

# FY 2010 CITY MISSION BUDGET DISCUSSION

CITY OF FORT LAUDERDALE



# PURPOSE

- FY 2009/2010 BUDGET CALENDAR HIGHLIGHTS
- OVERVIEW OF REVENUE TRENDS
- OVERVIEW OF EXPENDITURE TRENDS
- OVERVIEW OF FUND BALANCE
- CITY COMMISSION QUESTIONS & CONCERNS

# FY 2009/2010 BUDGET CALENDAR HIGHLIGHTS

<b>Date</b>	<b>Description</b>
April 21, 2009	City Commission Budget Discussion
May 2009 (TBD)	Actuarial Study recv'd for GERS, Fire-Rescue & Police Pensions
May 19, 2009	City Commission Budget Discussion
June 1, 2009	Broward County Property Appraiser (BCPA) provides Preliminary Taxable Values
June 2, 2009	Establish Budget Public Hearing dates at Commission Meeting
June 2009 (TBD)	State Revenue Estimates
June 16, 2009	City Commission Budget Discussion
July 1, 2009	BCPA provides Certified Taxable Values

# FY 2009/2010 BUDGET CALENDAR HIGHLIGHTS

<b>Date</b>	<b>Description</b>
July 21, 2009	FY 2010 Budget & 2010-2014 CIP Plan presented to the City Commission as per City Charter and City Commission Budget Discussion
August 4, 2009	Certify proposed millage rates/fees to BCPA: Sunrise Key (SKNID), Fire Assessment, Lauderdale Isles Water Management District (LIWMD), and Beach Business Improvement District (BID)
August 11-24, 2009	BCPA distributes Truth in Millage (TRIM) Notices to residents
September 1, 2009	Budget Public Hearing # 1
September 15, 2009	Budget Public Hearing # 2

# FY 2008/2009 CURRENT YEAR BUDGET PHILOSOPHY

- Minimize Impacts Due to Revenue Losses
- Continue to Focus on Quality of Life Issues
- Develop Plans for City's Future
- Improve Neighborhoods
- Improve City Infrastructure

# FY 2008/2009 OVERVIEW OF ALL FUNDS

(in millions)	FY 2009	% of Total
General Fund	\$348.2	58%
Enterprise Funds	214.5	36%
Other Funds	<u>40.0</u>	<u>7%</u>
Total	\$602.7	100%

# FY 2008/2009 OVERVIEW OF ENTERPRISE FUNDS

(in millions)	FY 2009	% of Total
Sanitation	\$ 33.4	16%
Water & Sewer & Central Regional	134.8	63%
Stormwater	9.2	4%
Parking System	17.9	8%
Airport	<u>19.2</u>	<u>9%</u>
Total	\$214.5	100%

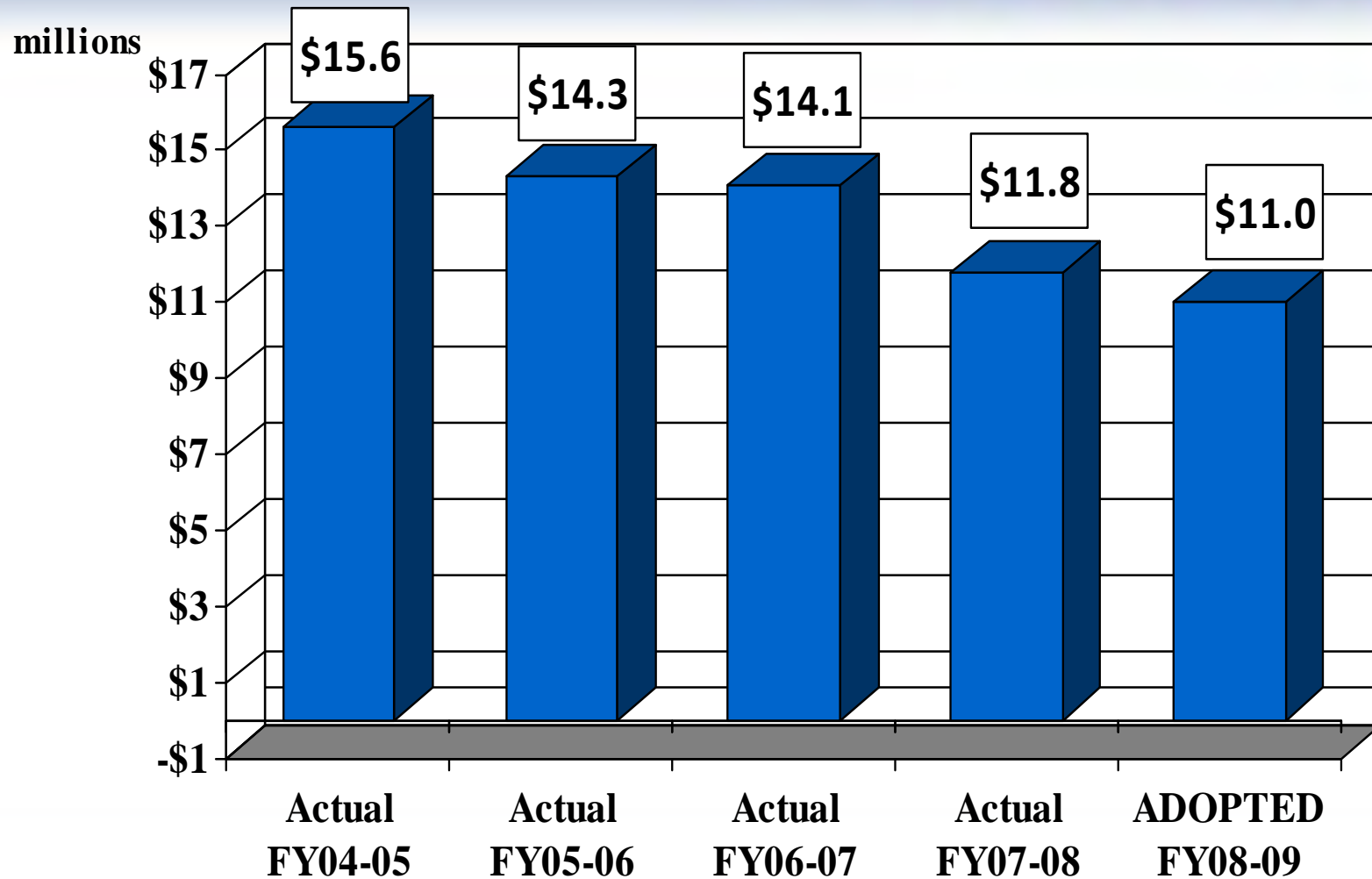
# FY 2008/2009 OVERVIEW OF SPECIAL REVENUE FUNDS

(in millions)	FY 2009	% of Total
Community Redevelopment	\$15.4	53%
Sunrise Key	.19	.7%
Beach Business Improvement District	.61	2%
Housing & Urban Development & SHIP Grants	<u>12.7</u>	<u>44%</u>
Total	\$28.9	100%

# FY 2008/2009 OVERVIEW OF DEBT SERVICE FUNDS

(in millions)	FY 2009	% of Total
General Obligation Bond-2002 Refunded	\$ 2.8	25%
General Obligation Bond-Fire 2005	1.3	12%
FIFC	.4	4%
Sunshine State Loans	.9	8%
Excise Tax Bonds	3.7	34%
Tax Increment Revenue Bonds	<u>1.9</u>	<u>17%</u>
Total	\$11.0	100%

# FIVE YEAR TREND: DEBT SERVICE FUNDS

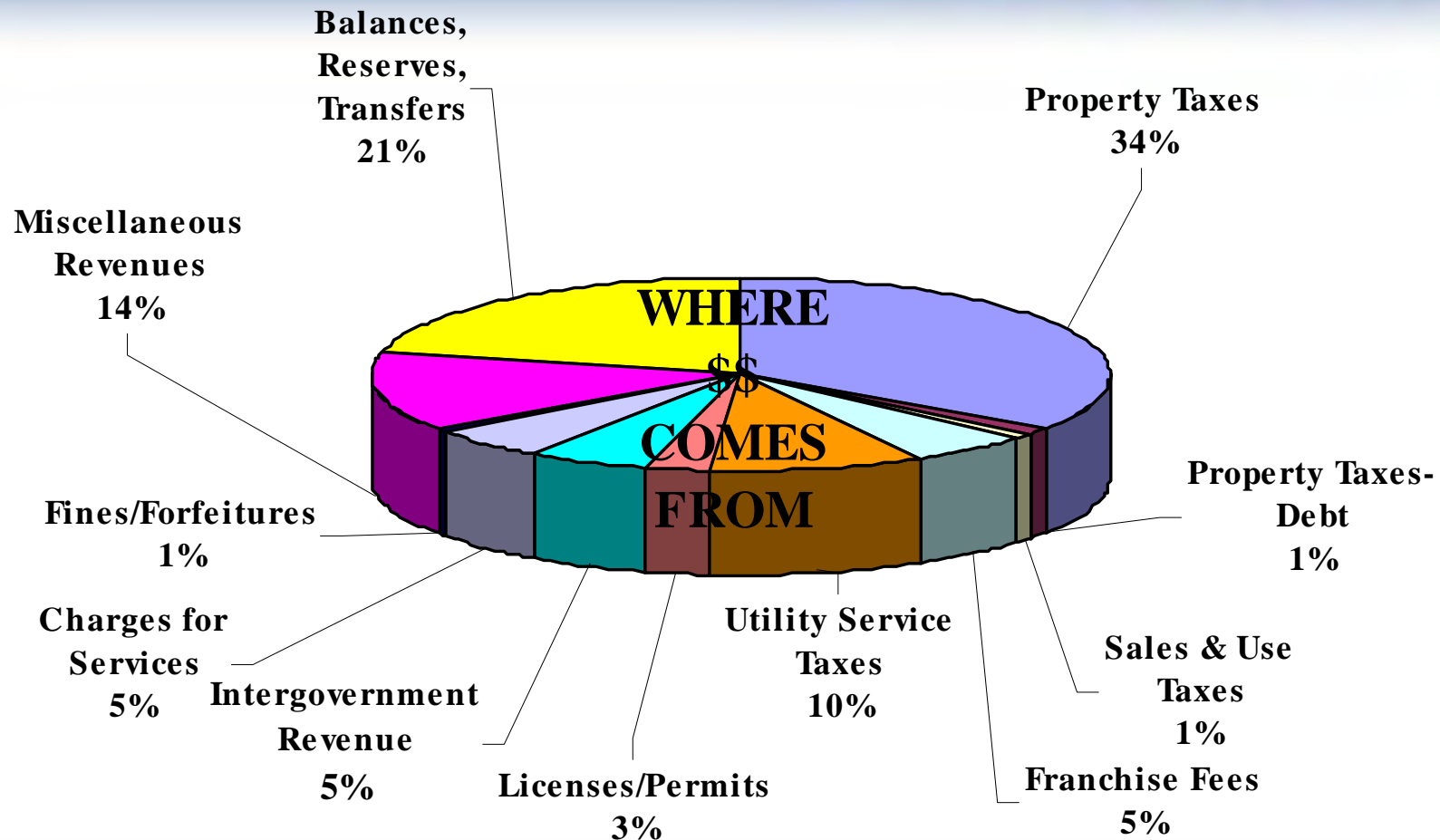


# FY 2008/2009 OVERVIEW OF INTERNAL SERVICE FUNDS

(in millions)	FY 2009	% of Total
Insurance	\$50.2	53%
Central Services	3.8	4%
Vehicle Rental	<u>40.9</u>	<u>43%</u>
Total	\$94.9	100%

