

# FY 14 Tentative Budget Update

Governing Board Briefing

June 13, 2013

# Today's Presentation

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- **Review of Preliminary FY14 Budget**
- **Tentative FY14 Budget Update**
- **Key Projects**
- **Outstanding Issues**
- **Next Steps**



# Review of Preliminary FY14 Budget Submission

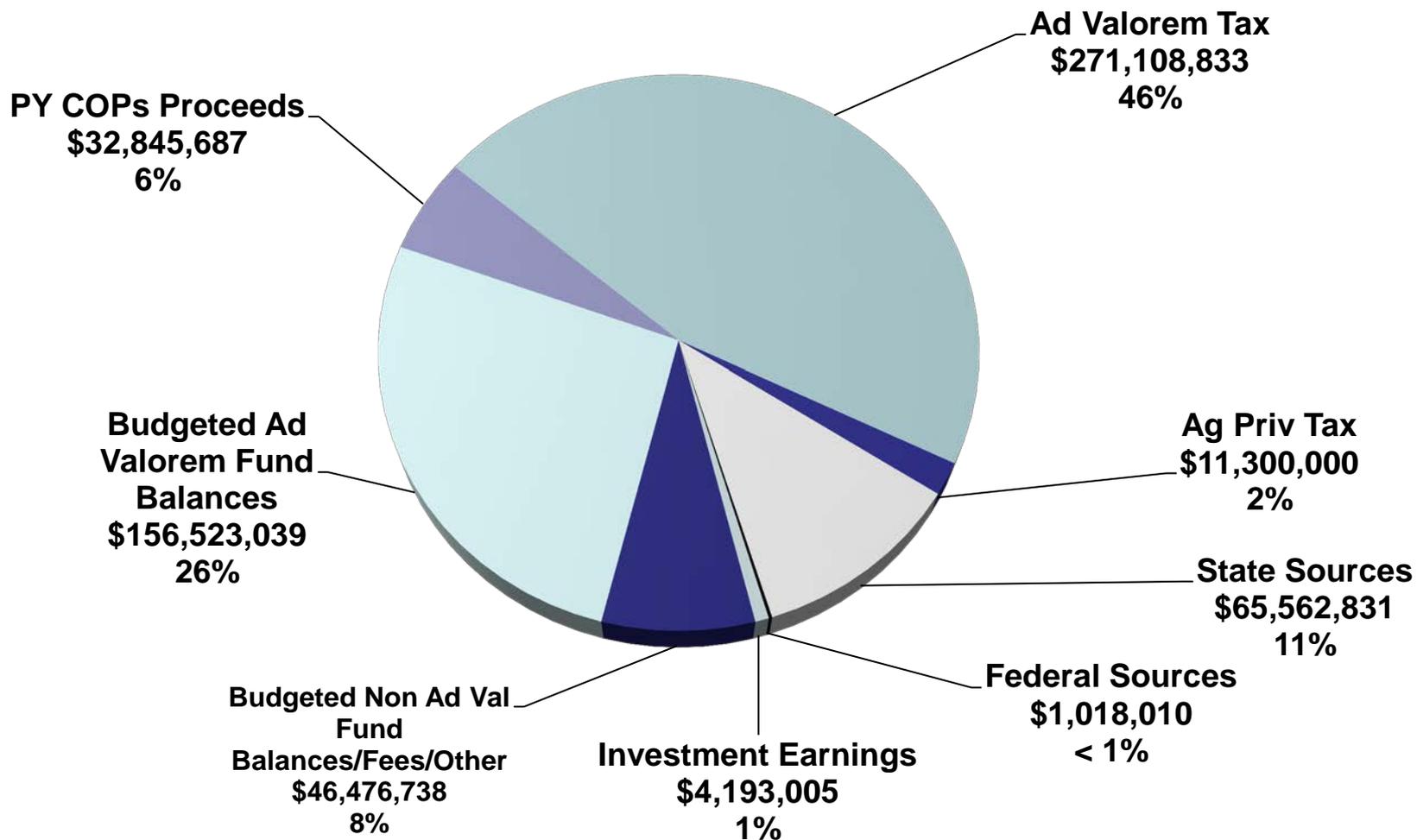
# Budget Development Timeline

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- **December 2012: presented preliminary FY14 budget to Governing Board**
- **January 2013: submitted preliminary FY14 budget for legislative review**
- **January-February 2013: presented to Legislature and Legislative staff**
- **March 2013: No comments received from Legislature by March 1**
- **Outcome of legislative review process is basis for tentative budget submission on August 1**

