

FY2015 Budget Update

Item # 35
July 10, 2014

Today's Presentation

- **FY15 budget update**
- **Review millage rates**
- **Request Governing Board approval of proposed millage rates for certification to property appraisers**
- **Key Dates**



Updated Ad Valorem Estimates (in Millions)

Revenue Category	FY15 Preliminary	FY15 Updated	Variance
Baseline	\$ 264.1	\$ 263.1	\$ (1.0)
New Construction	\$ 3.2	\$ 2.8	\$ (0.4)
Total	\$ 267.3	\$ 265.9	\$ (1.4)

Rolled Back Millage Rates

■ Statutory definition of rolled back rate

- Millage rate which, exclusive of new construction ... will provide the same ad valorem tax revenue for each taxing authority as was levied during the prior year
- Department of Revenue forms and calculations do not address a circumstance of prolonged VAB process that results in significantly reduced prior year values
- Timing of final value certification within a 3 day window does not allow us to adjust rolled back rate for final changes in prior year values
- Due to volume, we never receive final values from Miami-Dade county until the following year

Value Adjustment Board Taxroll Impacts

Prior Year Taxable Value Certification	Tax Base (In Billions)	Miami-Dade (In Billions)
July 2013 (FY14)	\$ 694.878	\$ 199.108
July 2014 (FY15)	\$ 686.148	\$ 191.453
Change (in Billions)	\$ (8.730)	\$ (7.655)

Ad Valorem Trend

	FY12	FY13	FY14	FY15 Prelim	FY15 Update
Baseline Revenue	270.7	270.7	268.1	266.6	266.6
Change in Baseline	-	(4.7)	(3.5)	(2.5)	(3.5)
New Construction	N/A	2.1	2.0	3.2	2.8
Total	270.7	268.1	266.6	267.3	265.9

FY15 Process Recap

Initial Estimated FY15 Shortfall	-12.7
Adjustments prior to December	6.1
December Shortfall	-6.6
Adjustments btw Dec and June	9.3
Subtotal	2.7
Merit Increase Funding	-3.0
June Revised Shortfall	-0.3
July Impact of Taxable Values	-1.4
July Revised Shortfall	-1.7

