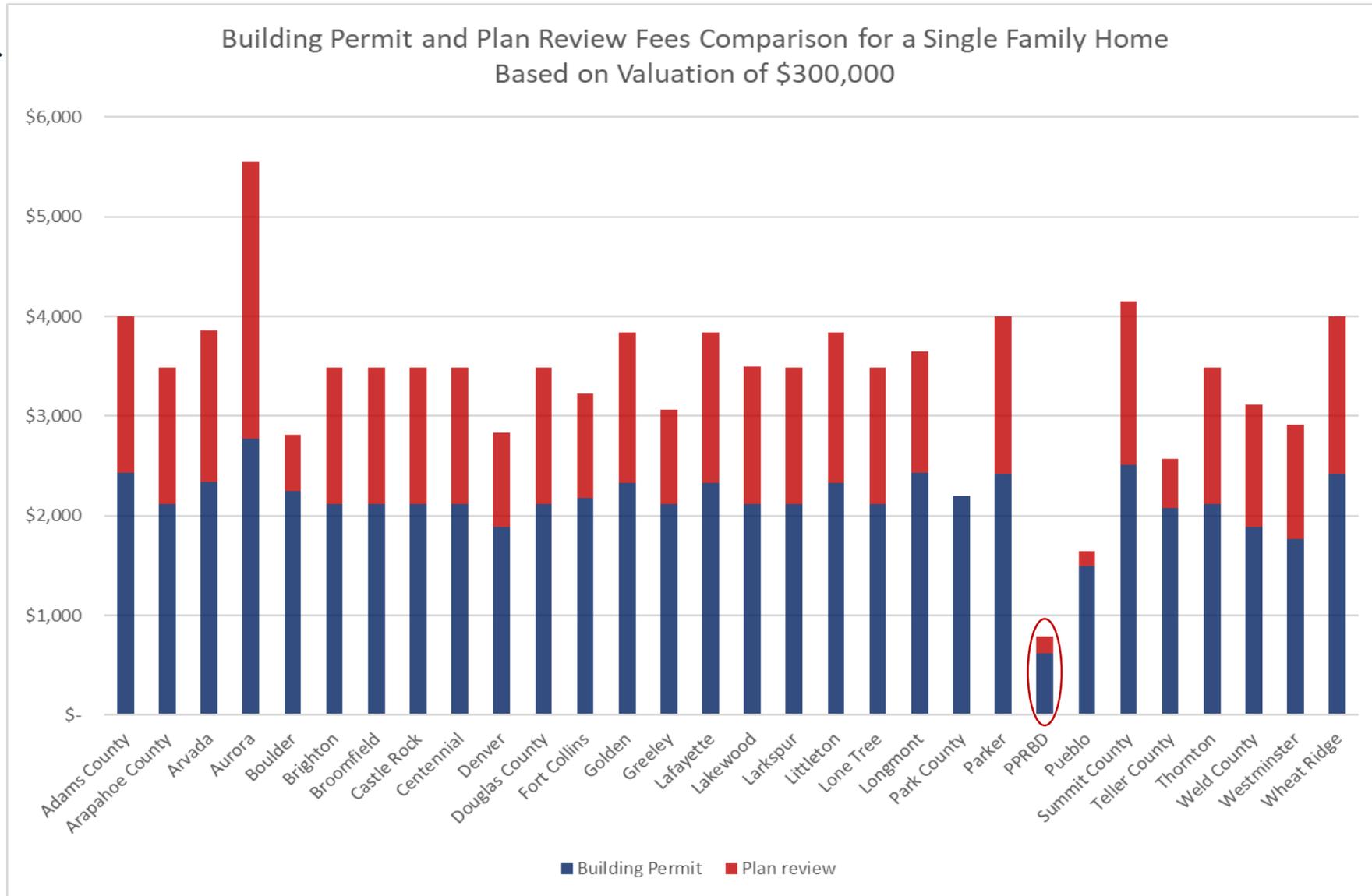


2020 Budget Highlights

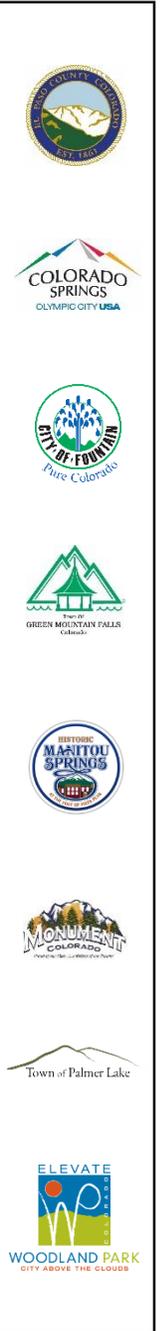
- No Fee Increase
- Balanced budget
- Continue Licensing Reward program