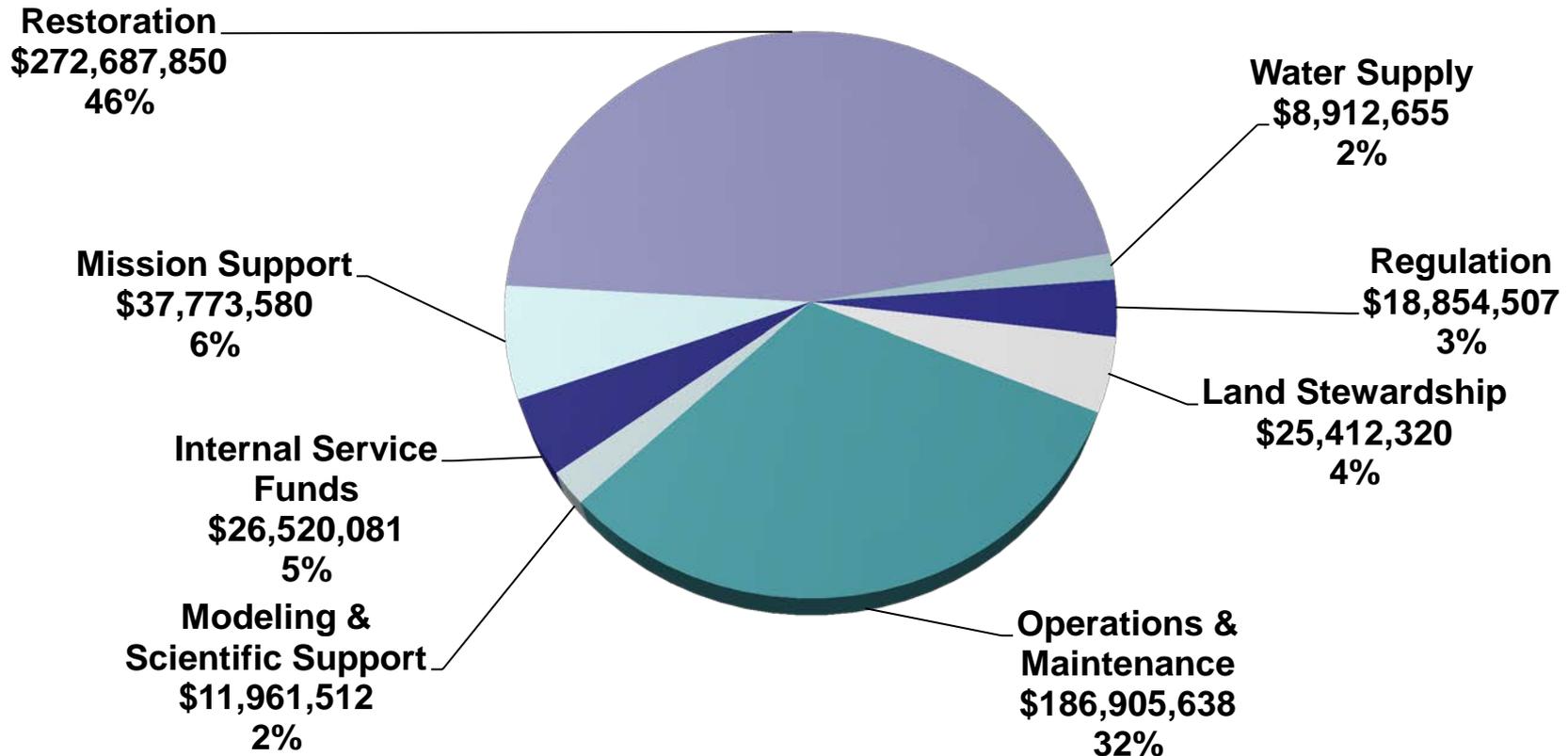
# FY14 Preliminary Budget – Revenues

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



