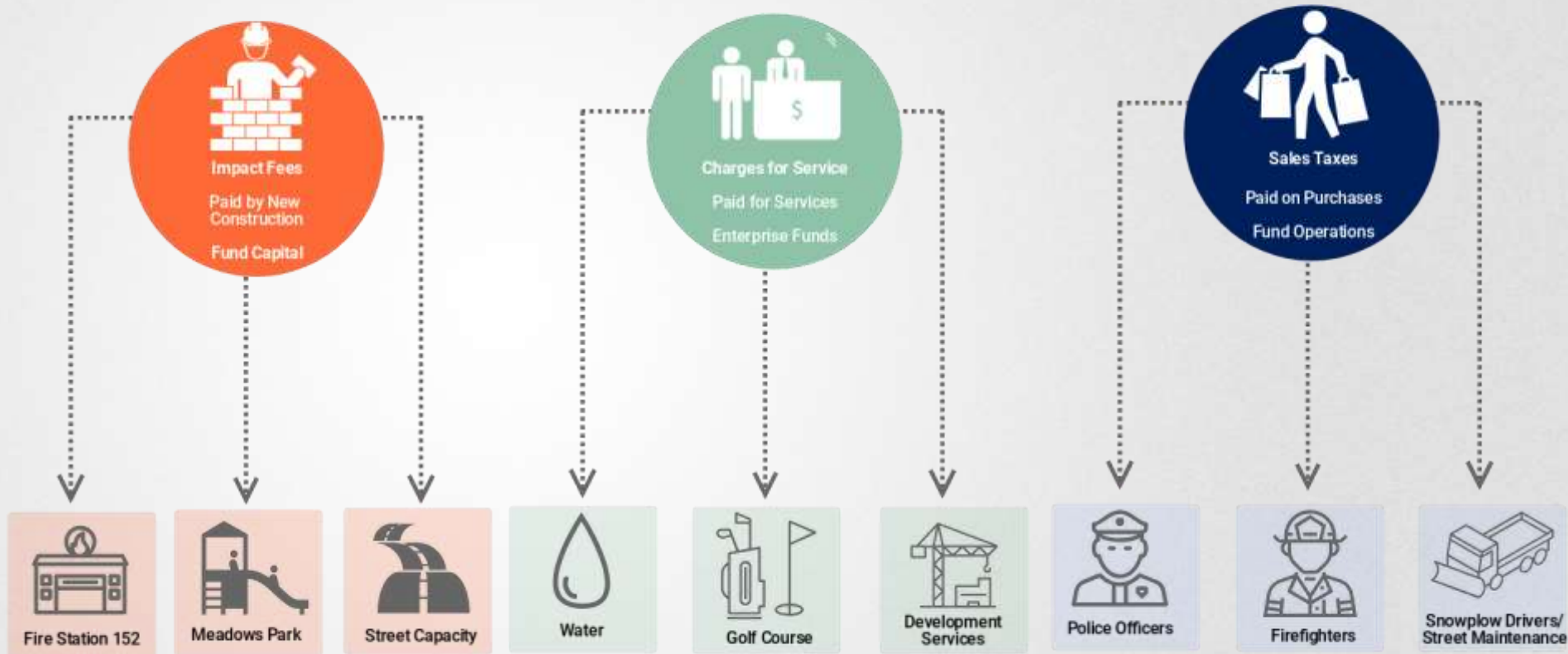


2020 FIRST QUARTER FINANCIAL REVIEW

JUNE 2, 2020



Review of the Town's finance structure:



2020 FIRST QUARTER FINANCIAL REVIEW

COVID-19 IMPACTS AND RESPONSE

- Economic assistance programs including small business grants, loans and water billing assistance have been created to help residents impacted by COVID
- Revenue shortfalls are expected in multiple funds, most notably from Sales Tax collections
- Budget reductions and project deferrals have been identified in many departments
- Staff continue to monitor the full scope of the economic impact and will make other budget adjustments as needed.