- Capital for new location

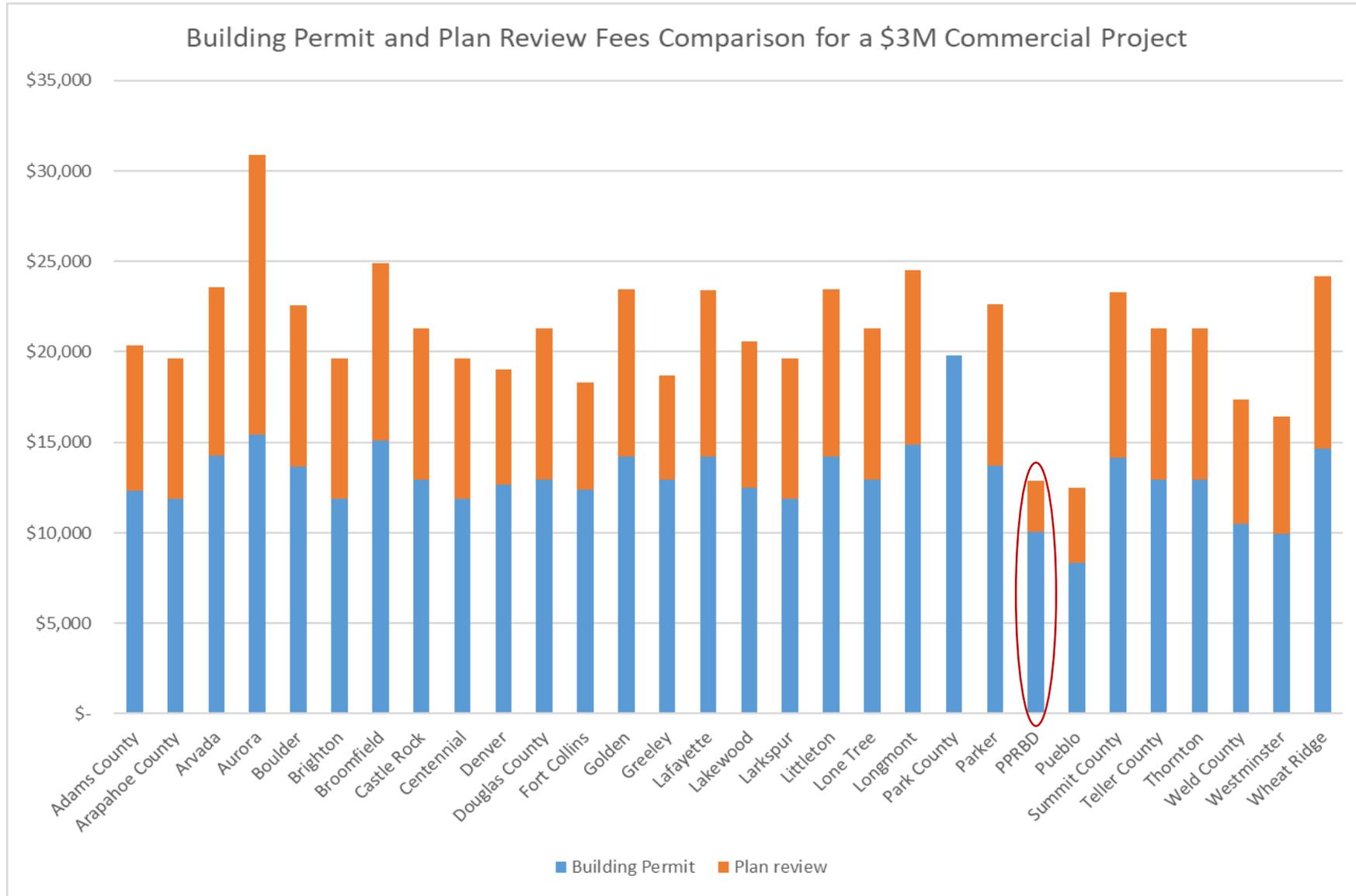
Ensuring life safety and welfare of our community through efficient and consistent application of adopted codes and standards