Addressing the Recurring Ad Valorem Revenue Gap of \$1.7M

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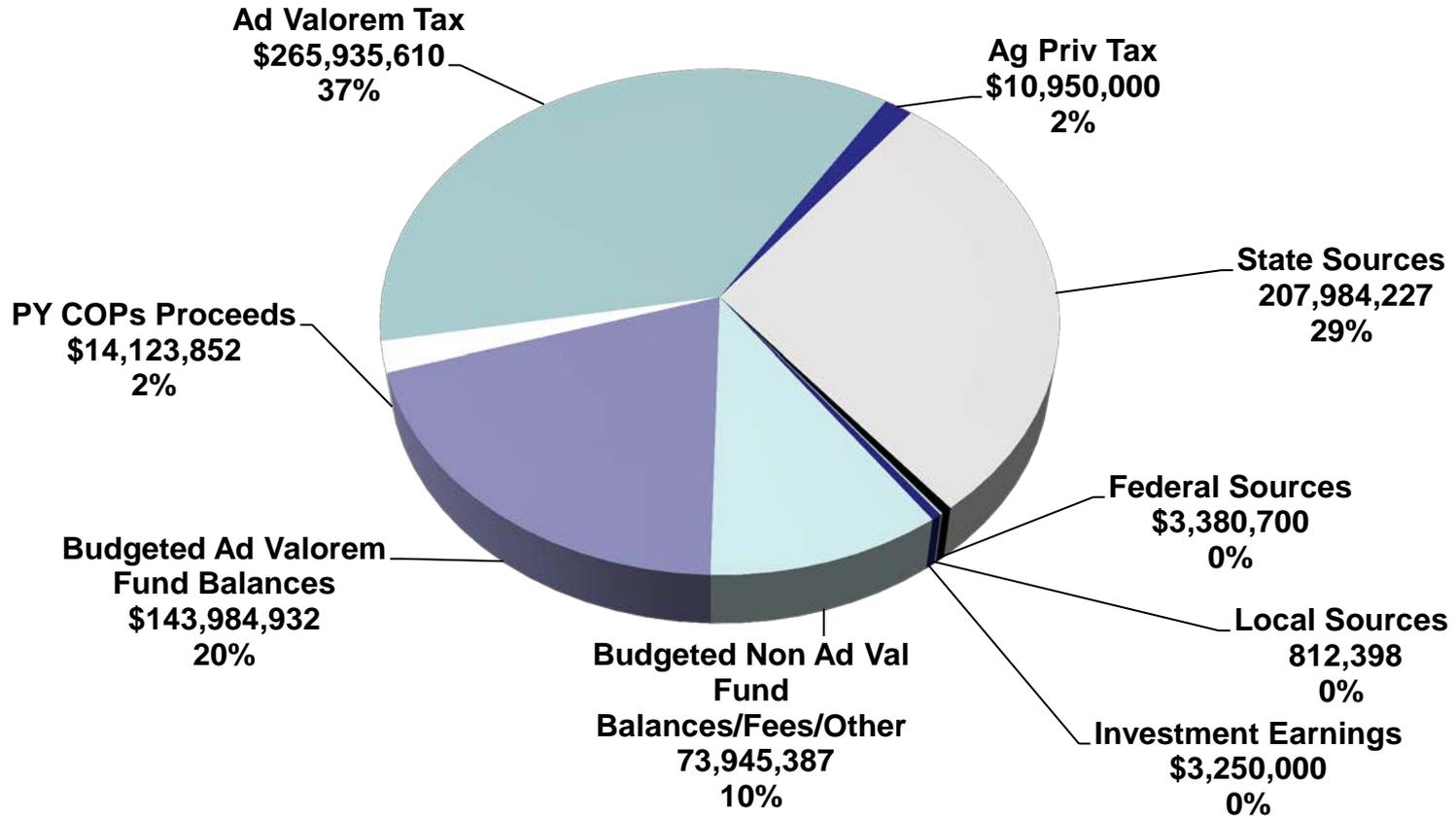
- **Make part of merit pay adjustment a one-time bonus**
- **Continue evaluation of recurring costs to make more recurring funding available**
- **Insurance plan designs & premiums need to be addressed annually starting in FY16 to avoid Cadillac Plan tax**

July Budget Updates

June Budget	724.9
Adjustments:	
Ad Valorem Adjustments	-1.7
FWC Exotics Funding	0.7
L-40 Levee PS Removal	0.4
July Revised Budget	724.3