# FY14 Preliminary Budget – Expenditures

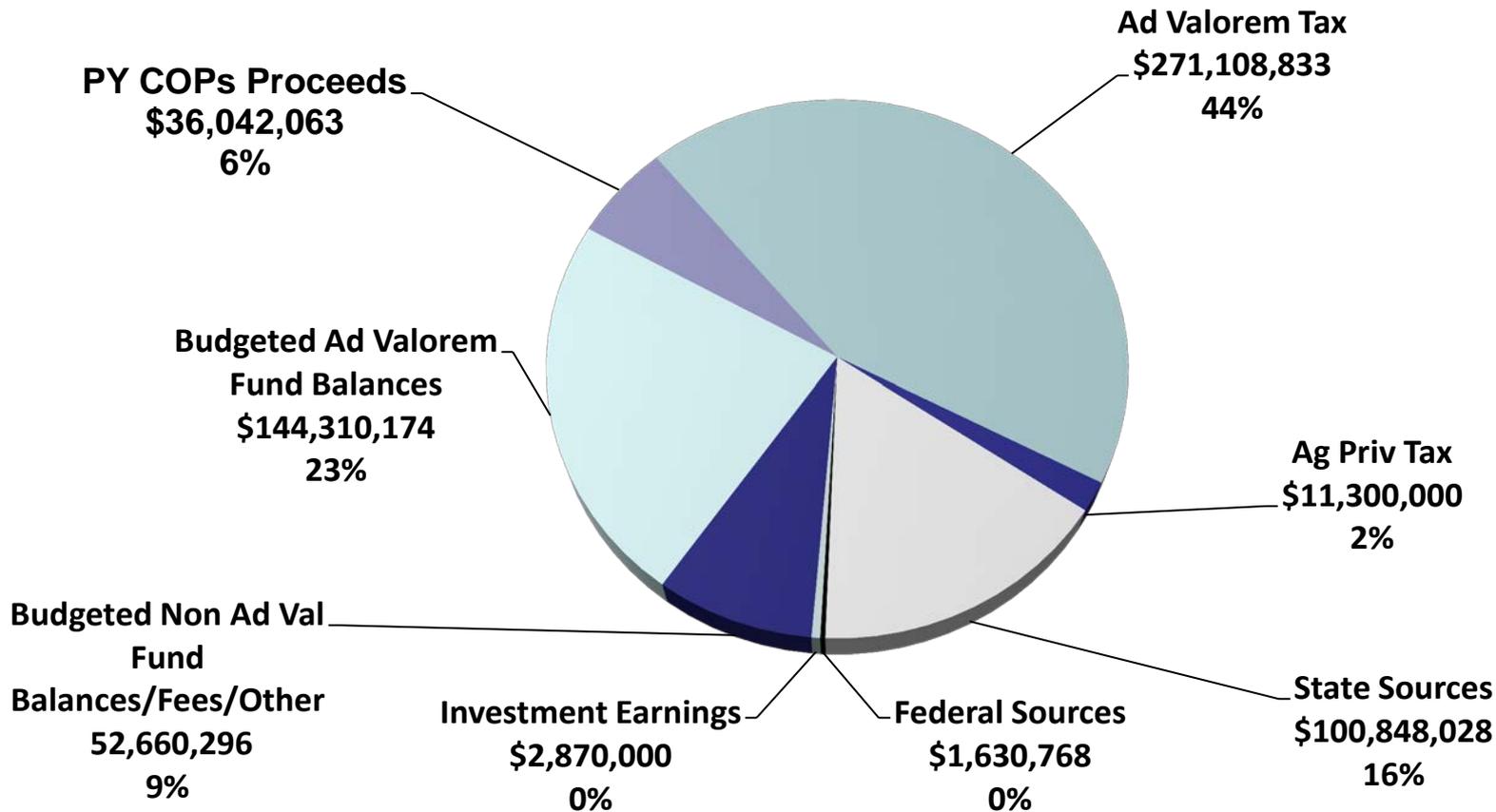
## FY2014 Preliminary Expenditures \$589,028,143



