

# **FY 14 Draft Preliminary Budget**

Governing Board Briefing

December 13, 2012

# Today's Presentation

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- **Preliminary FY14 Budget Submission Requirements**
- **FY14 Preliminary Budget Overview**
- **Key Projects**
- **Next Steps**



# Preliminary FY14 Budget Submission Requirements

# SB1986 Revised Budget Requirements

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- **By January 15, each water management district shall submit a preliminary budget for the next fiscal year for legislative review**
- **Distribution includes President of the Senate, Speaker of the House of Representatives, Chairs of legislative committees and subcommittees with substantive or fiscal jurisdiction over water management districts**

# SB1986 Revised Budget Requirements

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- **By March 1, Legislature may submit comments on preliminary budget to the districts**
- **Districts shall respond in writing by March 15**
- **Outcome of legislative review process (including any amendments to preliminary budget submission) becomes basis for tentative budget submission on August 1**

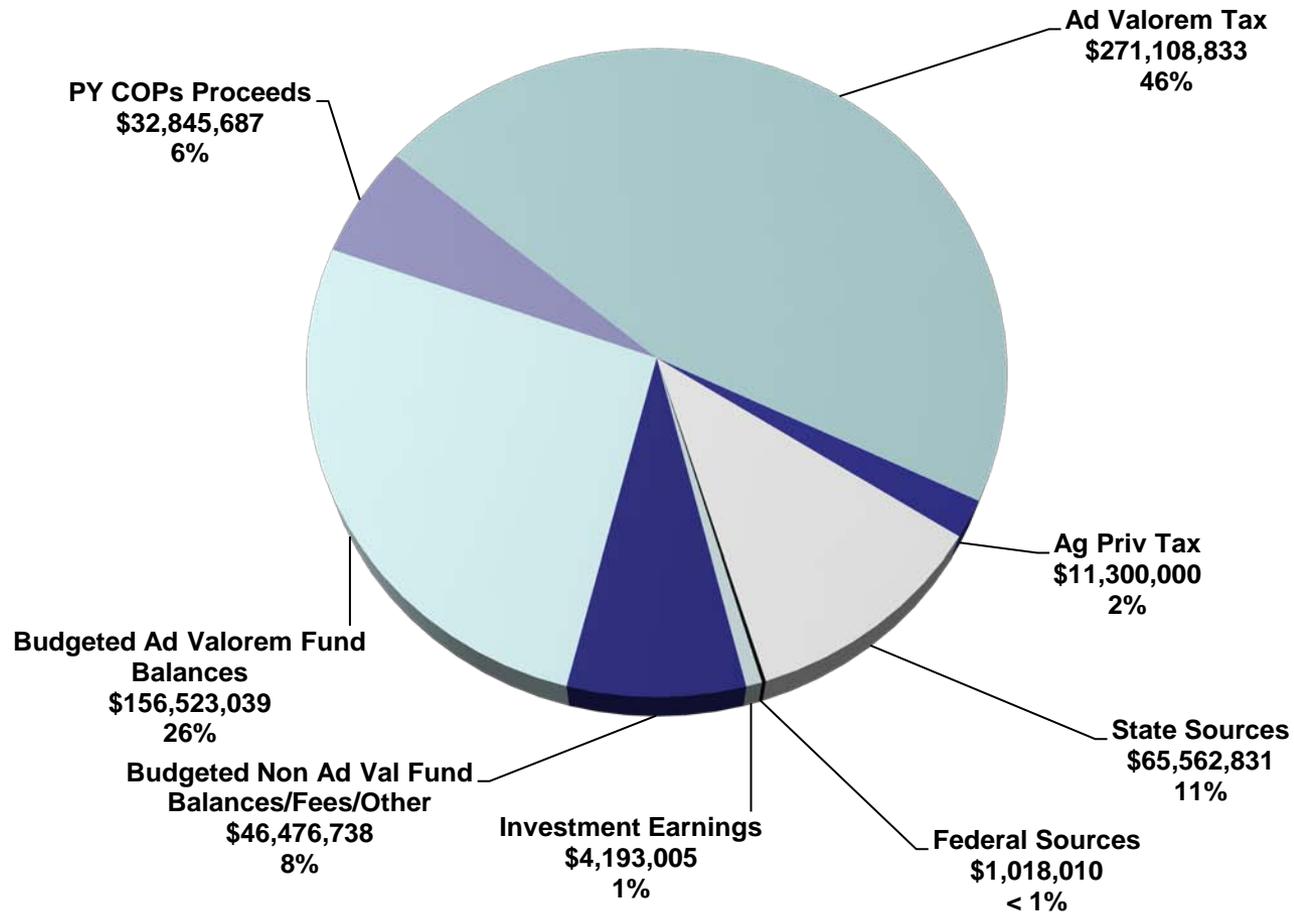
# Budget Planning Considerations

- **Revised budgetary planning based on statutory changes**
  - **Build a more inclusive budget and reduce over time if work is implemented or contracts executed later in FY13**
  - **Avoid budget increases later in process**
  - **Key Spend Down Plan re-budgets**
- **Results in a \$21.7M (3.8%) increase from FY13 adopted budget**