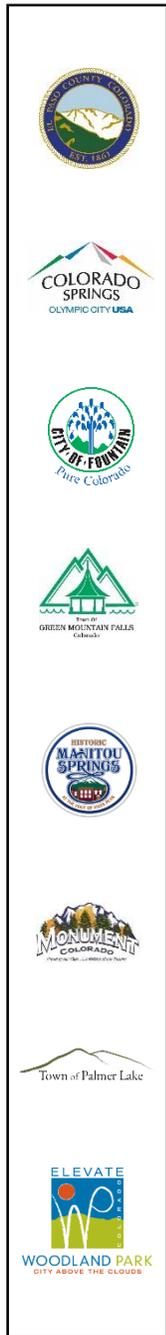


Ensuring life safety and welfare of our community through efficient and consistent application of adopted codes and standards





Ensuring life safety and welfare of our community through efficient and consistent application of adopted codes and standards





Summary of Revenue and Expenditures

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2018 Actual</u>	<u>2019 Budget</u>	<u>2020 Budget</u>	<u>% Change</u>
Revenue						
Permit Revenue	\$ 14,424,827	\$ 11,901,266	\$ 14,534,925	\$ 12,281,500	\$ 15,562,000	26.7%
Fee Revenue	3,116,182	3,202,482	3,321,733	3,491,950	3,446,450	-1.3%
Other Revenue	395,967	3,202,482	742,334	514,000	252,794	-50.8%
Total Revenue	17,936,975	18,306,230	18,598,992	16,287,450	19,261,244	18.3%
Expenses						
Salary & Benefits	8,619,583	10,064,069	11,345,130	13,118,182	14,498,394	10.5%
Operating Expenses	4,223,766	6,490,852	4,941,829	4,400,123	4,487,850	2.0%
Cost of Sales	235,634	225,476	332,002	325,000	275,000	-15.4%
Total Expenses	13,078,983	16,780,397	16,618,960	17,843,305	19,261,244	7.9%
Net Income	4,857,992	1,525,833	1,980,032	(1,555,855)	-	
Beginning Fund Balance	4,866,981	9,724,973	11,250,806	13,230,838	11,674,983	
Ending Fund Balance	9,724,973	11,250,806	13,230,838	11,674,983	11,674,983	

Ensuring life safety and welfare of our community through efficient and consistent application of adopted codes and standards