# FY14 Tentative Budget Update

# FY14 Tentative Budget – Revenues

**FY2014 Tentative Revenue Sources**  
**\$620,770,162**



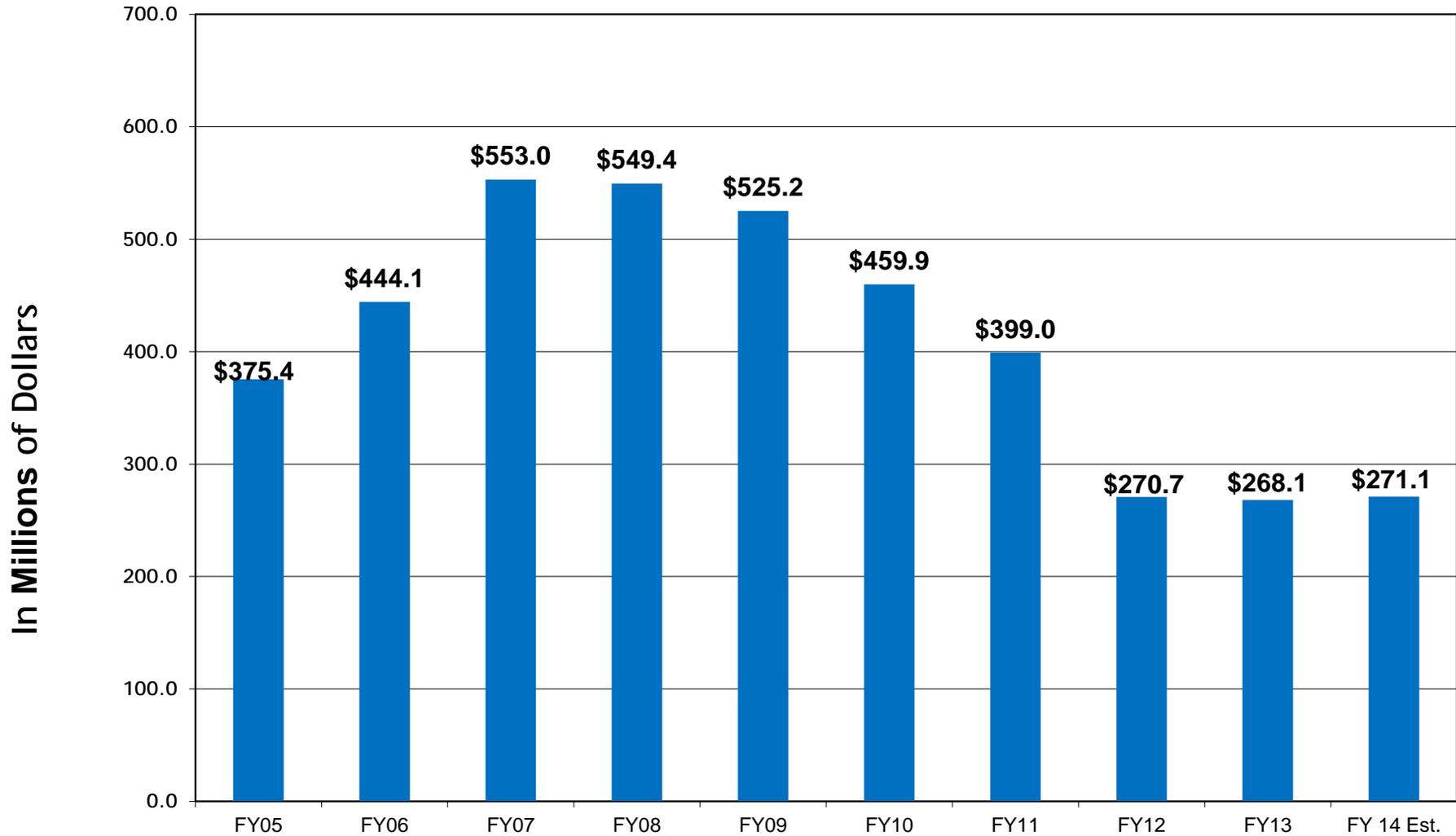
# Revenue Adjustments – January to June

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Revenue Source	January Submission	June Update	Variance
Ad Valorem Taxes	\$271,108,833	\$271,108,833	\$0
Agricultural Privilege Tax	\$11,300,000	\$11,300,000	\$0
State Source - WMLTF	\$6,888,598	\$10,888,598	\$4,000,000
State Source - SOETF (New Appropriation)	\$47,000,000	\$67,000,000	\$20,000,000
State Source - SOETF (Prior Balances)	\$1,881,540	\$7,845,610	\$5,964,070
State Source - Alligator Alley Tolls	\$2,000,000	\$4,400,000	\$2,400,000
State Source - Loxahatchee River Preservation Initiative	\$0	\$1,300,000	\$1,300,000
State Source - Increase to FB Usage	\$7,792,693	\$9,413,820	\$1,621,127
<b>Sub-Total State Sources</b>	<b>\$65,562,831</b>	<b>\$100,848,028</b>	<b>\$35,285,197</b>
Federal Sources - USACE Reimbursement Increase	\$1,018,010	\$1,630,768	\$612,758
Investment Income	\$4,193,005	\$2,870,000	(\$1,323,005)
Ad Valorem Balances	\$156,523,039	\$144,310,174	(\$12,212,865)
Non-Ad Val Balances/Fees/Other	\$45,692,488	\$52,660,296	\$6,967,808
Mining Royalty Revenue	\$784,250	\$0	(\$784,250)
Prior Year COP Proceeds	\$32,845,687	\$36,042,063	\$3,196,376
<b>Total</b>	<b>\$589,028,143</b>	<b>\$620,770,162</b>	<b>\$31,742,019</b>

