



City of Pompano Beach, Florida

City Commission Workshop Minutes

Agenda No. 2015-24

Date: July 22, 2015

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CITY OF POMPANO BEACH, FLORIDA

CITY COMMISSION WORKSHOP MINUTES

Agenda No. 2015-24

Date: July 22, 2015

Commission Meeting Room

The Mayor called the meeting to order at 9:00 a.m. and presided as the chairman.

ROLL CALL:

Mayor
Vice Mayor
Commissioner
Commissioner
Commissioner
Commissioner

Present:

Lamar Fisher
Charlotte Burrie
Barry Dockswell
Rex Hardin
Barry Moss
Edward Phillips

and

City Manager
City Attorney
City Clerk

Dennis W. Beach
Gordon B. Linn
Ascelela Hammond

INVOCATION BY:

Mayor Lamar Fisher

PLEDGE OF ALLEGIANCE LED BY: *Ascelela Hammond, City Clerk*

Names of Comms.	M	S	Y	V N
VOICE VOTE				
Dockswell				X
Hardin	X			X
Moss				X
Phillips				X
Burrie		X		X
Fisher				X

CITY COMMISSION WORKSHOP MINUTES

JULY 22, 2015

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APPROVAL OF AGENDA

MOTION: To approve the City Commission Workshop Agenda of July 22, 2015 as submitted.

ITEM 1

TIME: 00:01:28

City Manager's Presentation - Budget Overview & Summary

Dennis W. Beach, City Manager, stated that staff will be presenting the proposed operating capital approved budget for the upcoming fiscal year. He stated that he would ask the Director Ernesto Reyes to guide everyone through the information process that they undertook to get where they are currently, and to provide details of what the document is based on. Also, at the end of the presentation they will entertain questions from the Commission and input from the public on the proposed budget. He noted that upon completion of the presentation there will be a recess, after which they will reconvene in the Fourth Floor Conference Room to which the public has always been welcomed to attend.

Ernesto Reyes, Budget Director, welcomed everyone to the July budget workshop and stated that he will be providing the 2016 recommended budget which will be followed by input from the public. He reiterated what Mr. Beach stated prior pertaining to a 30 minutes recess and later resuming in the Fourth Floor Conference Room for further discussion. He noted that he will begin with the non-profit funding, followed by capital improvements and then the recommended operating budget. He specified that the intended outcome of the budget workshop is a certification of the fire assessment rates and the certification of the millage rates. Thus, he will begin with an overview of the allocation for the recommended budget per fund. Attached is a copy of the presentation that will provide in detail a breakdown of the budget funds.

Names of Comms.	M	S	Y	V N
<p>CITY COMMISSION WORKSHOP MINUTES JULY 22, 2015</p> <p>PAGE 2</p> <p><u>DISCUSSION ITEM – CONTINUED</u></p> <p>Continuing, he highlighted the July 1st Certified Value, beginning with the taxable value for fiscal year 2015 of approximately \$9.6 billion with an added market gain of \$5.4 million and \$46 million for new construction, which provides for a fiscal year 2016 taxable value of approximately \$10.2 billion. It represents an increase from the fiscal year 2015 taxable value of approximately \$550.5 million or 5.7%. Therefore, with the knowledge of the certified valuation, the net mil can be calculated, and for fiscal year 2016 the net mil is approximately \$9.7 million. In other words, every one mil that is levied they can anticipate generating in property taxes approximately \$9.7 million. The recommended millage of 0.5 was factored in, which yield approximately \$4.9 million in property taxes for the EMS fund. Compared to fiscal year 2015 it represents an increase of over \$261,000 in property taxes or 5.70%.</p> <p>In addition, he referred to the balancing of the General Fund and, based on the projections they recognize that they will acquire approximately \$65.6 million in non-ad-valorem revenues, \$400,000 was factored in for delinquent properties and tax penalties and a required ad-valorem revenue of \$48.3 million to balance the fund. So, this will provide for a balanced General Fund budget of approximately \$114.3 million. With the knowledge of the amount of property taxes needed to balance the General Fund, it can be divided by the estimated net mil to get the recommended millage rate of 4.9865. Also, when the recommended EMS millage rate of 0.5 is added, the total overall millage rate of 5.4865 is received, which is an increase of 4.56% or 0.24 net mils that equates to about \$2.3 million in property taxes. The proposed millage rate represents a 10.77% increase when compared to the aggregate rollback rate.</p> <p>In terms of a tax impact, non-homesteaded property owners will realize a tax impact based on a valuation change of 5.70%, which is approximately \$86.01. However, for residents with Save Our Homes their adjustment for the assessed value would be approximately 0.8% for fiscal year 2016. Therefore, the tax impact would be approximately \$44.14 which is less than \$4 monthly.</p> <p>Furthermore, the recommended millage rate of 5.4865 was taken into account and an increase in assessed value of 5.70% based on a property with an assessed valuation of \$100,000 will have an expected tax impact of</p>				

Names of Commrs.	M	S	Y	N

CITY COMMISSION WORKSHOP MINUTES

JULY 22, 2015

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DISCUSSION ITEM - CONTINUED

\$55.22. These properties have to be non-homesteaded to include single family homes, condominiums or commercial. So, for every \$100,000 in assessed value that is increased, the tax impact increased by \$55.22.