Revenue

	2017 Actual	2018 Actual	2019 Budget	2020 Budget	2020 Budget - 2019 Budget	%
Permit Revenue						
Building Permits	\$ 10,065,037	\$ 11,938,118	\$ 10,733,500	\$ 11,950,000	\$ 1,216,500	11.3%
Permit Fee Discount	(1,320,146)	(775,864)	(2,000,000)*	-	2,000,000	-100.0%
Mechanical/Plumbing Permits	1,833,331	1,926,689	2,100,000	2,100,000	-	0.0%
Electrical Permits	1,235,881	1,335,766	1,350,000	1,400,000	50,000	3.7%
Elevator Permits	44,105	73,082	50,000	73,000	23,000	46.0%
Floodplain Permits	12,525	11,960	17,000	12,000	(5,000)	-29.4%
Mobile Home Permits	30,534	25,175	31,000	27,000	(4,000)	-12.9%
Total Permit Revenue	11,901,266	14,534,925	12,281,500	15,562,000	3,280,500	26.7%
Fee Revenue						
Plan Check Fees	1,894,306	1,931,901	2,100,000	2,100,000	-	0.0%
Contractor Licensing Fees	511,057	540,281	525,000	540,000	15,000	2.9%
Licensing Reward Program	(250,000)	(266,041)	(300,000)*	(300,000)*	-	0.0%
Elevator Inspections	304,365	303,437	330,000	305,000	(25,000)	-7.6%
Address Assignment Fees	169,086	175,052	200,000	180,000	(20,000)	-10.0%
Mechanical Licenses	12,715	13,790	16,000	15,000	(1,000)	-6.3%
Re-Inspections	152,050	117,610	155,000	120,000	(35,000)	-22.6%
Floodplain Plan Review	87,336	96,130	90,000	90,000	-	0.0%
Variance Requests	13,200	8,700	15,000	9,000	(6,000)	-40.0%
Utility Fees	11,688	12,672	12,000	12,000	-	0.0%
Collection & Other Fees	296,679	388,200	348,950	375,450	26,500	7.6%
Total Fee Revenue	3,202,482	3,321,733	3,491,950	3,446,450	(45,500)	-1.3%
Other Revenue						
Code Sales	115,334	169,415	200,000	100,000	(100,000)	-50.0%
Rental Income	9,875	19,740	15,000	15,000	-	0.0%
Misc. Revenue	45,449	52,135	59,000	59,000	-	0.0%
Gain On Sale Of Assets	1,294,000	183,435	-	-	-	0.0%
Interest Earnings	73,685	288,816	200,000	50,000	(150,000)	-75.0%
EPC CAM Back Bill	28,794	28,794	40,000	28,794	(11,206)	-28.0%
Total Other Revenue	1,567,137	742,334	514,000	252,794	(261,206)	-50.8%
Total Revenue	\$ 16,670,886	\$ 18,598,992	\$ 16,287,450	\$ 19,261,244	\$ 2,973,794	18.3%

* Conditional upon the Department's administrative staff determining that funds are available for any amount not exceeding the one, as approved, and authority to terminate at any time.

Ensuring life safety and welfare of our community through efficient and consistent application of adopted codes and standards





Expenses

	<u>2017 Actual</u>	<u>2018 Actual</u>	<u>2019 Budget</u>	<u>2020 Budget</u>	<u>2020 Budget - 2019 Budget</u>	<u>% Change</u>
Salary & Benefits	\$ 10,064,069	\$ 11,258,495	\$ 13,118,182	\$ 14,498,394	\$ 1,380,212	10.5%
Rent	578,685	578,463	578,848	580,280	1,432	0.2%
Supplies	250,955	338,557	519,150	549,150	30,000	5.8%
Maintenance	363,599	174,487	339,000	367,000	28,000	8.3%
Insurance	198,948	227,355	259,705	305,000	45,295	17.4%
Services	602,446	872,112	1,253,263	1,253,263	-	0.0%
Common Area Maintenance	357,706	357,706	357,707	357,707	-	0.0%
Community Engagement & Education	483,376	166,157	292,000	275,000	(17,000)	-5.8%
Depreciation	3,655,138	703,766	800,450	800,450	-	0.0%
Cost Of Sales	225,476	331,946	325,000	275,000	(50,000)	-15.4%
Total Expenditures	<u>\$ 16,780,397</u>	<u>\$ 15,009,043</u>	<u>\$ 17,843,305</u>	<u>\$ 19,261,244</u>	<u>\$ 1,417,939</u>	<u>7.9%</u>

Ensuring life safety and welfare of our community through efficient and consistent application of adopted codes and standards





Questions?

Ensuring life safety and welfare of our community through efficient and consistent application of adopted codes and standards