Sales Tax Revenue by Operating Fund	2020 Percent Allocation	Percent of Total Fund Revenue for 2020
General Fund	70.29%	65.56%
Transportation Fund	24.26%	49.74%
Community Center Fund	5.25%	33.53%

A 15 to 20% Sales Tax reduction is currently projected for 2020



2020 FIRST QUARTER FINANCIAL REVIEW

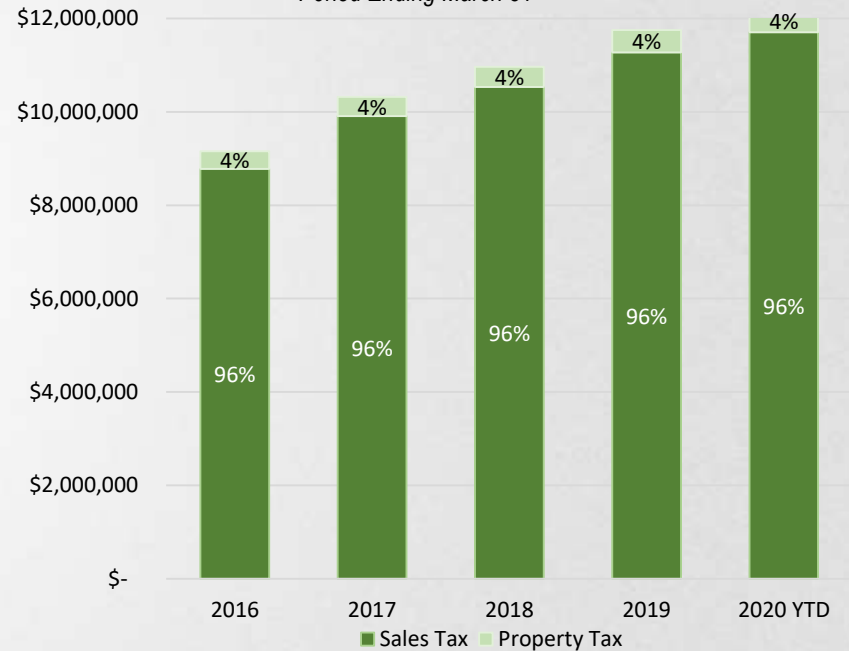
GENERAL FUND SUMMARY

- Town collected sales tax is 4.1% greater than 2019 through March. Revenue for March was down 2.4%
- General Fund revenue was 8% over budget through the first quarter
- General Fund expenditures were 17% under budget through March, primarily due to timing of capital projects

COVID RESPONSE

- General Fund budget reductions and project deferrals totaling about 20% of the 2020 budget have been identified.

2016 - 2020 Sales v. Property Tax Collections
Period Ending March 31

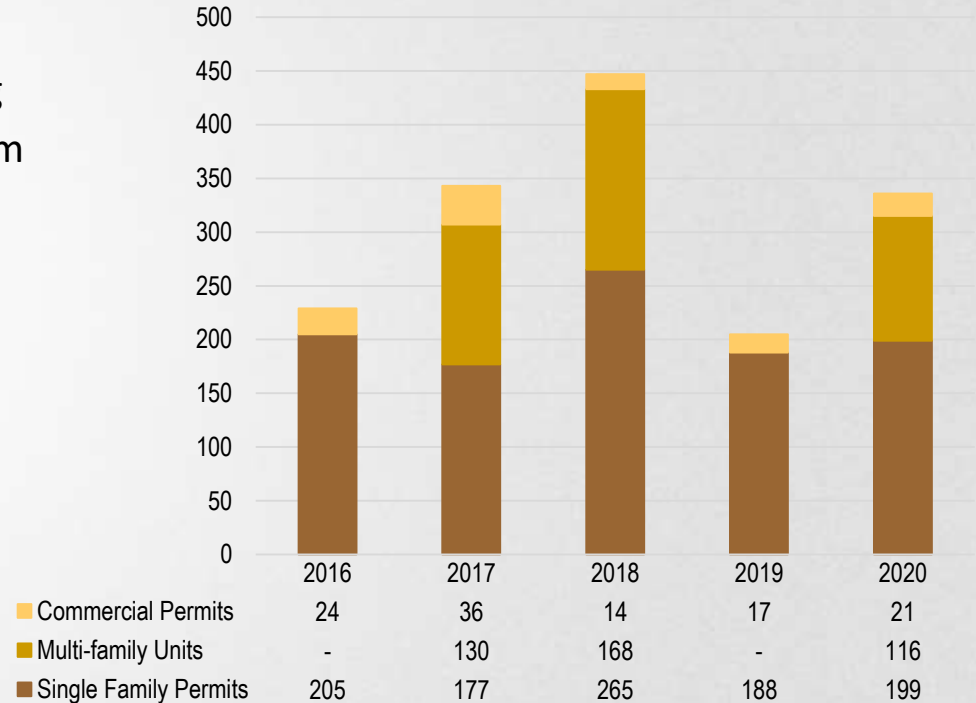


2020 FIRST QUARTER FINANCIAL REVIEW

HOW IS THE TOWN GROWING?