# FY 2008/2009 OVERVIEW

## GENERAL FUND REVENUE



**\$348.2 Million**

# FY 2008/2009 OVERVIEW

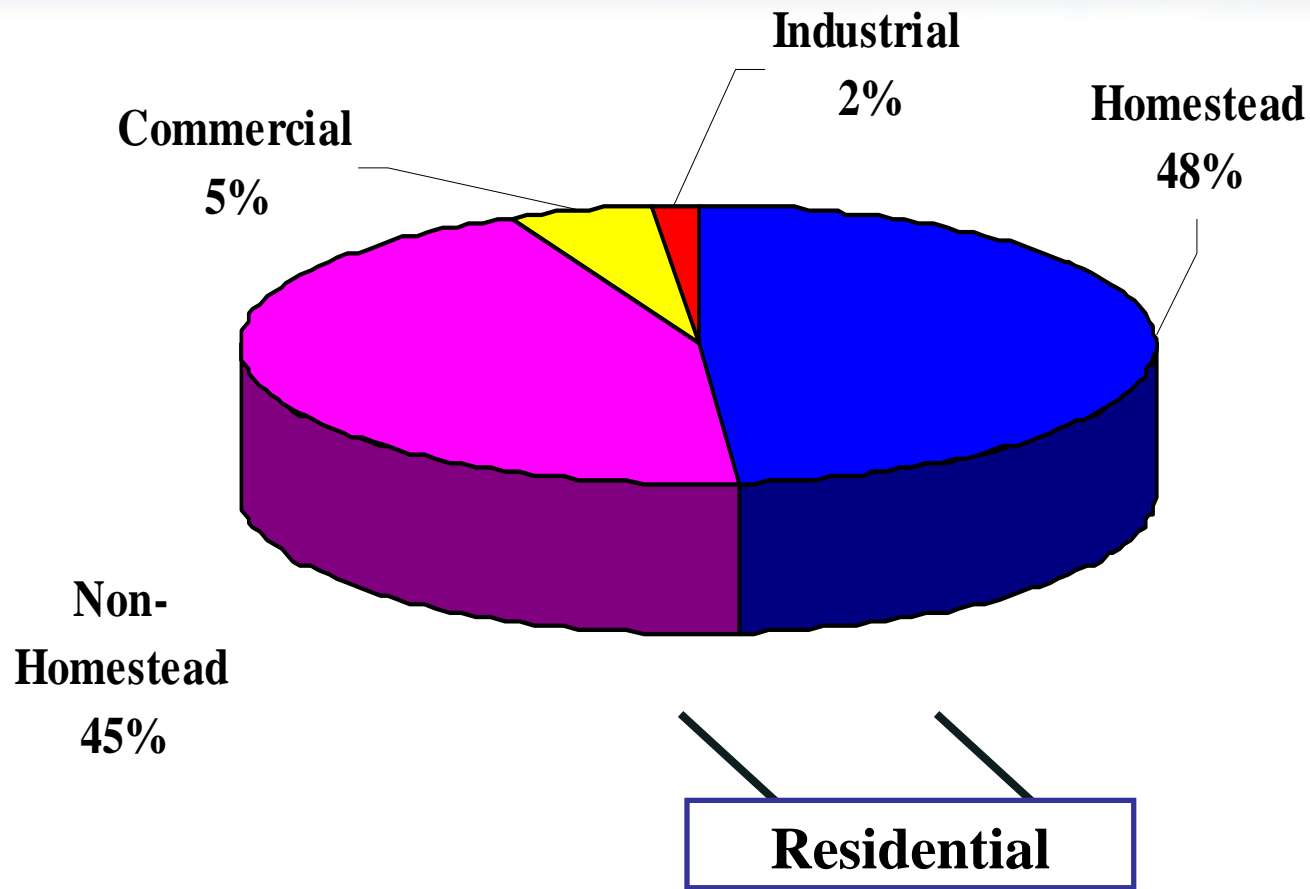
## GENERAL FUND REVENUE

- Property Tax Revenue received year to date is 83% of budget.
- Licenses & Permits are slightly under budget.
- Fines & Forfeitures are down due to reduced property turnover.
- Interest Earnings are down due to market conditions.
- Yacht Docking Fees are ahead of budget.