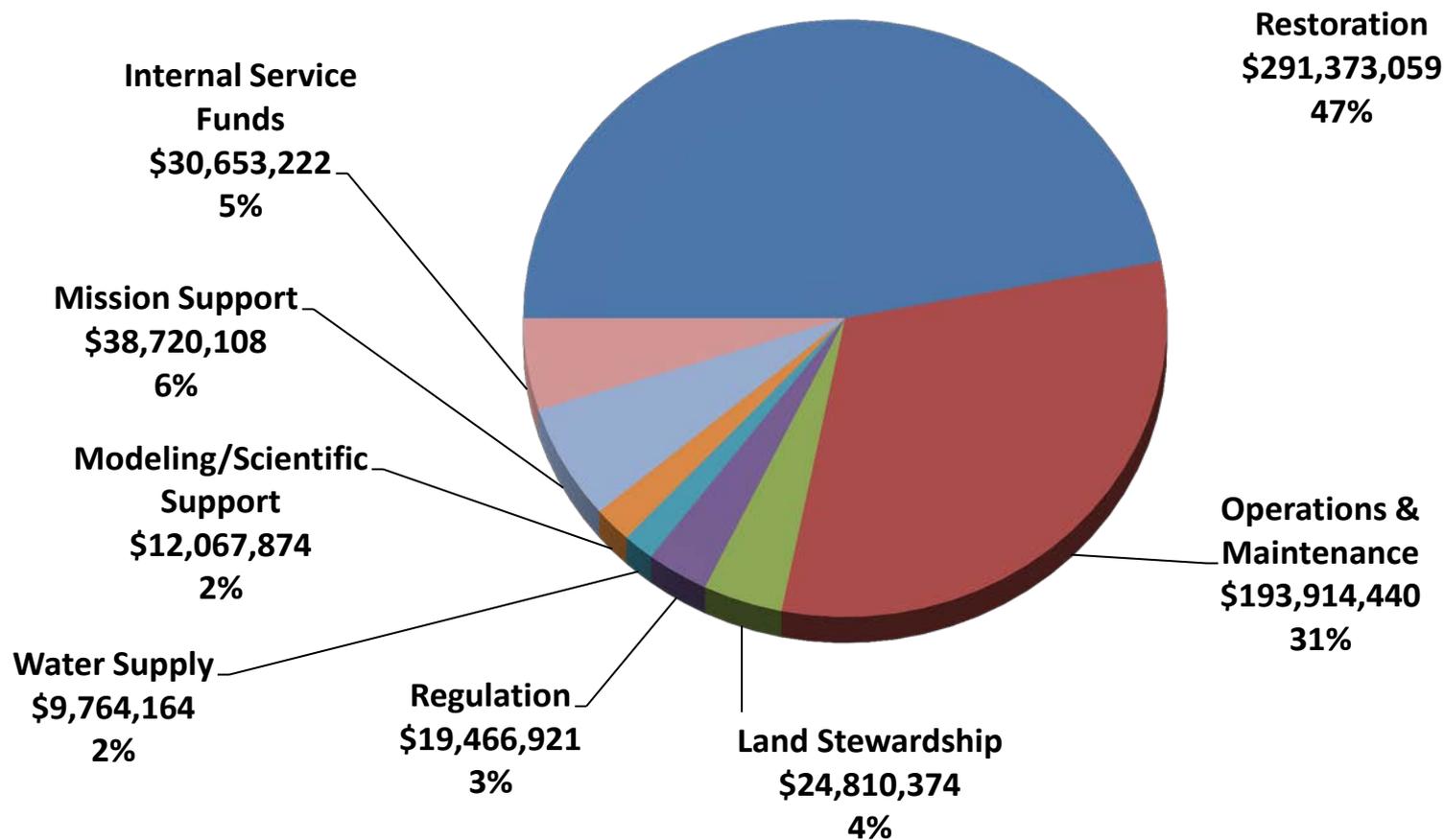
# Ad Valorem Tax Revenue Trend

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# FY14 Tentative Budget – Expenditures