# FY14 Preliminary Budget

# FY14 Preliminary Budget – Revenues

## FY2014 Preliminary Revenue Sources \$589,028,143



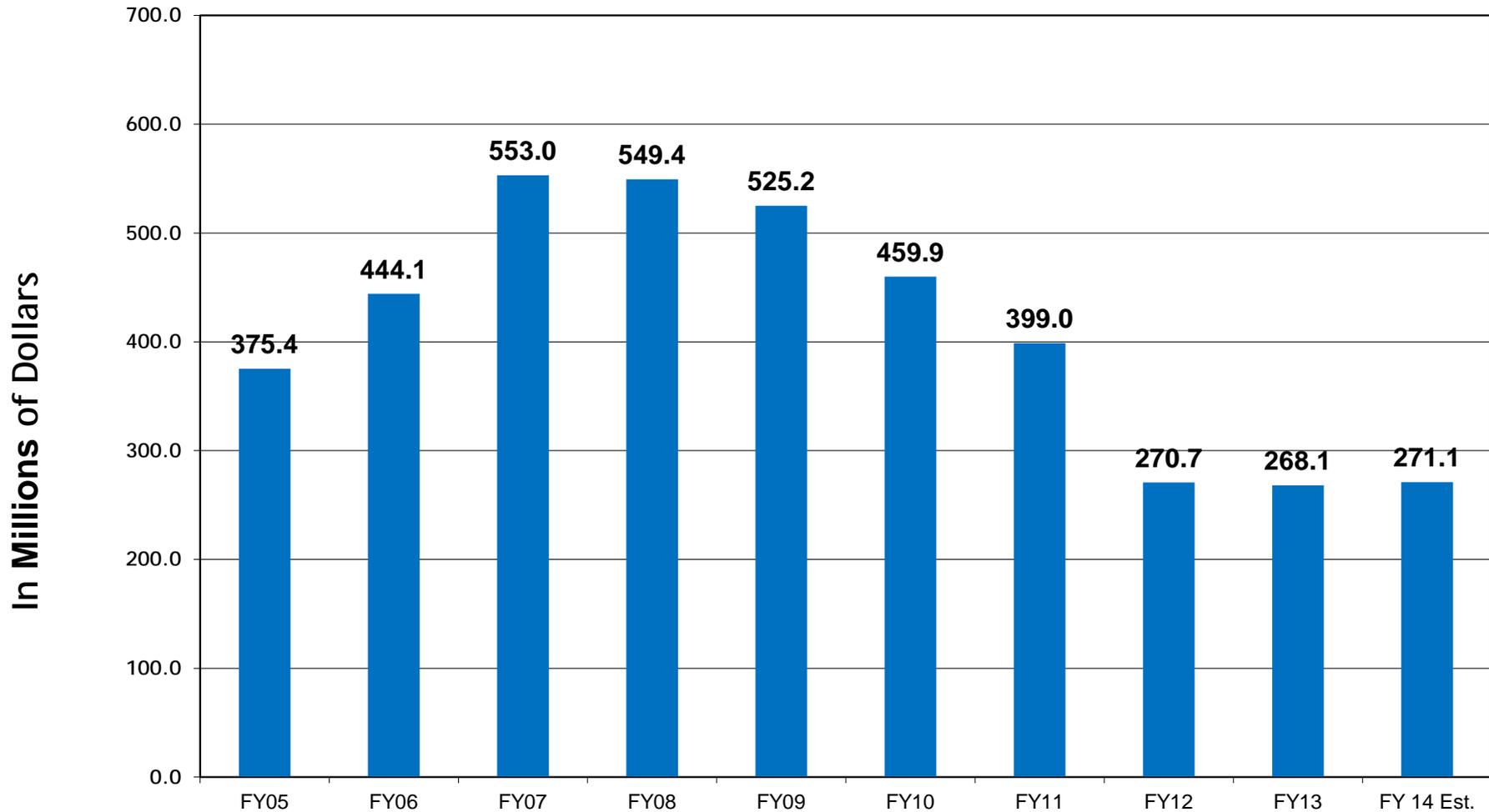
# Key Revenue Considerations/Estimates

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- **Ad Valorem Revenue \$271.1M**
  - **Baseline \$268.1M**
  - **New construction \$3.0M**