# GENERAL FUND REVENUE TRENDS: PROPERTY TAXABLE VALUE



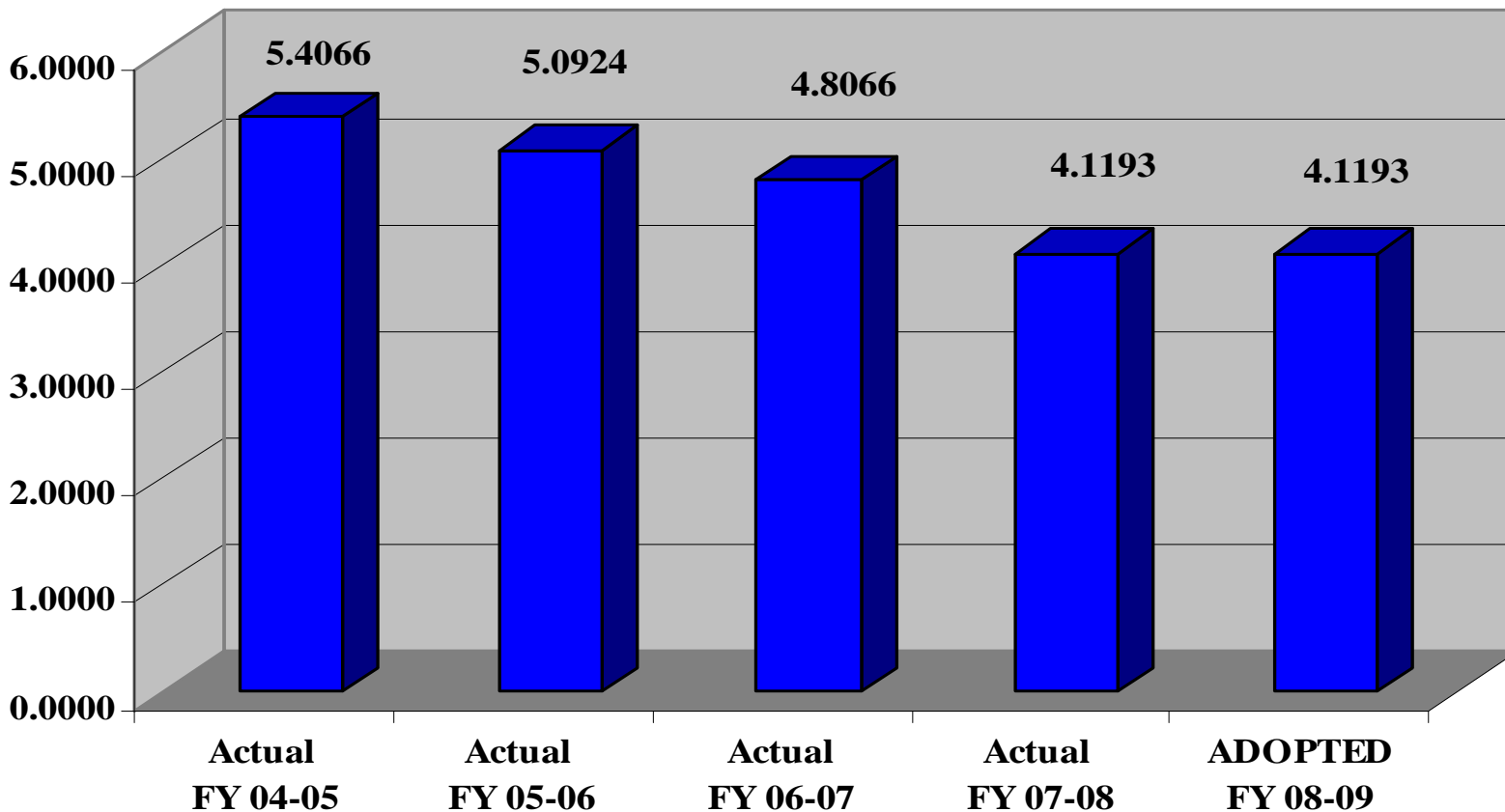
# FORT LAUDERDALE PARCEL OVERVIEW



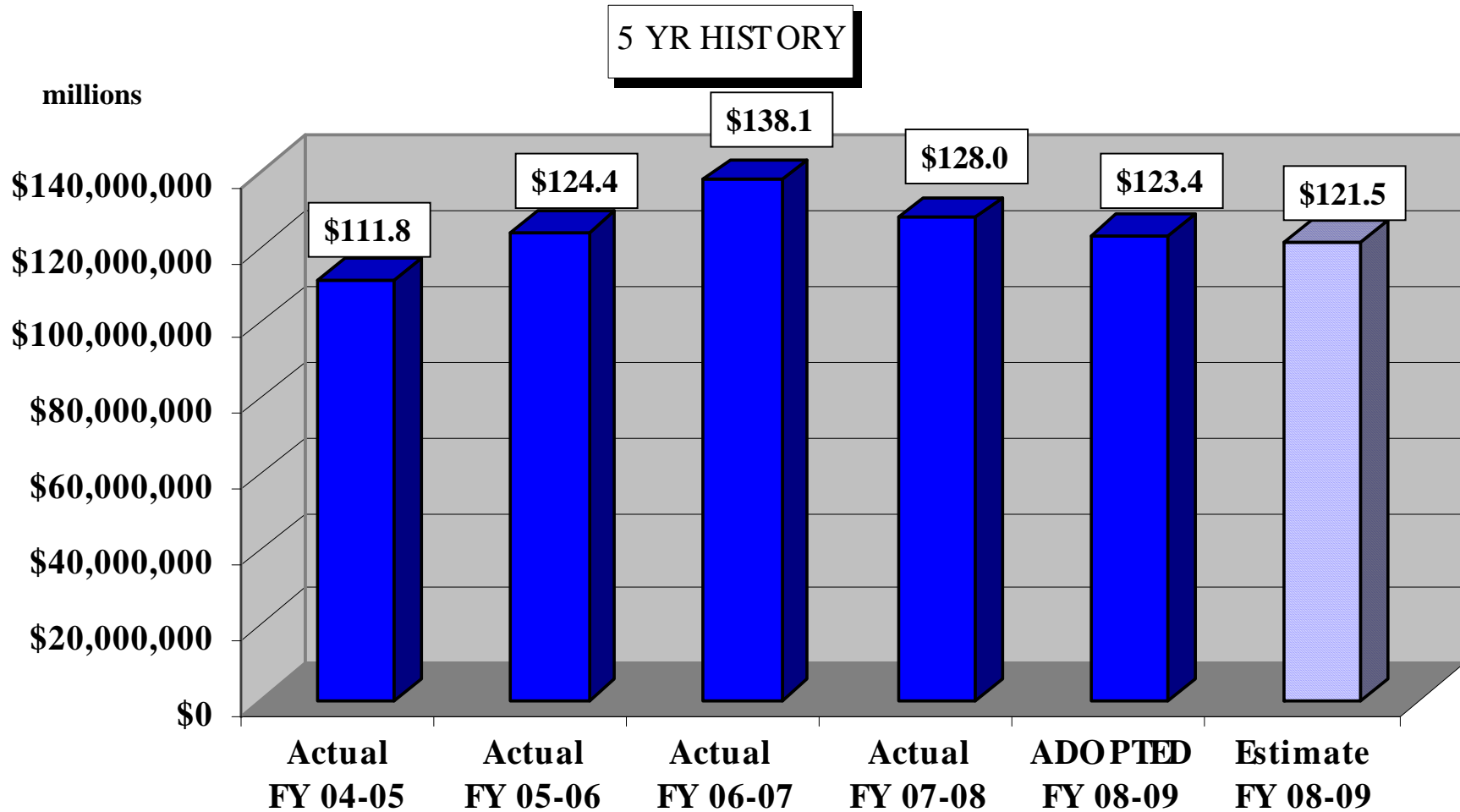
**\*Per BCPA as of 10/23/08**

# GENERAL FUND REVENUE TRENDS: MILLAGE RATE HISTORY

5 YR HISTORY

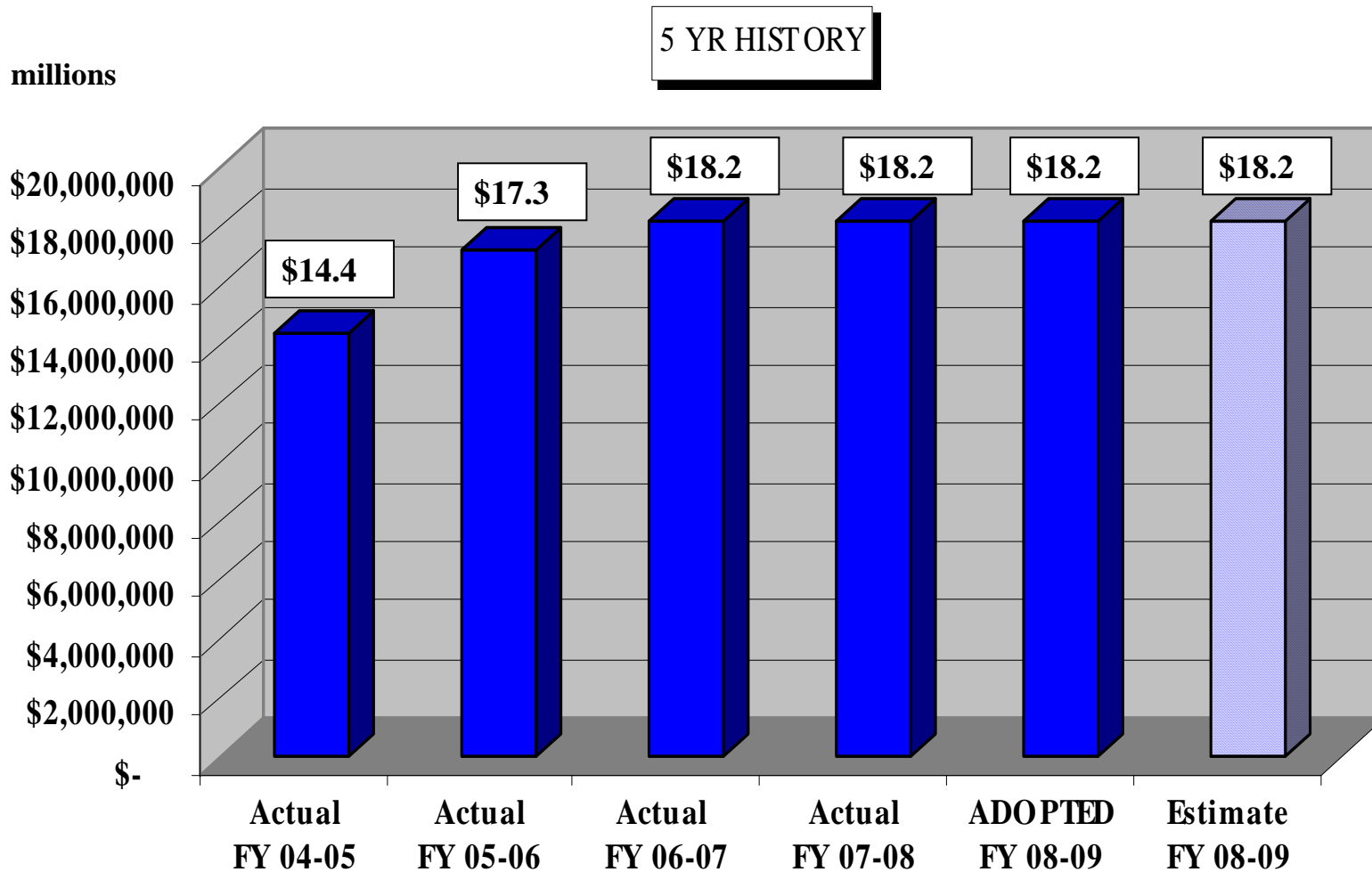


# GENERAL FUND REVENUE TRENDS: AD VALOREM TAXES

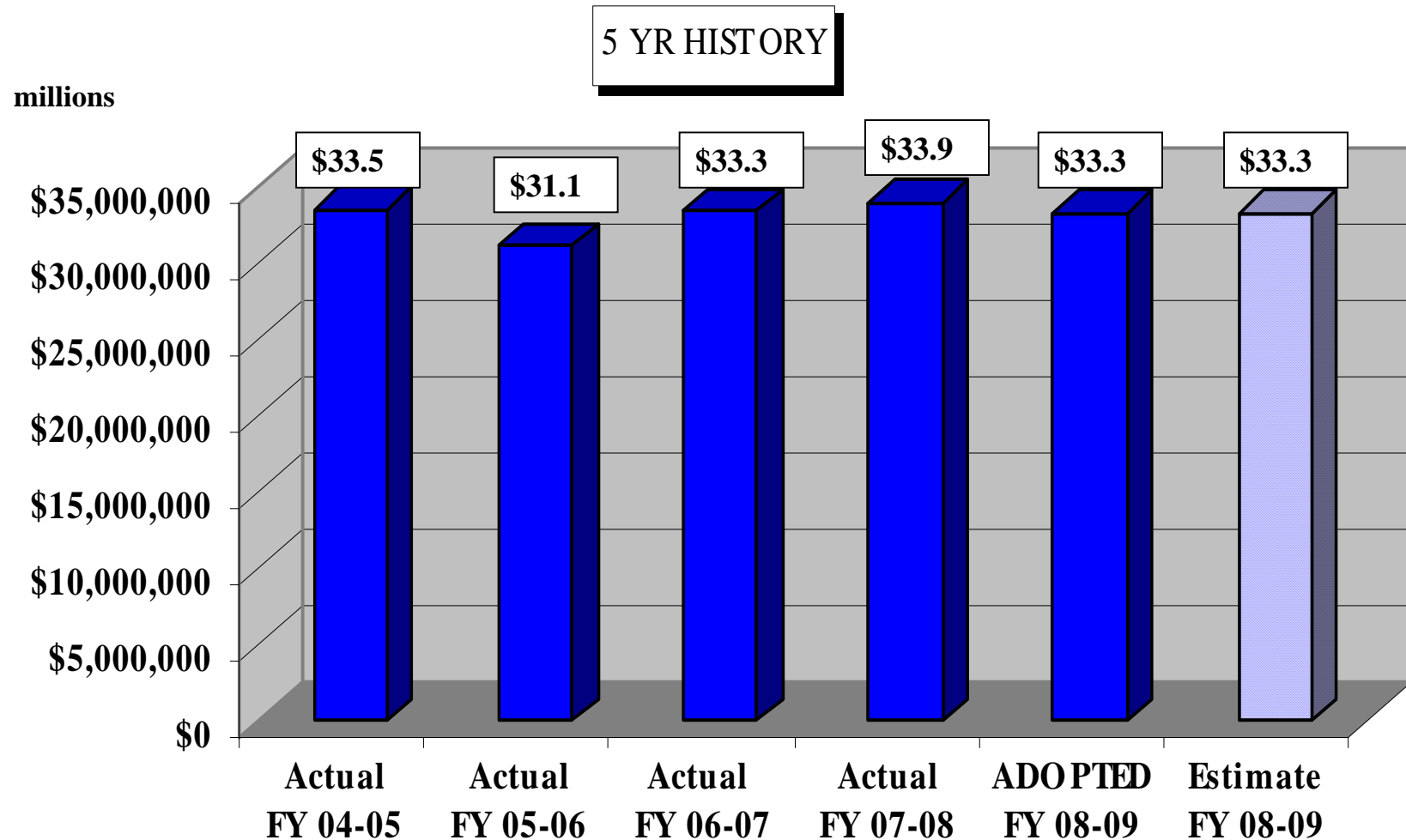