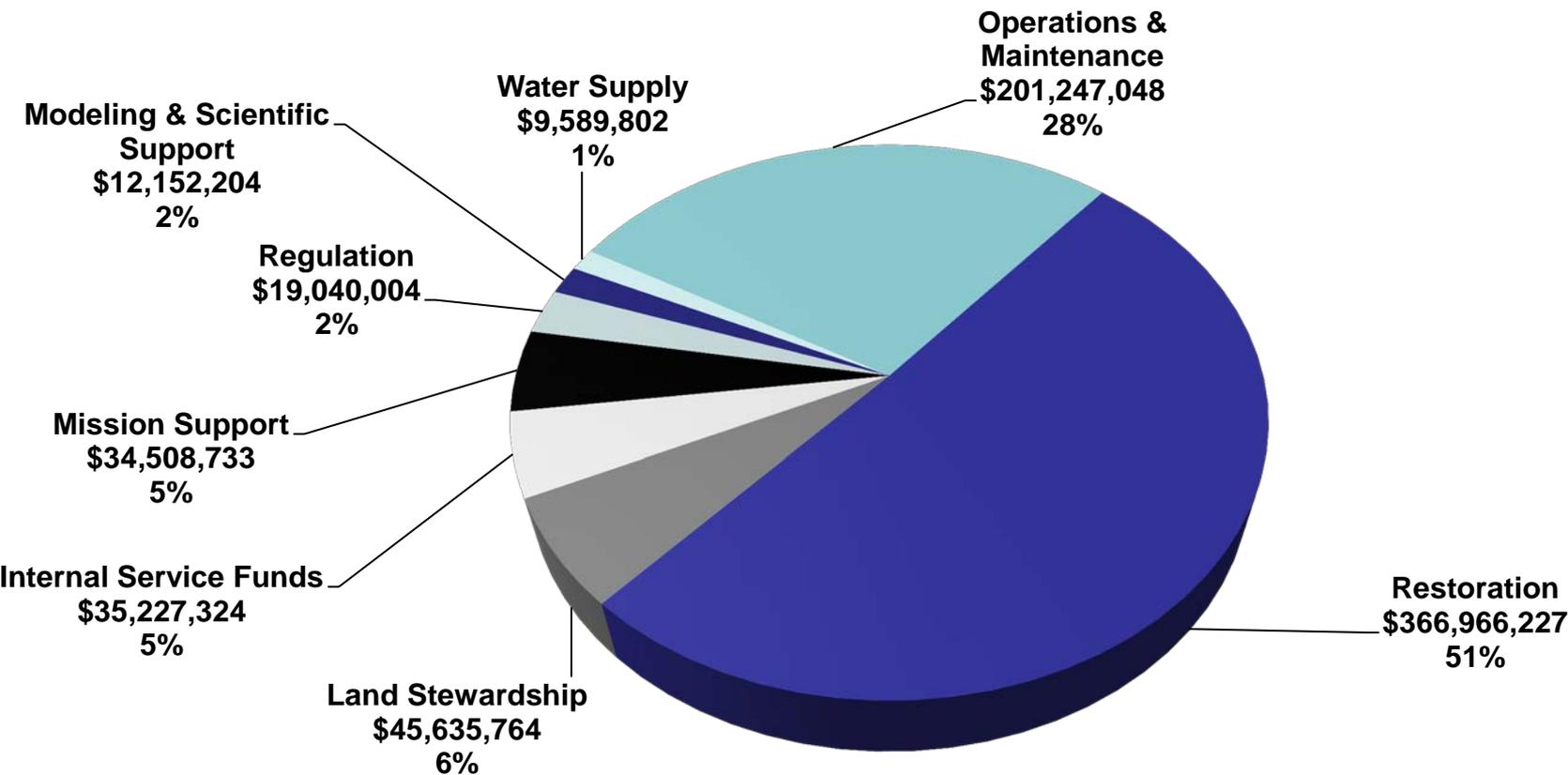
FY15 July Budget Overview

FY2015 Tentative Revenue Sources \$724,367,106



FY15 July Budget Overview

FY2015 Tentative Budget Expenditures \$724,367,106



Next Steps

- **Today: District Governing Board FY15 Budget Update and approval of proposed millage rates**
- **July: Complete county appraiser millage certifications**
- **August 1: Submit FY15 Tentative Budget report to Governor and Legislature**
- **August: review budget with Tallahassee staff**
- **September 11 & 23: Public meetings to adopt tentative and final millage rates & budget**

Proposed Millage Rates – Current Rolled Back Rate Calculations

Millage Rate	FY14 Adopted	FY15 Rolled Back	Recommended	% Change from Rolled Back	Change from FY14 Adopted
District-wide	0.1685	0.1577	0.1577	0.00%	-0.0108
Okeechobee Basin	0.1838	0.1717	0.1717	0.00%	-0.0121
Everglades Construction Project	0.0587	0.0548	0.0548	0.00%	-0.0039
Total Okeechobee Basin	0.4110	0.3842	0.3842	N/A	-0.0268

District-wide	0.1685	0.1577	0.1577	0.00%	-0.0108
Big Cypress Basin	0.1593	0.1520	0.1520	0.00%	-0.0073
Total Big Cypress Basin	0.3278	0.3097	0.3097	N/A	-0.0181

Staff Recommendation

- **Adopt rolled back millage rates for certification to county appraisers for Truth in Millage compliance purposes:**
 - **District-at-large 0.1577 mills (0.00% above rolled back rate)**
 - **Okeechobee Basin 0.1717 mills (0.00% above rolled back rate)**
 - **Everglades Construction Project 0.0548 mills (0.00% above rolled back rate)**
 - **Big Cypress Basin 0.1520 mills (0.00% above rolled back rate)**

Thank you