- **Ad Valorem Investment Income -\$399K**
- **Regulatory Permit Fee Revenue -\$253K**
- **Mining Royalty Revenue +\$784K**
- **Outdoor Public Information System Revenue \$0**

# Ad Valorem Tax Revenue Trend

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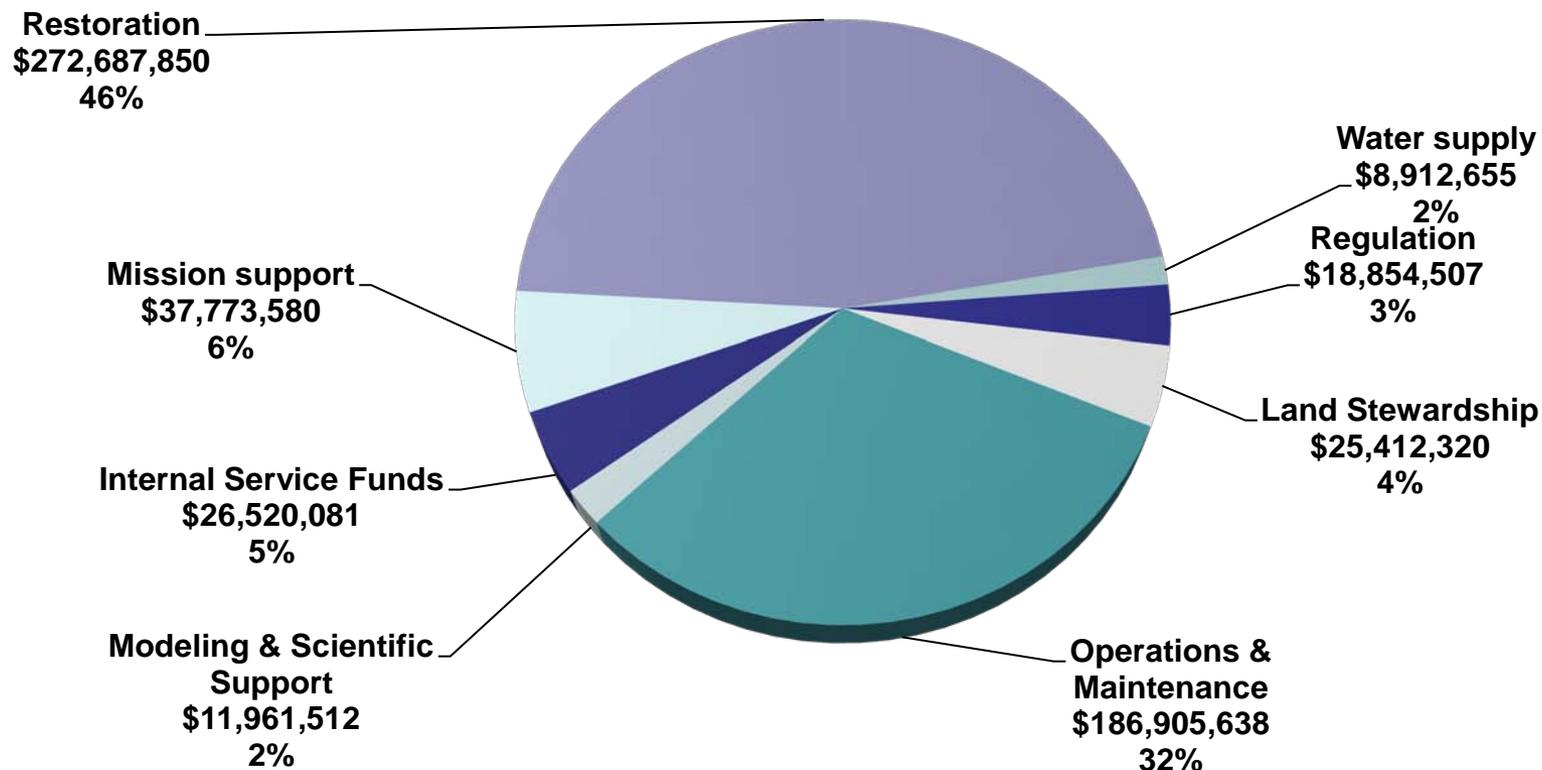
# Save Our Everglades