# GENERAL FUND REVENUE TRENDS:

## FRANCHISE FEES

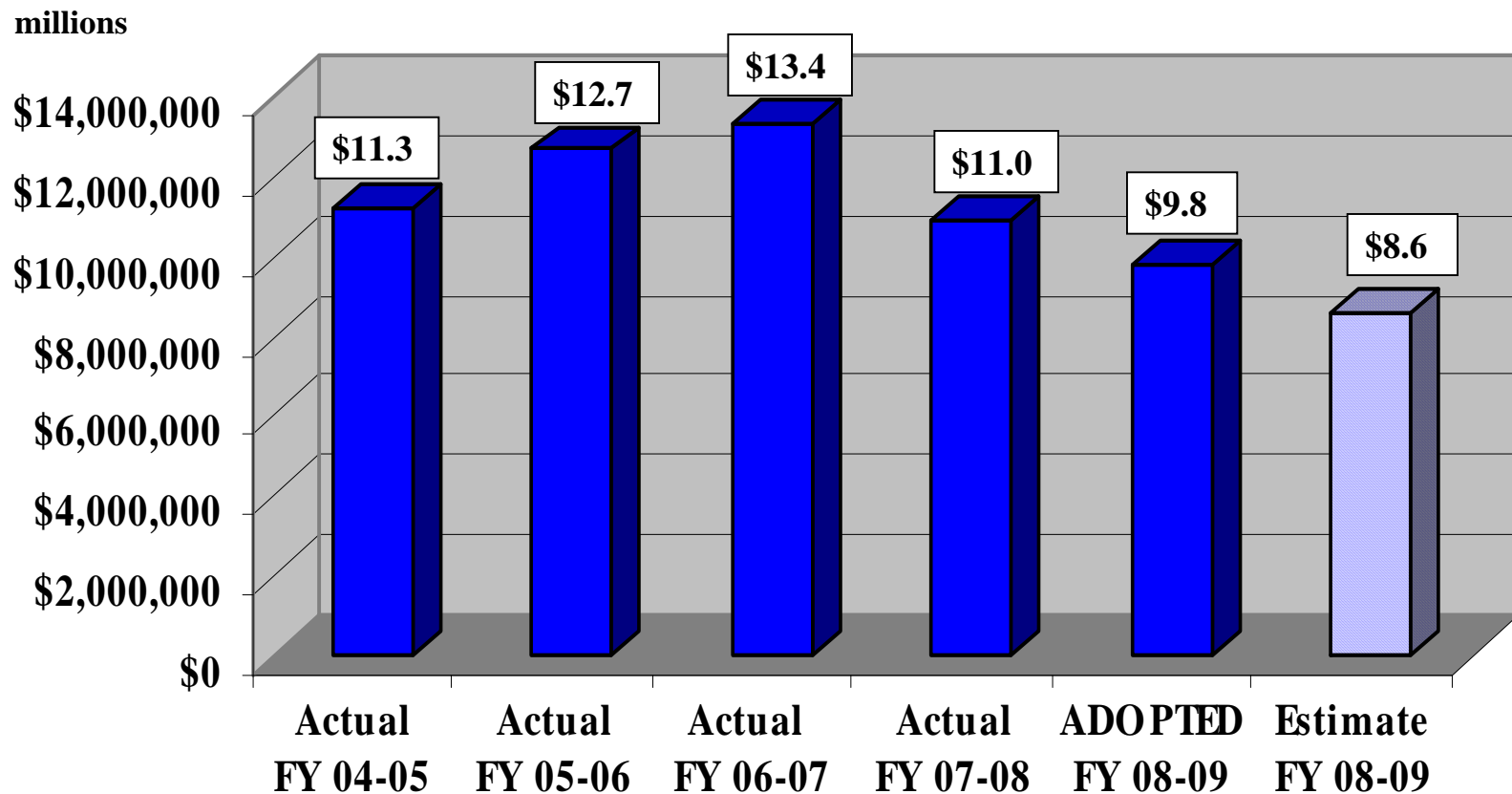


# GENERAL FUND REVENUE TRENDS: UTILITY TAXES



# GENERAL FUND REVENUE TRENDS: LICENSES & PERMITS

5 YR HISTORY

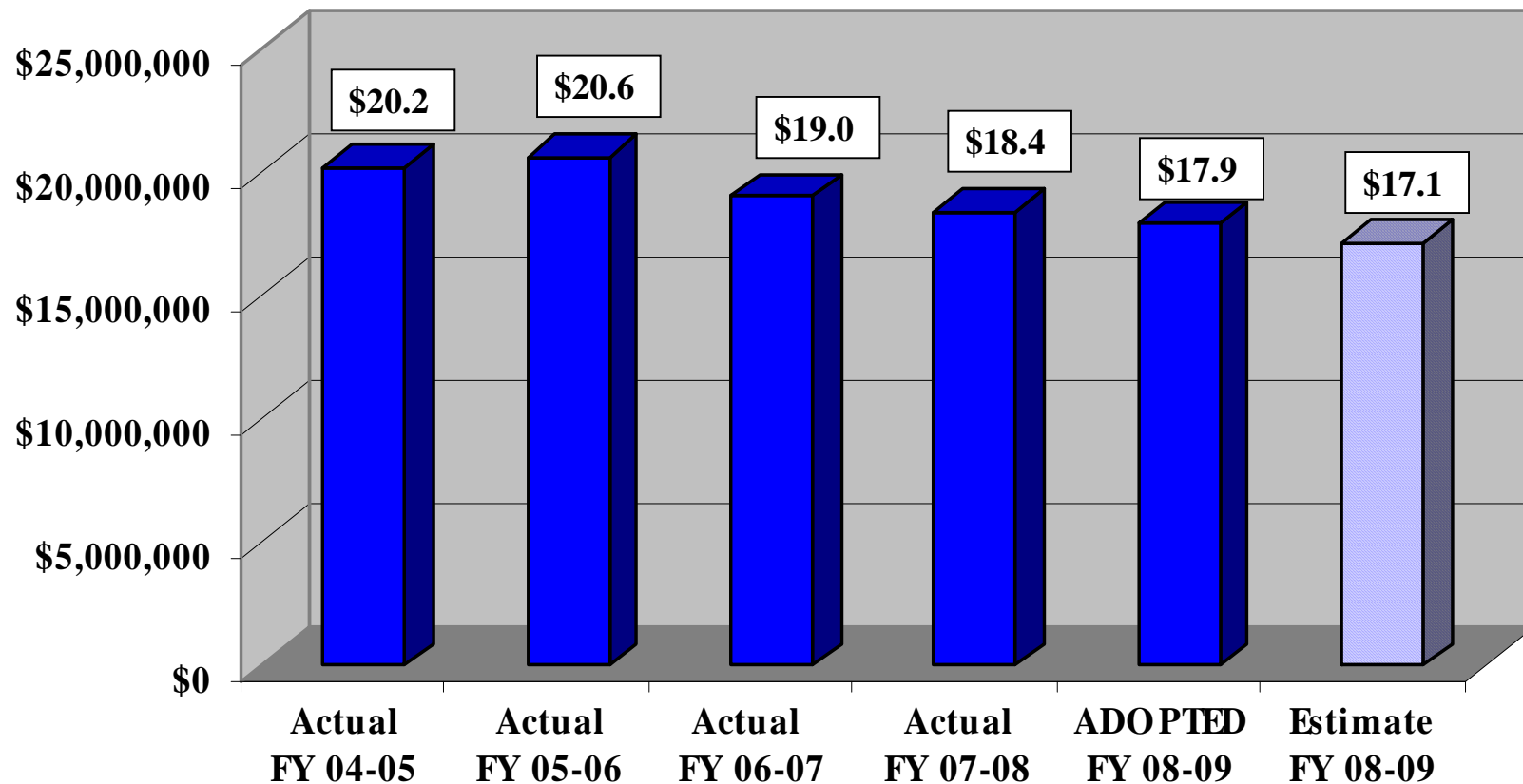


# GENERAL FUND REVENUE TRENDS

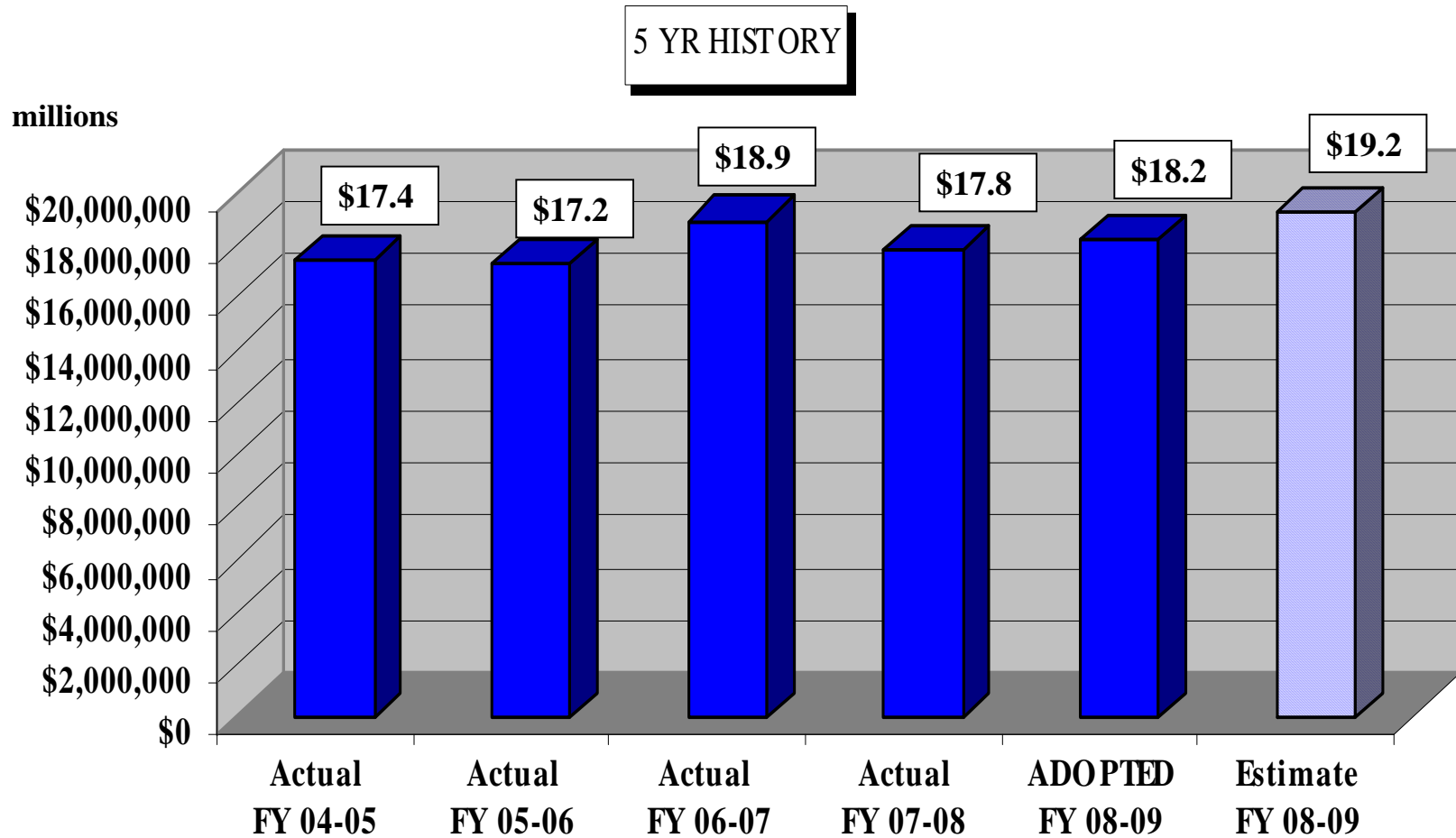
## INTERGOVERNMENTAL

5 YR HISTORY

millions

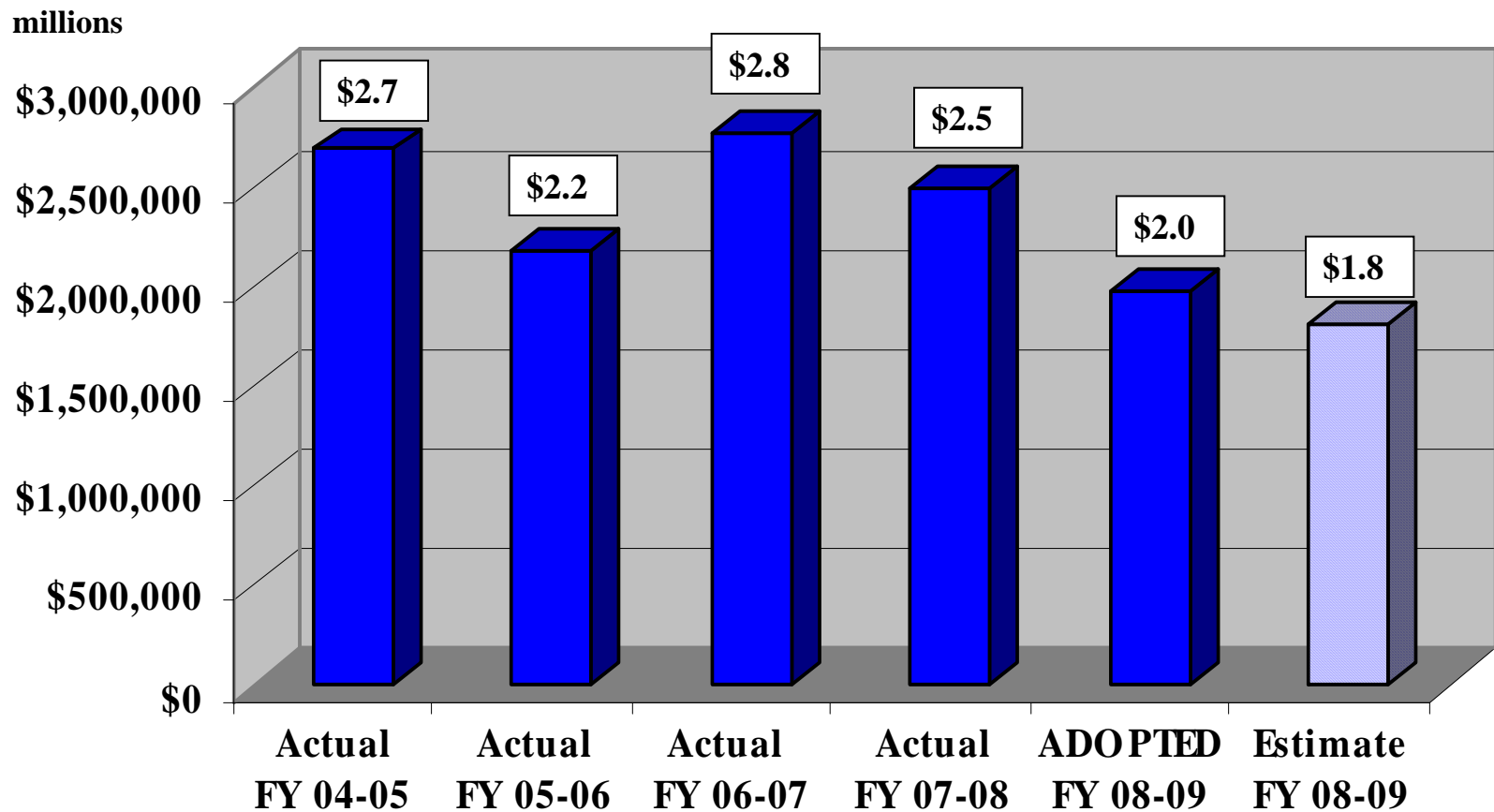