**FY2014 Tentative Expenditures**  
**\$620,770,162**

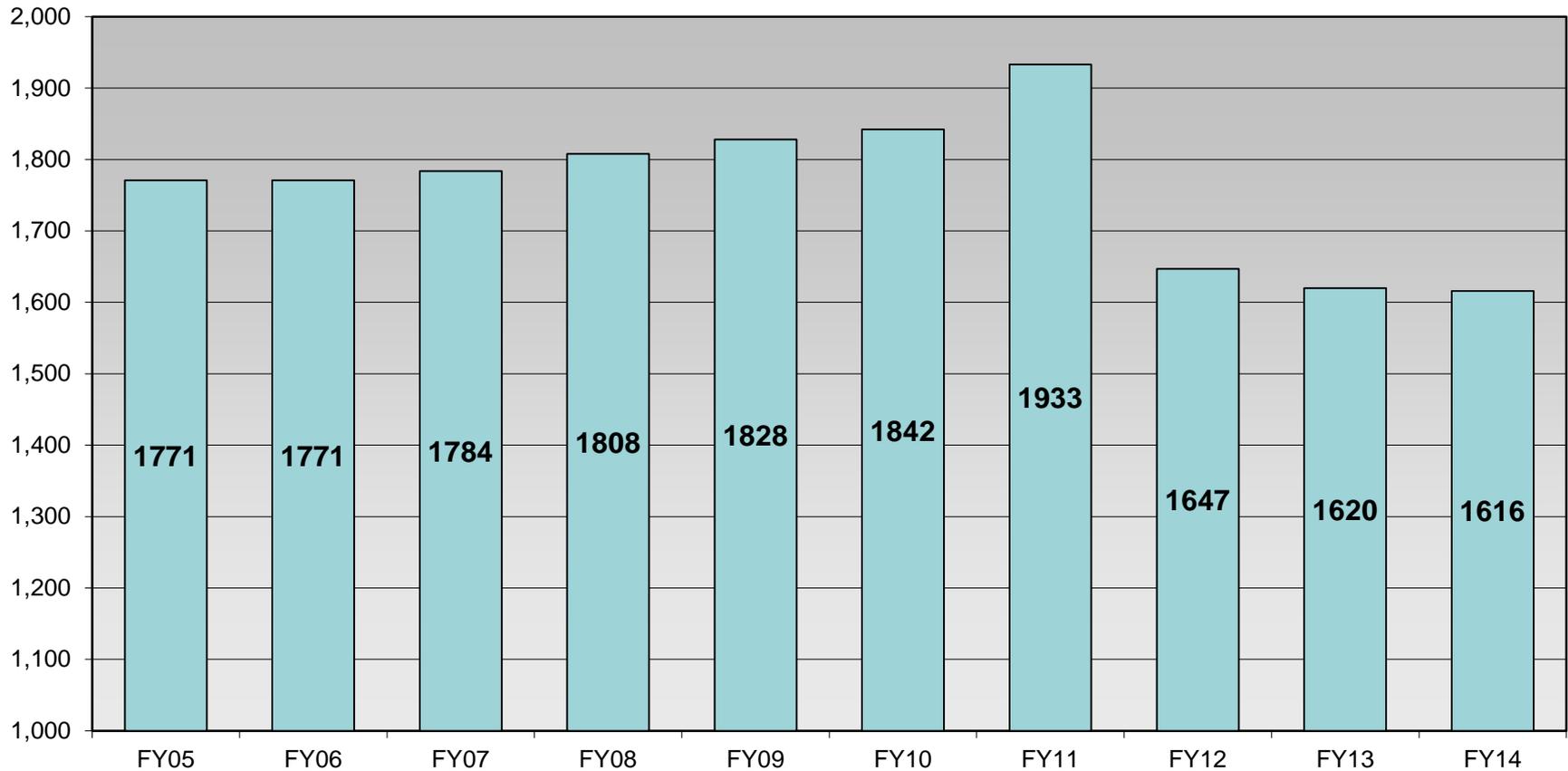


# Expense Adjustments – January to June

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<b>Program Category</b>	<b>January Submission</b>	<b>June Update</b>	<b>Variance</b>
Restoration	\$272,687,850	\$291,373,059	\$18,685,209
Operations & Maintenance	\$186,905,638	\$193,914,440	\$7,008,802
Land Stewardship	\$25,412,320	\$24,810,374	(\$601,946)
Regulation	\$18,854,507	\$19,466,921	\$612,414
Water Supply	\$8,912,655	\$9,764,164	\$851,509
Modeling/Scientific Support	\$11,961,512	\$12,067,874	\$106,362
Mission Support	\$37,773,580	\$38,720,108	\$946,528
Internal Service Funds	\$26,520,081	\$30,653,222	\$4,133,141
<b>Total</b>	<b>\$589,028,143</b>	<b>\$620,770,162</b>	<b>\$31,742,019</b>

# 10-Year FTE/Funded Positions Trend



# Key Expenditure Estimates

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- **Increase for new works \$2.2M including:**
  - **Picayune Strand Merritt/FakaUnion PS \$1.0M**
  - **Lakeside Ranch STA \$105K**
  - **C-111 Spreader Canal \$421K**
  - **BBCW Deering Flowway \$106K**
  - **8 ½ Square Mile Area/C-111 South S-357 \$165K**
  - **C-44 Intake Canal and Tower \$66K**
  