## FY14 New Funding Request

- **Restoration Strategies: \$32.0M**
  - **Eastern Flowpath Flow Equalization Basin: \$19.1M**
  - **Eastern Flowpath STA-1W Expansion: \$5.2M**
  - **Central Flowpath Flow Equalization Basin: \$7.7M**
- **CERP: \$15.0M**
  - **Picayune Strand: \$12.7M**
  - **C-44 Reservoir/STA: \$2.3M**

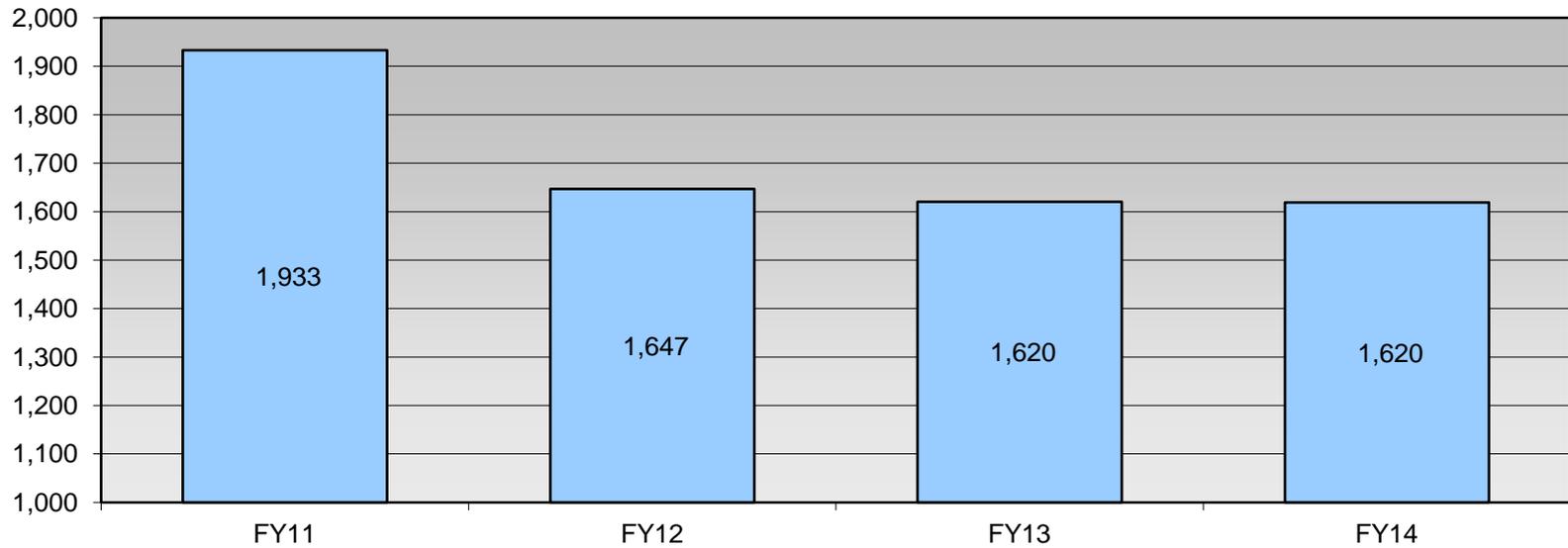
# FY14 Preliminary Budget – Expenditures