# GENERAL FUND REVENUE TRENDS: CHARGES FOR SERVICES

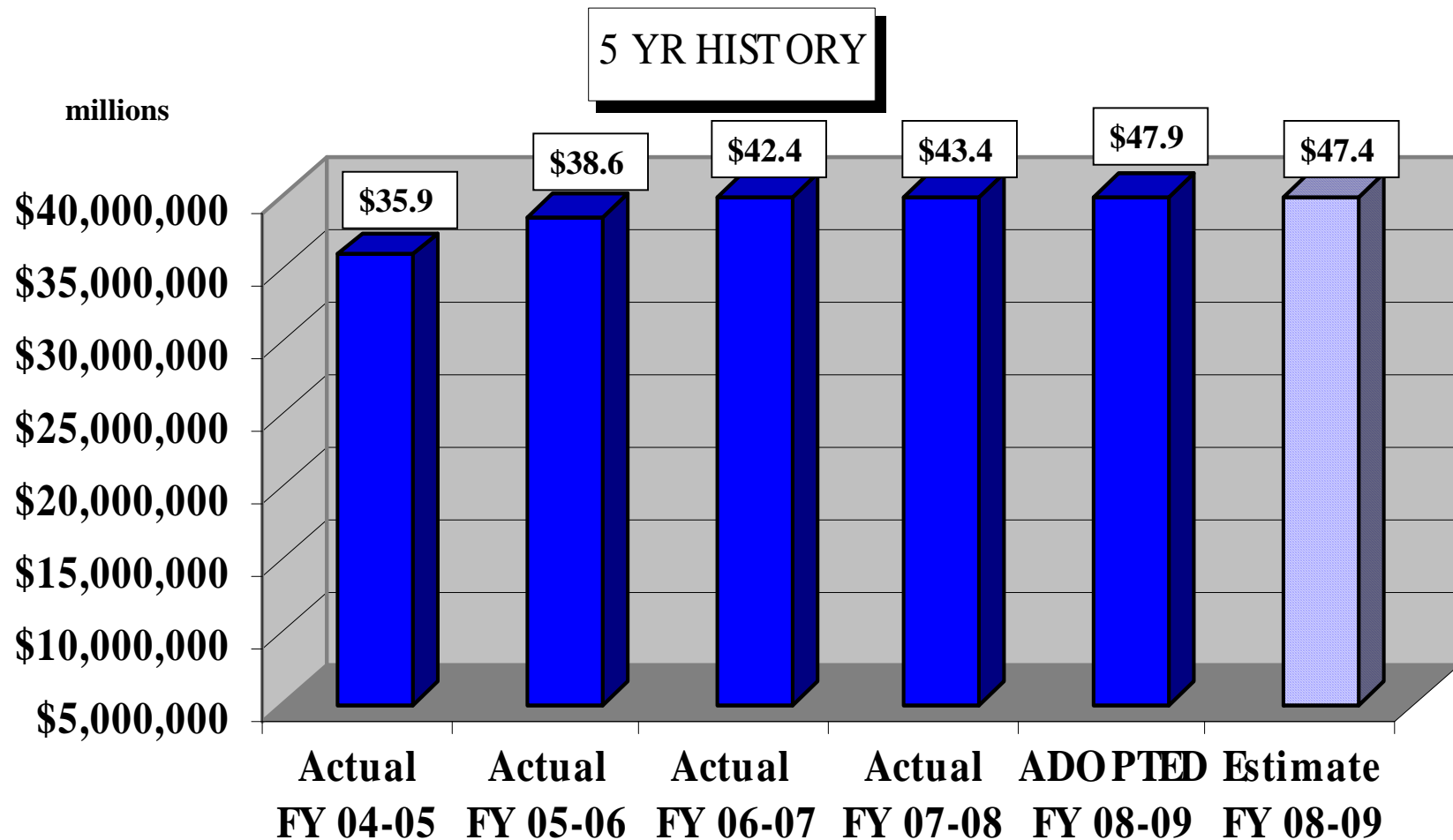


# GENERAL FUND REVENUE TRENDS: FINES & FORFEITURES

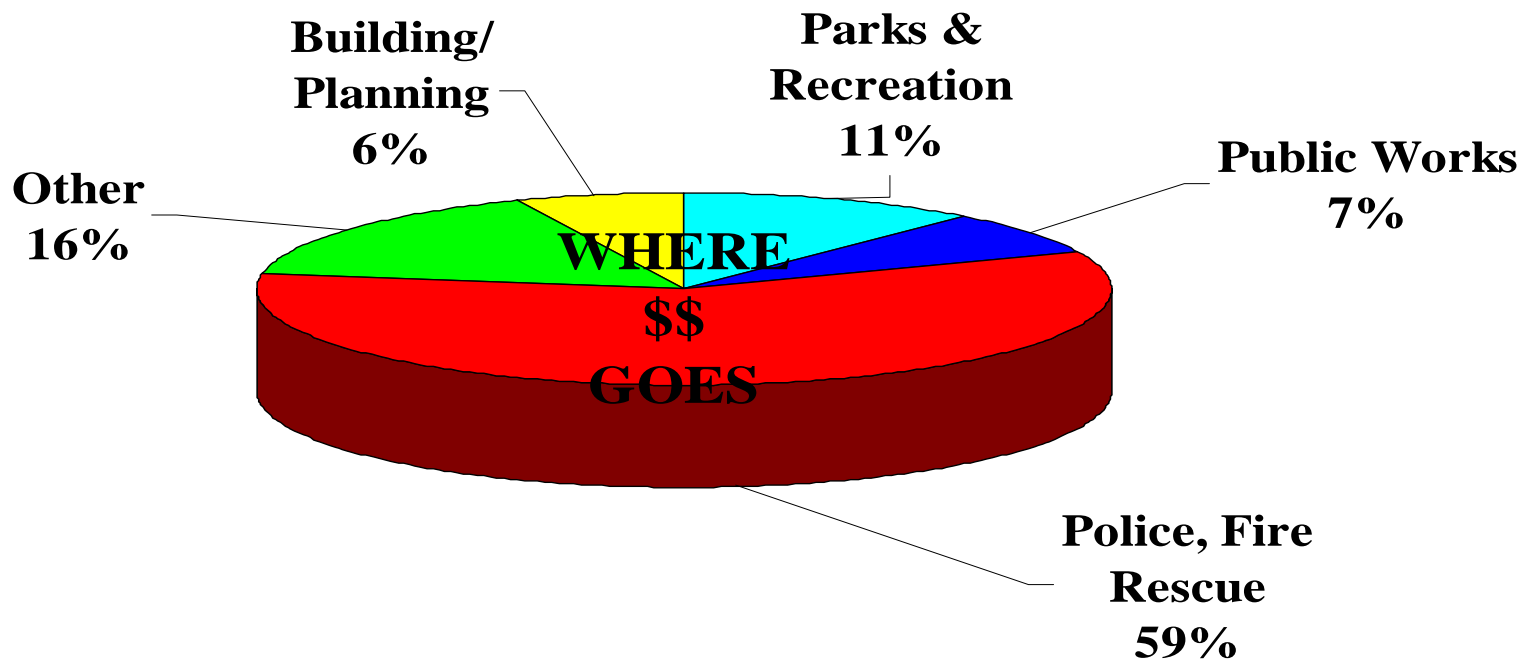
5 YR HISTORY



# GENERAL FUND REVENUE TRENDS: MISCELLANEOUS



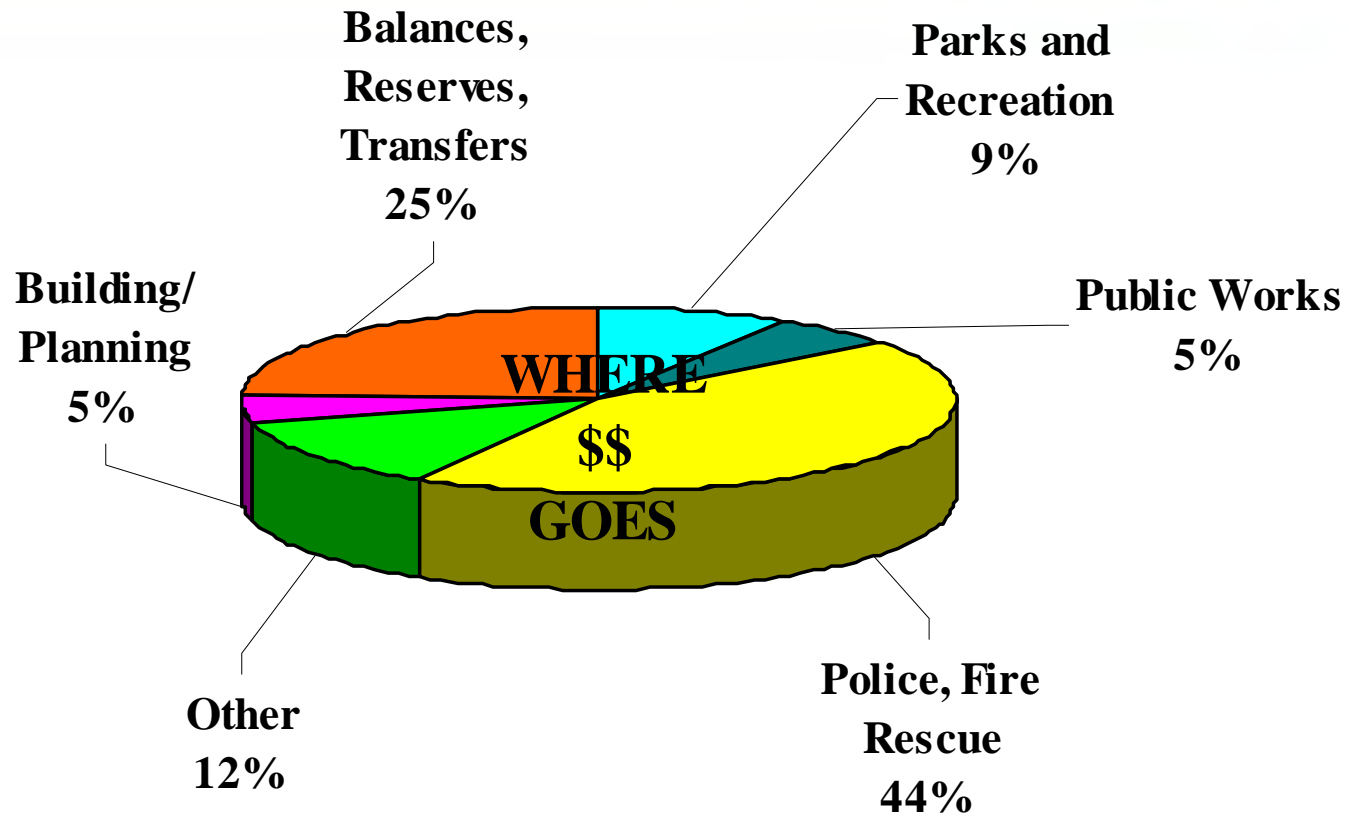
# FY 2008/2009 DEPARTMENTAL EXPENDITURES



**\$262.7 Million**

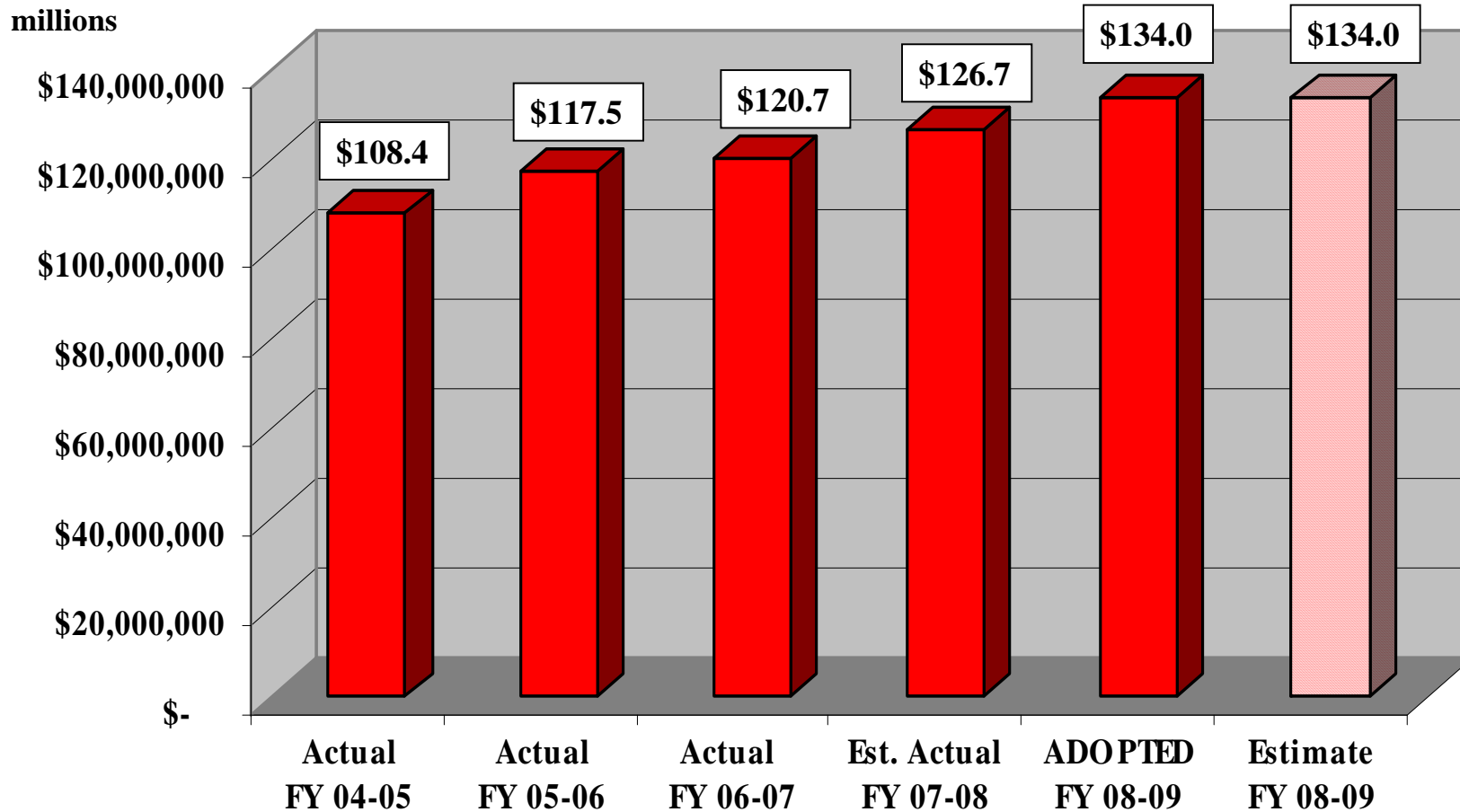