- **Increase in FRS District cost \$2.0M**
  - **Estimate based on final FY14 rates passed in the Legislative Session**
  - **Reduce unfunded actuarial liability of \$19.3B**

# Planned Uses of Save Our Everglades (SOETF) Appropriations

<b>Project</b>	<b>New Appropriations</b>	<b>Prior Year Balances</b>	<b>Total FY14 Planned Uses</b>
<b>Restoration Strategies:</b>			
L-8 Flow Equalization Basin	\$19,118,000	\$5,386,250	\$24,504,250
STA 1W Expansion	\$5,232,000	\$0	\$5,232,000
EAA A-1 Flow Equalization Basin	\$7,650,000	\$0	\$7,650,000
<b>Sub-Total Restoration Strategies</b>	<b>\$32,000,000</b>	<b>\$5,386,250</b>	<b>\$37,386,250</b>
<b>Restoration Projects:</b>			
C-44 Reservoir	\$20,500,000	\$0	\$20,500,000
Picayune Strand	\$14,500,000	\$0	\$14,500,000
Caloosahatchee Basin Storage/Treatment	\$0	\$1,267,820	\$1,267,820
Rio Stormwater Retrofit Project	\$0	\$310,000	\$310,000
C-43 Water Quality (BOMA)	\$0	\$881,540	\$881,540
<b>Sub-Total Restoration Projects</b>	<b>\$35,000,000</b>	<b>\$2,459,360</b>	<b>\$37,459,360</b>
<b>Grand Total</b>	<b>\$67,000,000</b>	<b>\$7,845,610</b>	<b>\$74,845,610</b>

# FY14 Tentative Budget Highlights

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

## ■ Key Projects:

- **C-4 Canal Improvement construction \$2.2M**
- **C-100A Canal Bank Refurbishment \$1.6M**
- **S-5A Refurbishment design/construction \$3.2M**
- G-103 Weir replacement construction \$2.6M
- G-94 A,B,C,D Replacement/Repairs \$4.3M
- **North Shore Trash Rakes \$12.0M**
- **Hillsboro Canal Bank Stabilization \$8.3M**
- Structure gate/wingwall repairs \$4.0M
- S-13 Repower & Automation construction \$3.1M

# FY14 Restoration Projects

- **Key projects:**
  - **Restoration Strategies \$98.8M**
  - **C-44 \$28.8M**
  - **Picayune Restoration \$15.1M**
  - **Caloosahatchee projects \$8.6M**
  - **Dispersed Water Management \$12.3M**
  - **C-111 South Dade \$9.0M**
  - **Corbett Levee \$4.0M**
  - **Rolling Meadows Wetland Restoration - \$4.0M**

# Spend Down Plan Summary FY14-17 \$413.8M

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- **FY14 Spend Down \$254.4M**
  - includes SOETF appropriations/balances of \$74.8M
- **Key Components:**
  - **Emergency reserves, O&M capital reserve, external risk management \$69.3M**
  - **Restoration projects \$161.0M**
    - Restoration Strategies
    - CERP Projects - Picayune Strand, C-44
    - Caloosahatchee restoration
    - C-111 South
  - **Dispersed Water Management \$8.3M**
  - **BCB Field Station \$2.0M**

# Outstanding Issues/Next Steps

# Outstanding Issues

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- **Impact of reduction in prior year taxroll values**
- **Insurance/benefits costs**
  - **Claims have not gone down despite changes in plans**
  - **Actuarial review/analysis**
- **Implementation of employee pay adjustments**
  - **Options for consideration tied to legislative action**

## Next Steps

- **July 1: Tax Roll Certifications**
- **July 8: Big Cypress Basin millage adoption**
- **July 11: District Governing Board FY14 Budget Update and approval of proposed millage rates**
- **July: Complete county appraiser millage certifications**
- **August 1: Submit FY14 Tentative Budget report to Governor and Legislature**
- **September: Two public meetings to adopt tentative and final millage rates & budget**

# Governing Board Discussion/Guidance