## FY2014 Preliminary Expenditures \$589,028,143



# Permanent Position/FTE Trend

### District Staffing Trend



# Key Expenditure Considerations/Estimates

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- **Increase for new works \$2.4M including:**
  - **Picayune Strand Merritt/FakaUnion PS \$1.3M**
  - **Lakeside Ranch STA \$115K**
  - **C-111 Spreader Canal \$366K**
  - **BBCW Deering Flowway \$82K**
  - **8 ½ Square Mile Area/C-111 South S-357 \$182K**
- **Estimated increase in FRS cost \$1.7M**
  - **Estimate based on FY14 rates passed last Legislative Session (HB5005)**
  - **Reduce unfunded actuarial liability of \$18B**

# Salary Considerations

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- **No salary increase or bonuses in last 5 years**
- **CPI increase of > 11% during same period**
- **Preliminary budget includes 2 types of salary adjustments:**
  - **Base pay adjustment of 2.5% for craft field employees who perform flood control operations and maintenance**
  - **Estimated recurring cost \$442,000**
- **Performance-based merit bonus program for all other staff**
  - **One time bonus amount dependent upon available balances in personnel budget**

# FY14 O&M \$50M Capital Plan Projects

## ■ Key projects:

- **C-4 Canal Improvement construction \$4.1M**
- **S-5A refurbishment design \$1.1M**
- **G103 Weir replacement construction \$2.4M**
- **North Shore Trash Rakes \$14.5M**
- **Hillsboro Canal Bank Stabilization \$9.6M**
- **Structure gate/wingwall repairs \$4.0M**
- **S-150 Replacement/automation construction \$1.3M**
- **Telvent SCADA system replacement \$2.0M**

# FY14 Restoration Projects

- **Key projects:**
  - **Restoration Strategies \$91.9M**
  - **Caloosahatchee projects \$19.2M**
  - **Picayune Restoration \$15.1M**
  - **Dispersed water management \$11.3M**
  - **C-44 \$10.9M**
  - **C-111 South Dade \$9.0M**
  - **Regulatory Source Control development \$3.8M**
  - **Kissimmee monitoring/modeling \$1.9M**
  - **Biscayne Bay/FL Bay monitoring/analysis \$1.2M**

# Spend Down Plan Summary

## ■ Spend Down Plan

- Rebudget reserves, external risk management and tax collector fees \$71.6M
- FY14 planned \$75.6M for projects
- Estimated FY13 rebudget for projects \$31.1M, including:
  - Dispersed water management \$4.3M
  - C-111 South \$7.5 ad valorem
  - Restoration Strategies - \$10.6M
  - C-44 Reservoir/STA \$3.0M
  - C-43 Lake Hicpochee/BOMA \$2.1M
- Updated spend down amount for FY14 \$178.4M

# Next Steps

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- **Receive Governing Board feedback/guidance**
- **Finalize preliminary submission report & spreadsheets**
- **Submit package to Legislature, Governor's Office and DEP**
- **Conduct follow up with Tallahassee staff**
- **Prepare any responses/updates necessary**
- **Report progress or issues as needed**
- **Continue refinement of preliminary budget for presentation in June 2013**

# Governing Board Discussion/Guidance