# FY 2008/2009 OVERVIEW

## GENERAL FUND EXPENDITURES



**\$348.2 Million**

# GENERAL FUND EXPENDITURE: TRENDS – SALARY & WAGES



\* Represents a 24% increase from FY 2005 to FY 2009

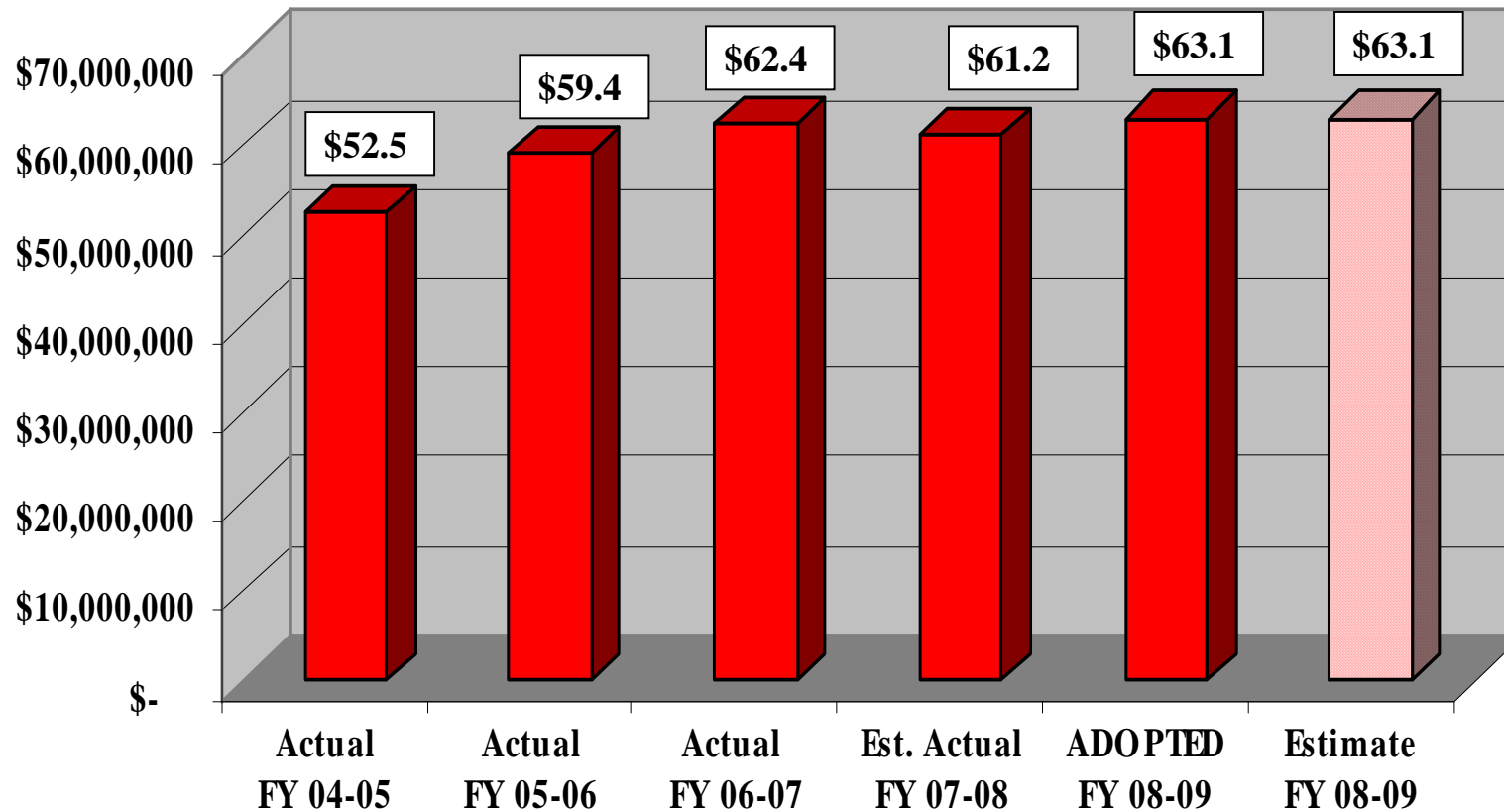
# GENERAL FUND EXPENDITURE TRENDS – **SALARY & WAGES**

A graphic of several interlocking puzzle pieces in shades of blue and white, positioned in the top right corner of the slide.