- Through March, development related revenues are 13% over budget, including Building Use Tax, Impact Fees, and System Development Fees
- Permits issued in 2020 include:
 - 199 single family
 - 116 multi family
 - 21 commercial permits

First Quarter Building Permit Issuance
2016-2020



2020 FIRST QUARTER FINANCIAL REVIEW

HOW IS THE TOWN FOCUSING RESOURCES ON PRIORITIES IN 2020?



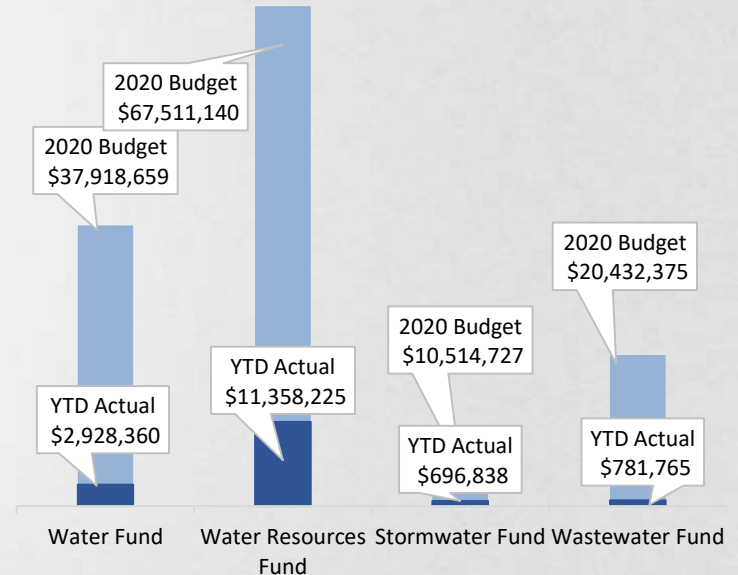
Ensuring our Water Future:

- WISE (Water, Infrastructure, and Supply Efficiency) Upgrades
- Craig and Gould infrastructure improvements
- Advanced Oxidation Facility upgrades

COVID RESPONSE

- Budget reductions have been identified including deferring several projects such as the Liberty Village Yellow Zone, New Water Supply Wells, Newlin Gulch pipelines, Plum Creek interceptor upsize, and the construction of the Admin/Customer Service building

**Castle Rock Water Funds
Expenditures as of March 31, 2020**



2020 FIRST QUARTER FINANCIAL REVIEW

HOW IS THE TOWN FOCUSING RESOURCES ON PRIORITIES IN 2020?



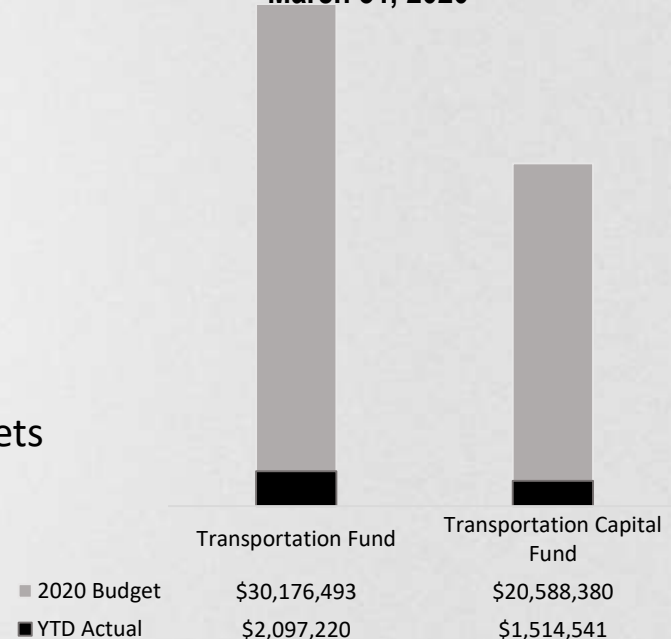
Enhancing our Transportation:

- Construction of widening on Plum Creek Parkway and a roundabout at Plum Creek Parkway and Gilbert Street
- Ongoing right of way acquisition and design of an interchange at Crystal Valley Parkway and Interstate 25
- Design of improvements at the intersection of Highway 86/Founders Parkway/5th street/Ridge Road
- Design of widening on Ridge Road
- Construction of a roundabout at Wilcox and South Streets

COVID RESPONSE

- Transportation Fund budget reductions and project deferrals include holding vacant positions open and deferring some pavement improvement work

Transportation Expenditures March 31, 2020



2020 FIRST QUARTER FINANCIAL REVIEW

HOW IS THE TOWN FOCUSING RESOURCES ON PRIORITIES IN 2020?