- Cost of Living Increases
- Merit Increases
- Overtime

# GENERAL FUND EXPENDITURE TRENDS – **BENEFITS**

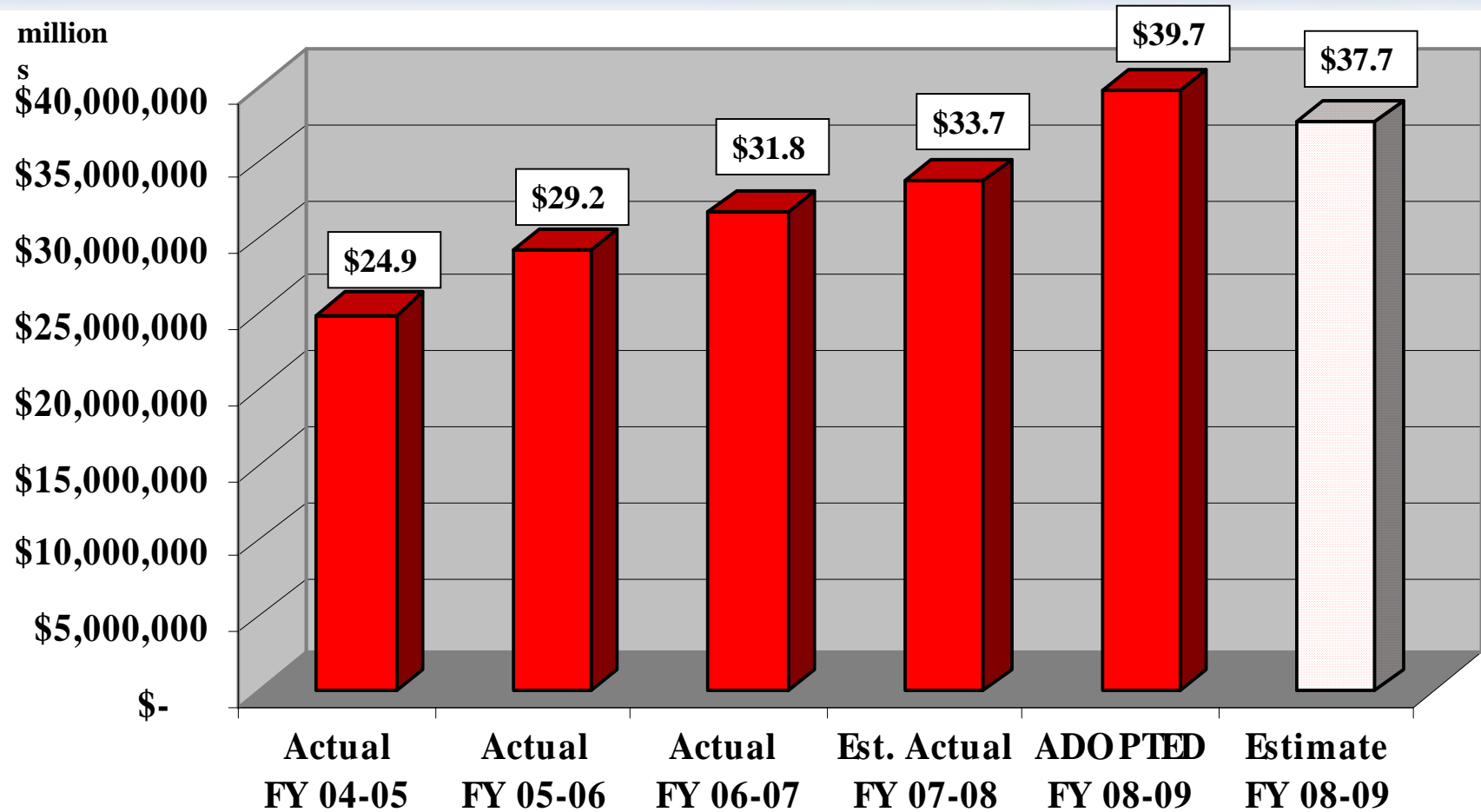
millions



# GENERAL FUND EXPENDITURE TRENDS – **BENEFITS**

- Pension Liability Increases
- Pension Reform
- Insurance Premium Increases

# GENERAL FUND EXPENDITURE TRENDS - SERVICES & MATERIALS

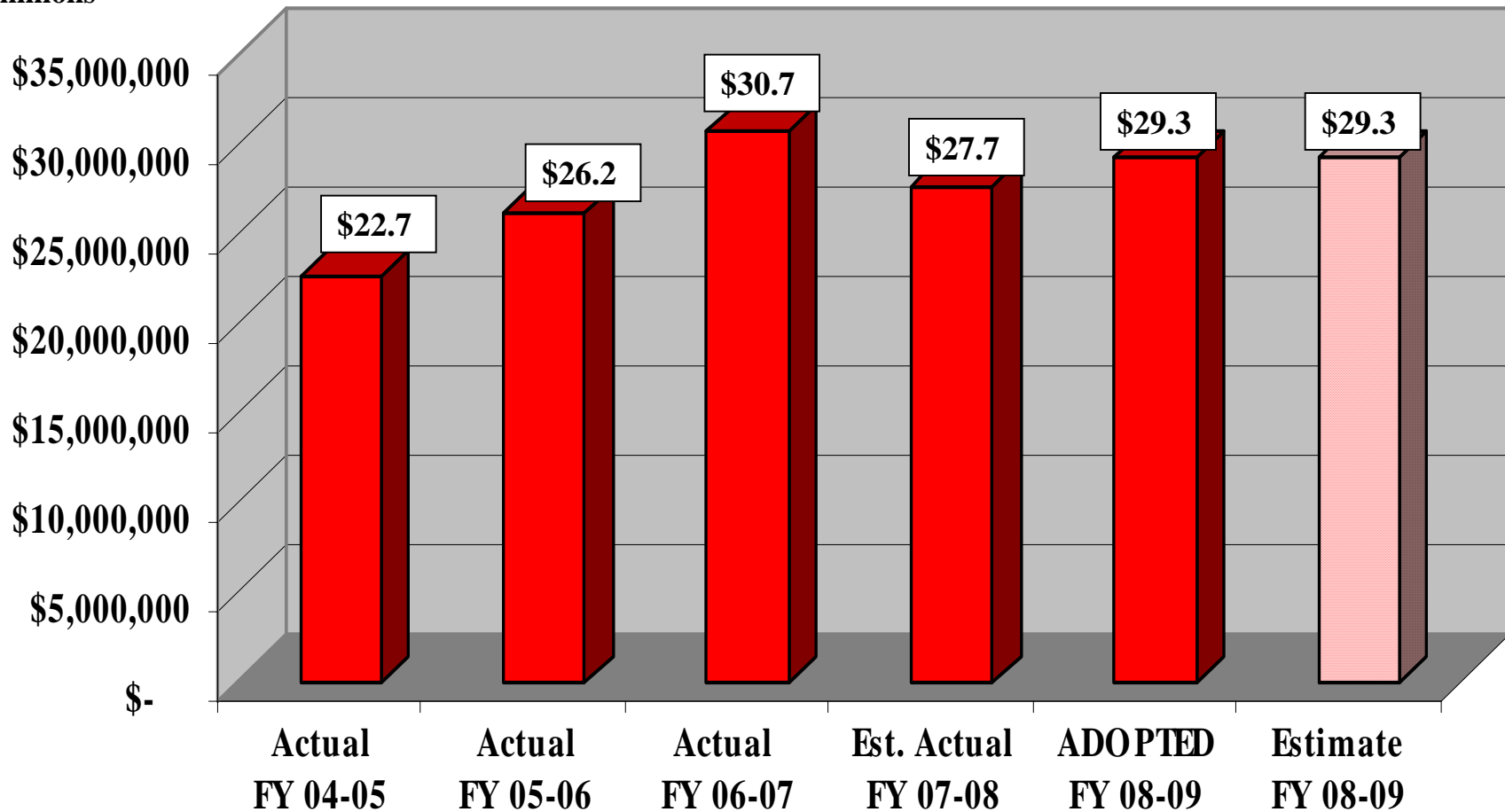


# GENERAL FUND EXPENDITURE TRENDS: **SERVICES & MATERIALS**

- Increased Fuel Costs
- Increased Utility Costs

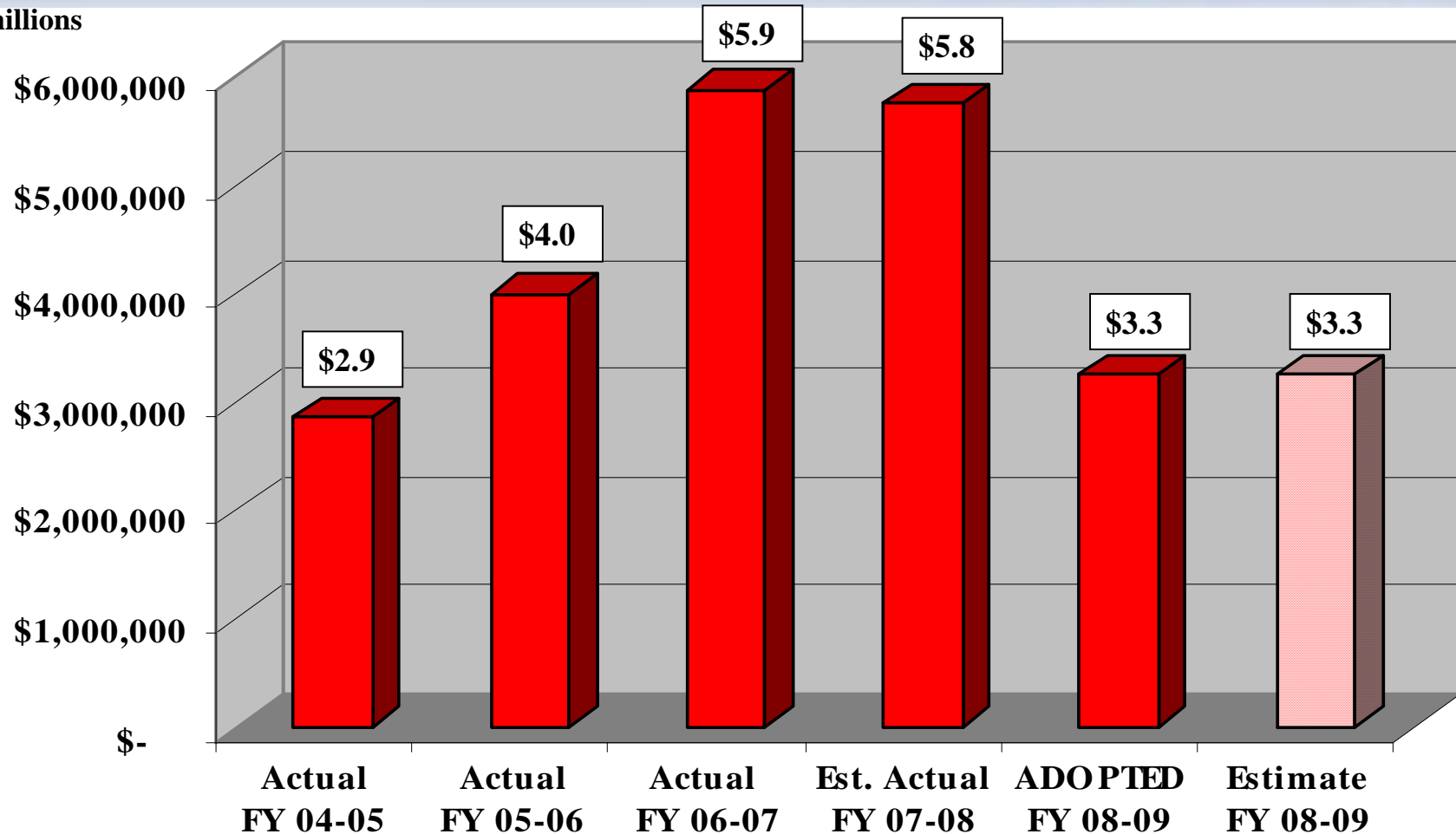
# GENERAL FUND EXPENDITURE TRENDS – OTHER OPERATING

millions



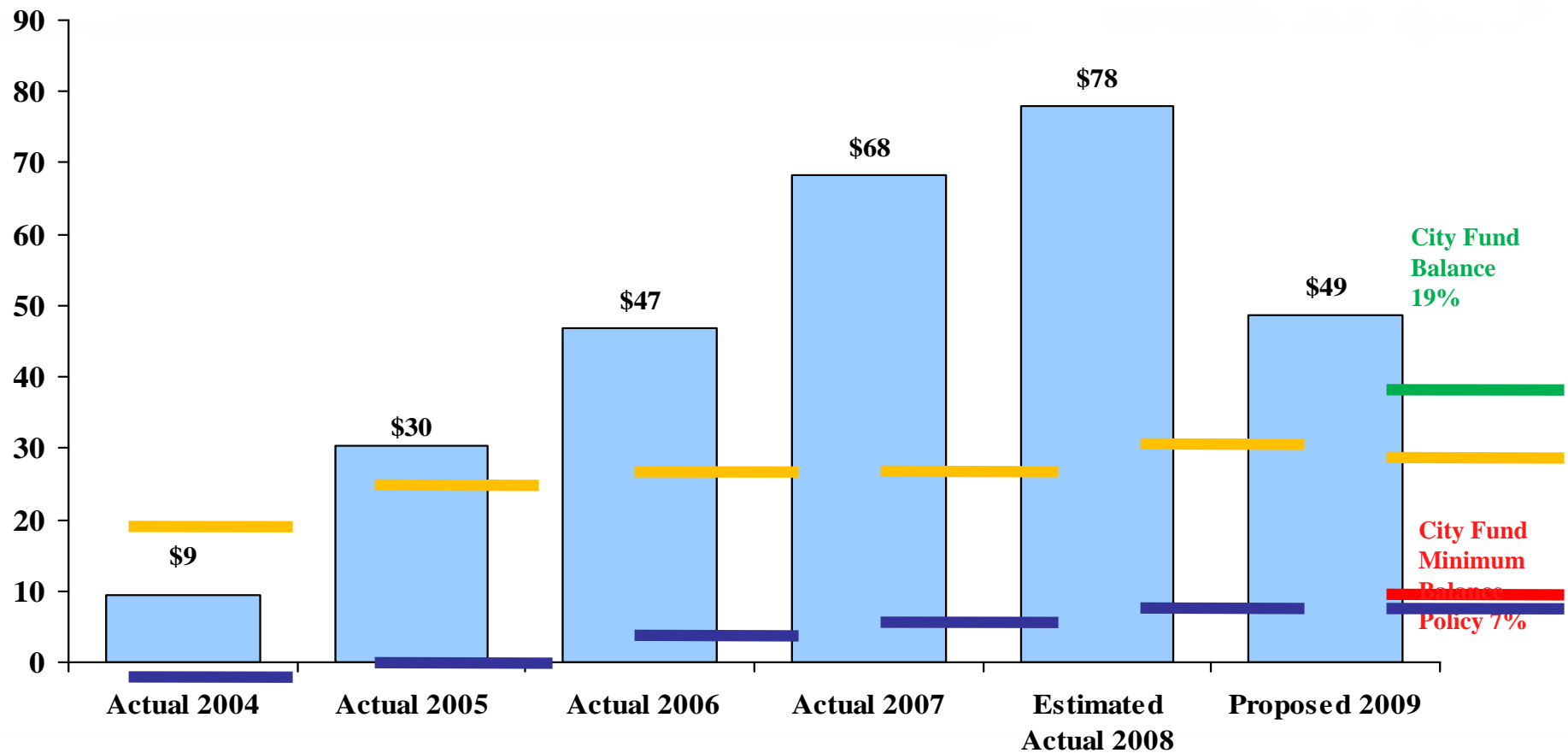
# GENERAL FUND EXPENDITURE TRENDS – CAPITAL

millions



# GENERAL FUND BALANCE TREND

millions



\* GFOA Fund Balance Policy 5-15%

5%  
15%

# BUDGET PROCESS

FY 09/10

# ZERO BASED BUDGETING



- A budget developed by disregarding the expenses or costs of the prior year.
- Past expenditures only serve as a guide, not as justification when using zero based budgeting.
- Every dollar must be accounted for in zero based budgeting.
- Zero based budgeting can help an organization save money and improve services.

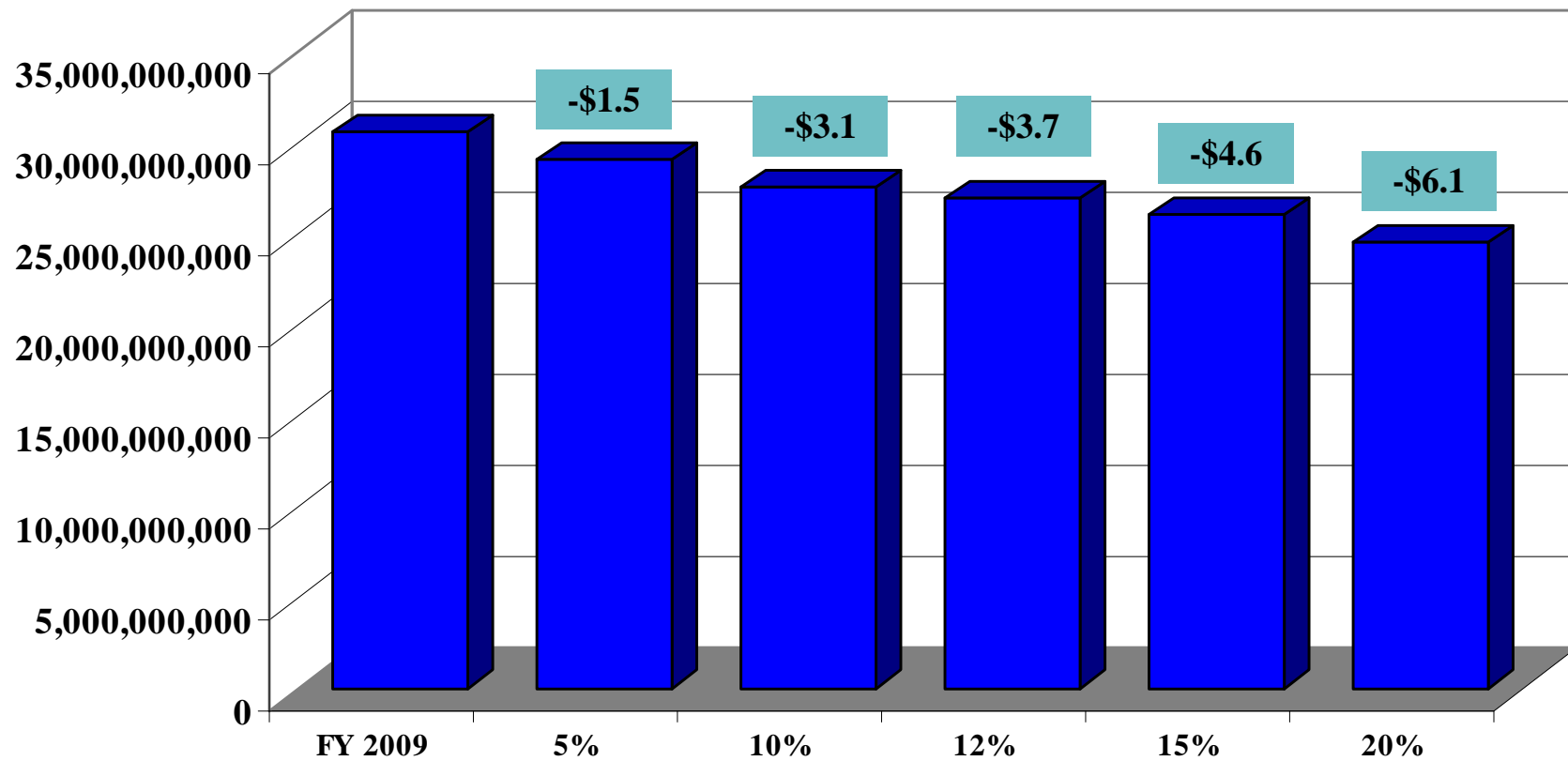
# FY 2010 UNKNOWNNS

## Revenue Related

- Decline in Property Assessed Value
- Decline in State Shared Revenue
  - Sales Tax
  - Half Cent Sales Tax
- Accounting Change - Building Permit Fees

# TAXABLE VALUE DECLINE- FIVE SCENARIOS

billions

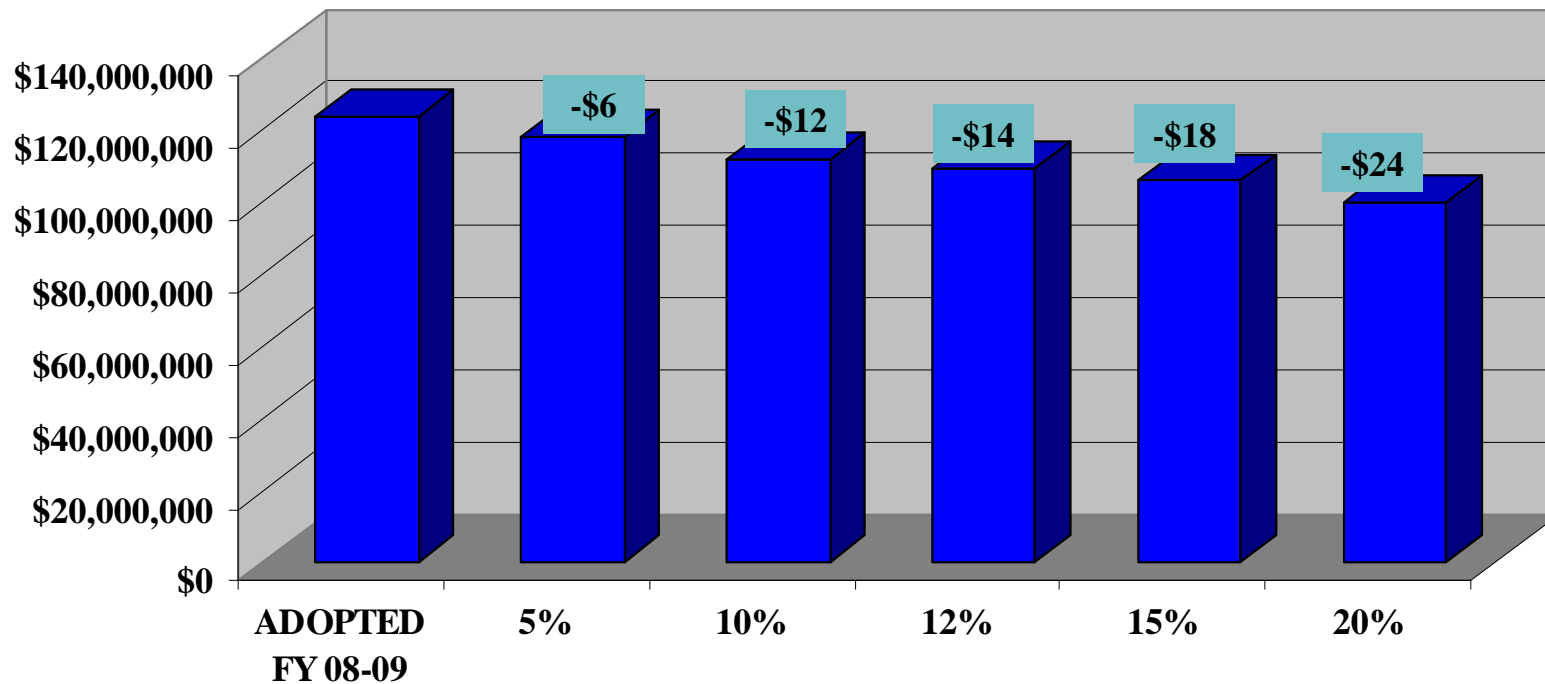


■ Taxable Value

# AD VALOREM DECLINE- FIVE SCENARIOS

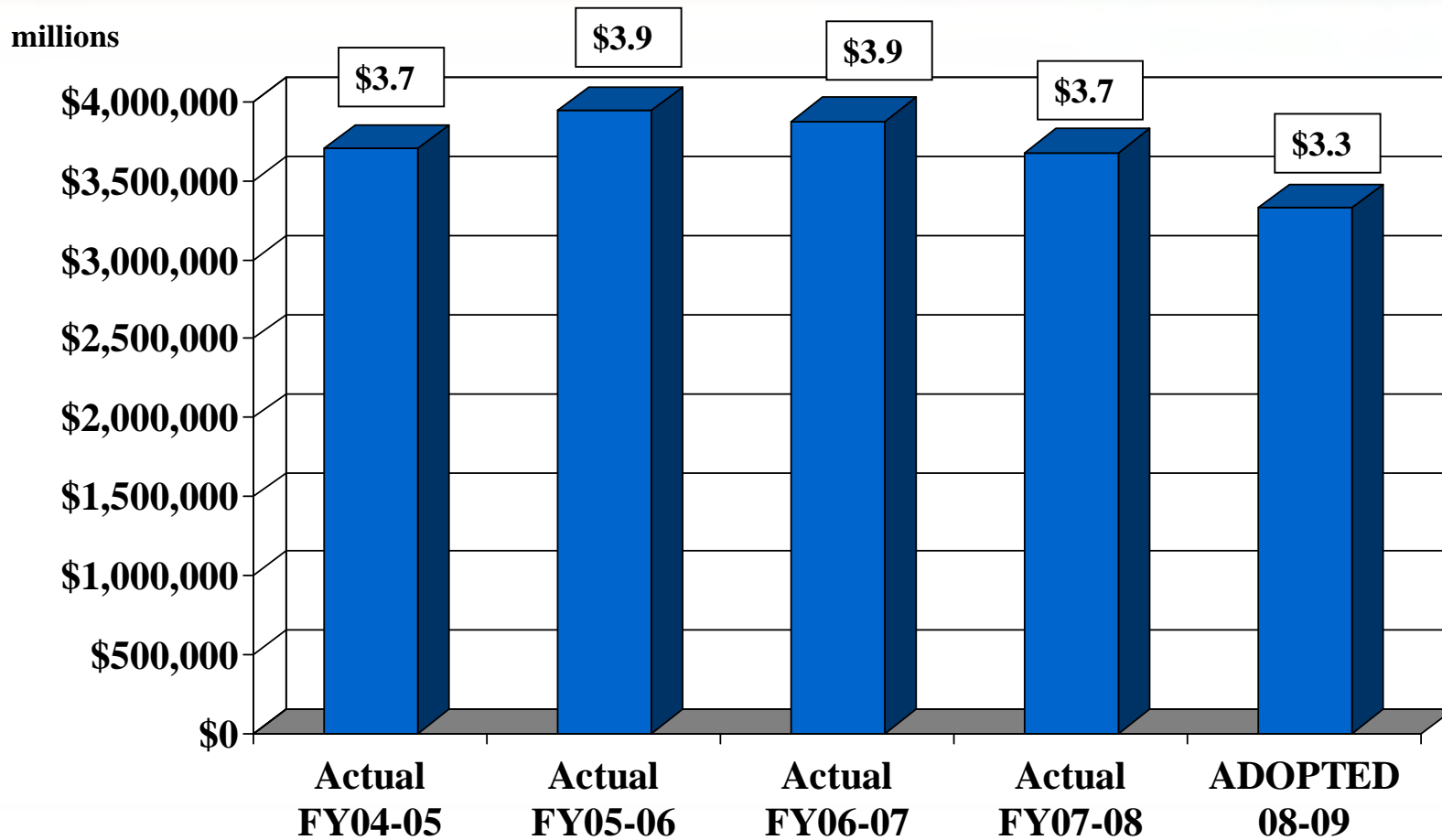
millions

5 SCENARIOS

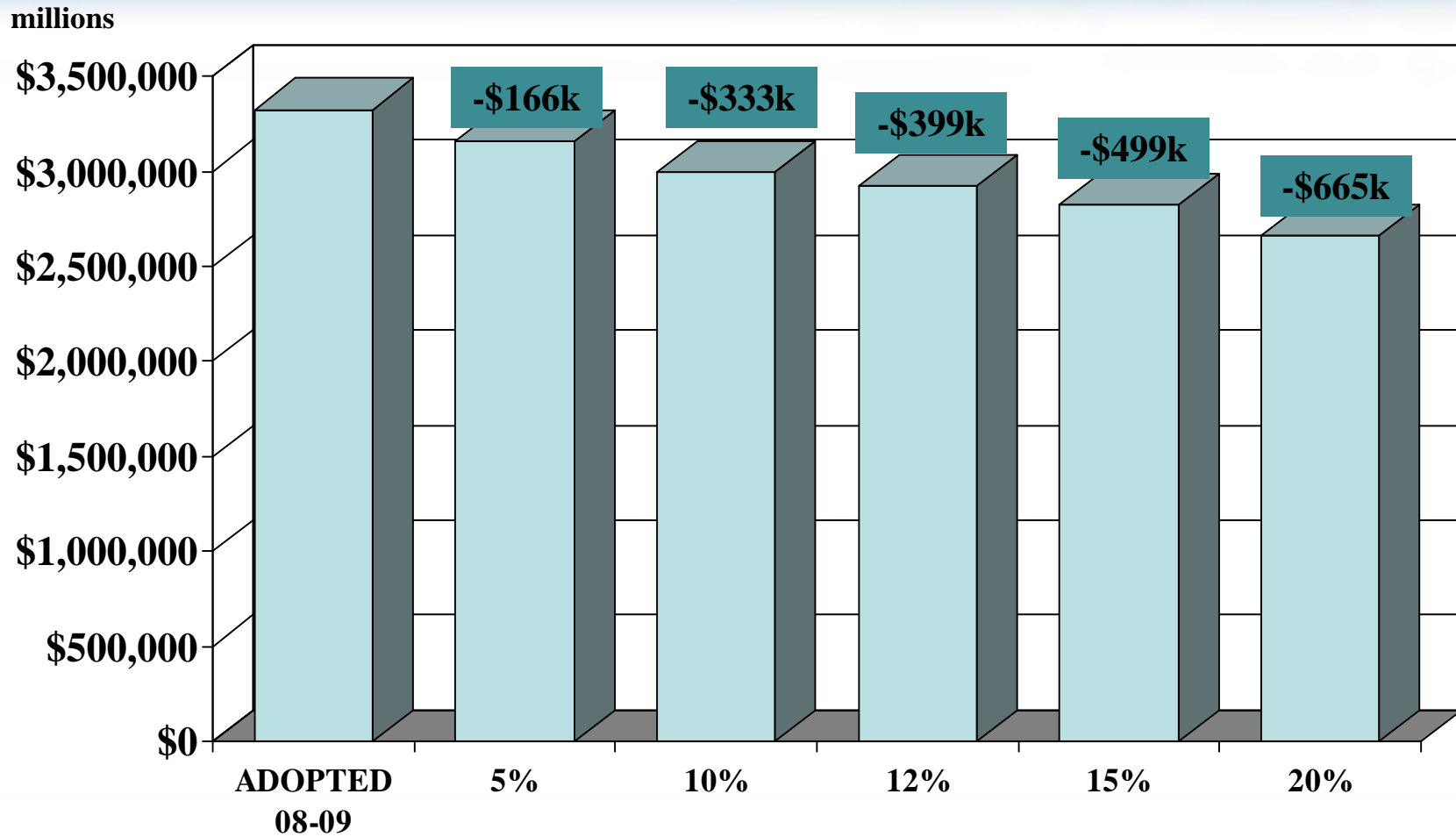


# STATE SHARED REVENUE TRENDS

## SALES TAX



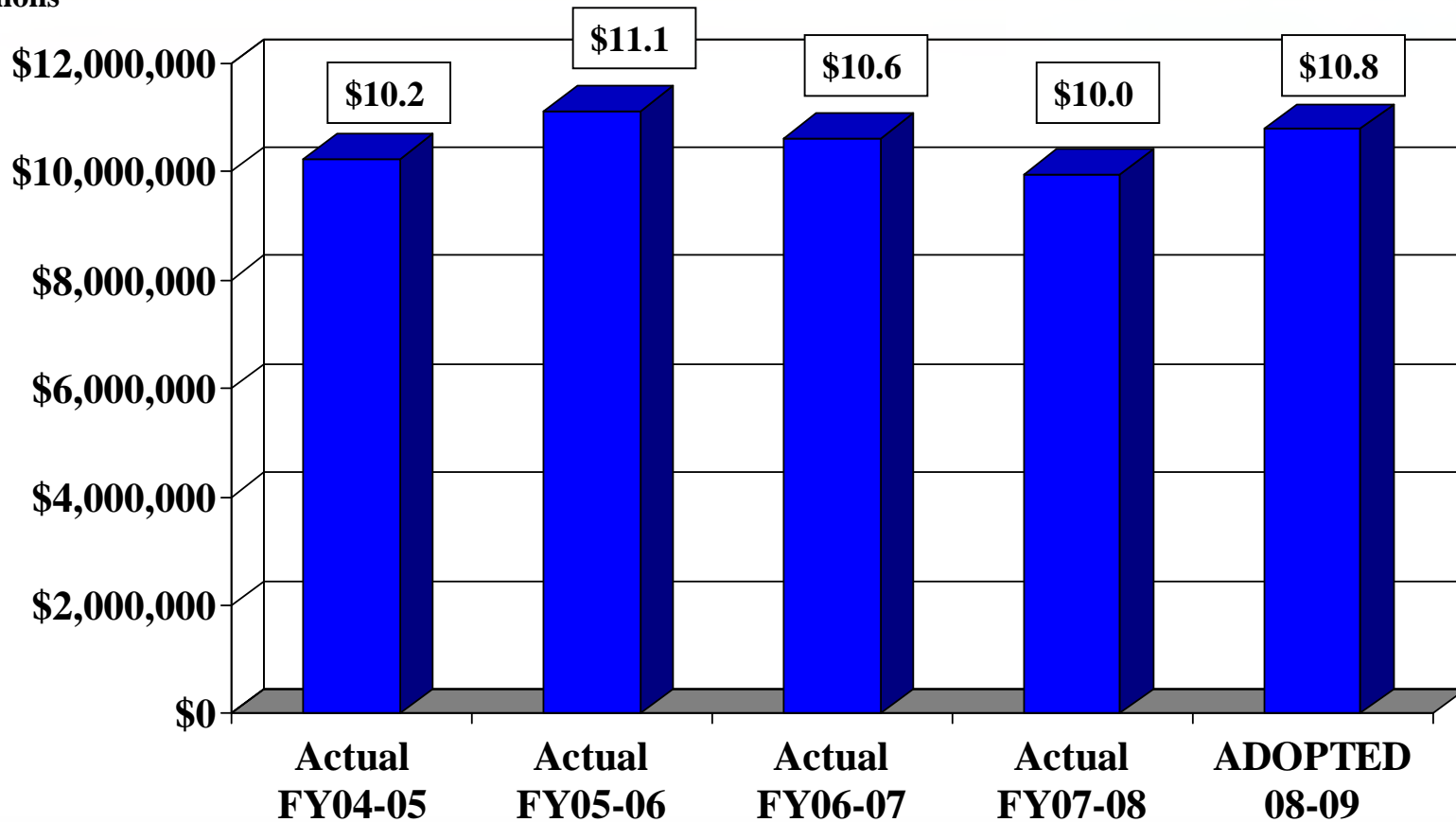
# SALES TAX DECLINE- FIVE SCENARIOS



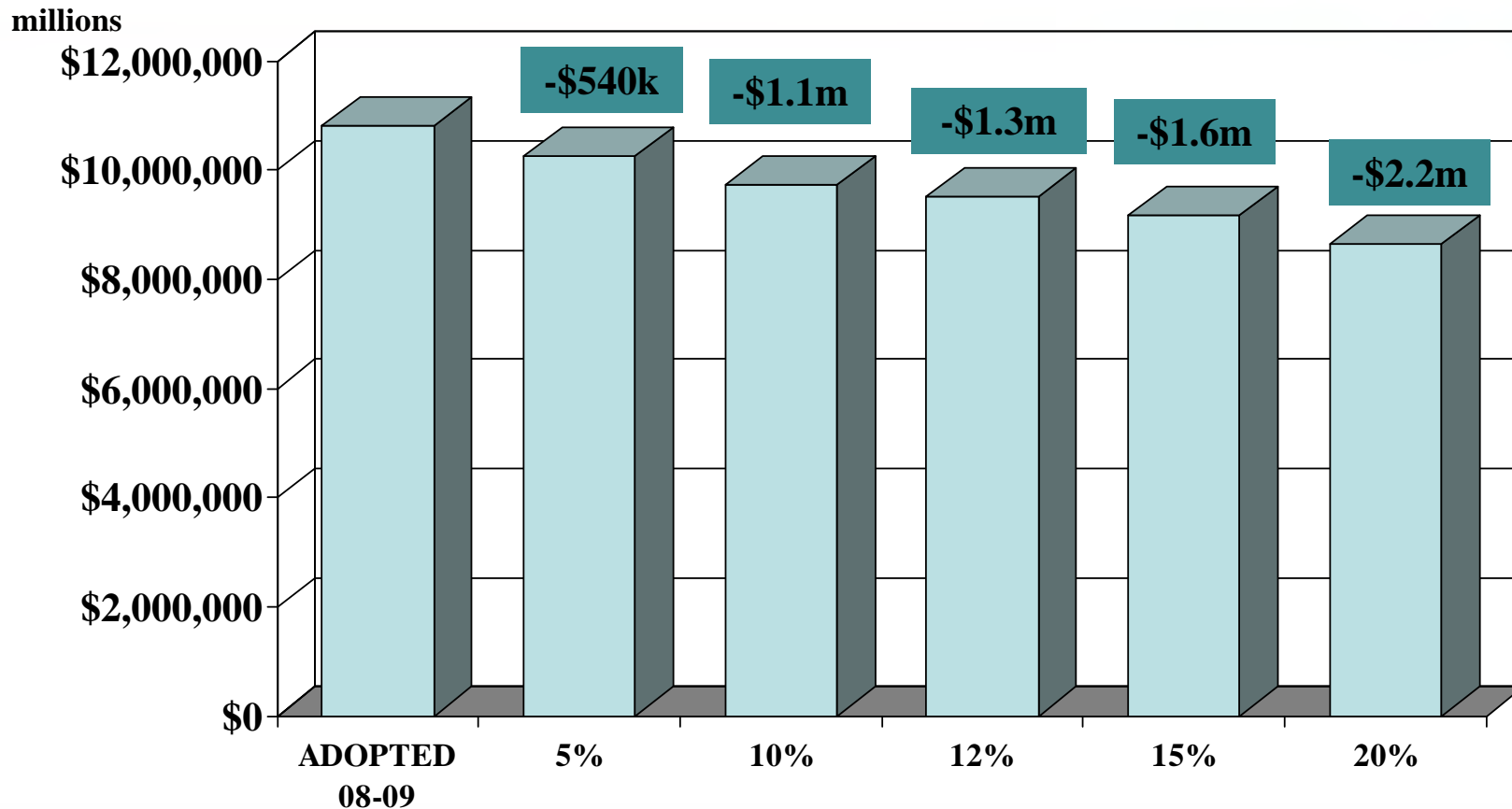
# STATE SHARED REVENUE TRENDS

## HALF CENT SALES TAX

millions



# HALF CENT SALES TAX DECLINE- FIVE SCENARIOS



# FY 2010 UNKNOWNNS

## **Expenditures**

- Police & Fire Union Contracts
- Increasing Pension Liability
- Increased Utility Costs
- Accounting Change - Building Permit Fees
- City Commission Projects/Initiatives
- Capital Improvement Program Contributions
- DROP/Termination Costs



**CITY COMMISSION  
QUESTIONS  
OR  
CONCERNS?**