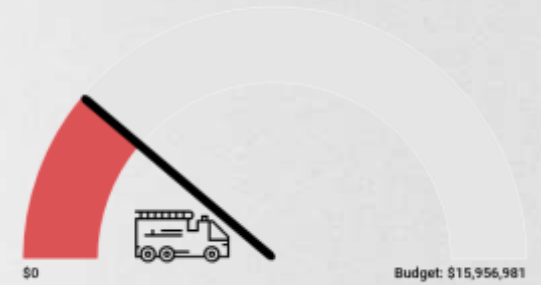
Ensuring our Public Safety:

- Fire & Rescue funding for a consultant related to a dedicated department medical director, additional personnel protective equipment, and replacement of ballistic personal protective equipment
- Castle Rock Police addition of two patrol officers and a School Resource Officer

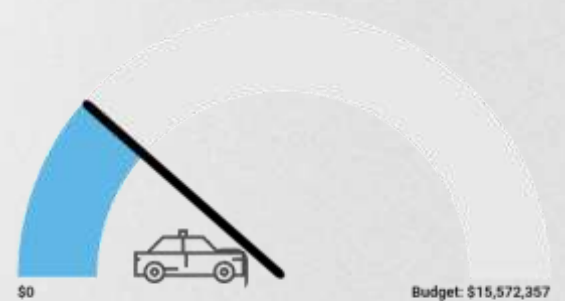


Public Safety General Fund Expenditures

March 31, 2020



● Fire & Rescue: \$3,561,848 YTD Actual



● Police: \$3,571,823 YTD Actual

2020 FIRST QUARTER FINANCIAL REVIEW

HOW IS THE TOWN FOCUSING RESOURCES ON PRIORITIES IN 2020?



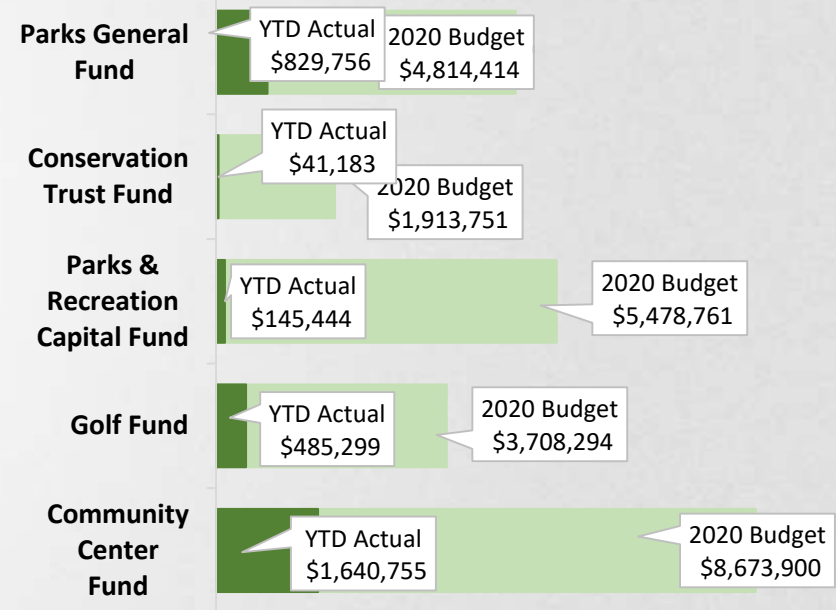
Maintaining Strong Parks and Recreation:

- Replacing a pool dehumidification unit
- Trail upgrades
- Funding recreational opportunities at Rueter-Hess Reservoir
- Cobblestone Park design planning

COVID RESPONSE

- Revenue shortfalls are expected in the Community Center and Golf Funds
- Budget reductions including supplies, training, seasonal position hiring deferrals, and the furloughing of part time employees have been identified in response.

Parks & Recreation Expenditures As of March 31, 2020





QUESTIONS?