Additionally, based on the recommended millage when compare to the other 31 municipalities in Broward County, Pompano Beach will maintain the 11th lowest millage rate, which takes into account the adopted millage rate for the other 30 municipalities for fiscal year 2015.

Finally, the residents of Pompano Beach will realize on their tax bill that Pompano Beach is one of several taxing authorities on the bill. For every dollar that is paid, \$0.25 would go to Pompano Beach, \$0.27 would go to Broward County and \$0.35 to the School Board.

Comr. Phillips asked if there are any carryovers from the Enterprise Funds. "Do we expend all the Enterprise Funds that were allocated in any given year?"

Mr. Reyes replied that they have some carryover. In fact, they were utilizing about \$700,000 of the Enterprise Fund for capital improvements.

Comr. Phillips probed about the increase in water usage by 11%, and if they use reused water which is supposed to reduce water usage on the Golf fund.

Mr. Reyes responded yes, there was an increase of about \$150,000 for reuse irrigation purposes.

ADJOURNMENT

There being no further business, the workshop adjourned at 9:39 a.m.

Names of Commrs.	M	S	Y	V

CITY COMMISSION WORKSHOP MINUTES

JULY 22, 2015

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 LAMAR FISHER, MAYOR



 ASCELETA HAMMOND, CITY CLERK



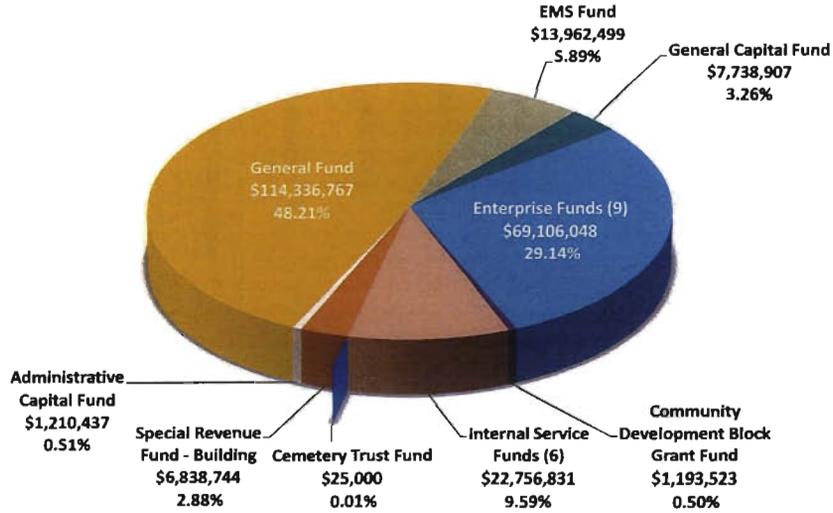
BUDGET WORKSHOP

Budget Workshop Agenda

- Discuss Non-Profit Funding
- Discuss Capital Improvements
- Discuss FY 2015/2016 Recommended Operating Budget
- Certify Fire Assessment Rates
- Certify Millage Rates

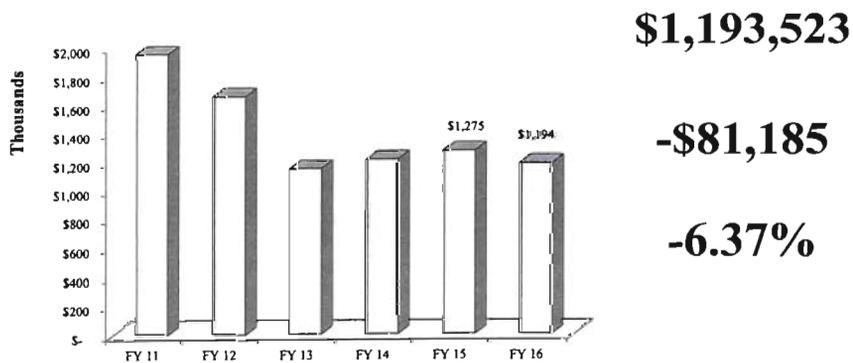
FY 2016 Recommended Budget

\$ 237,168,756 **+ \$ 13,166,234** **+ 5.88 %**



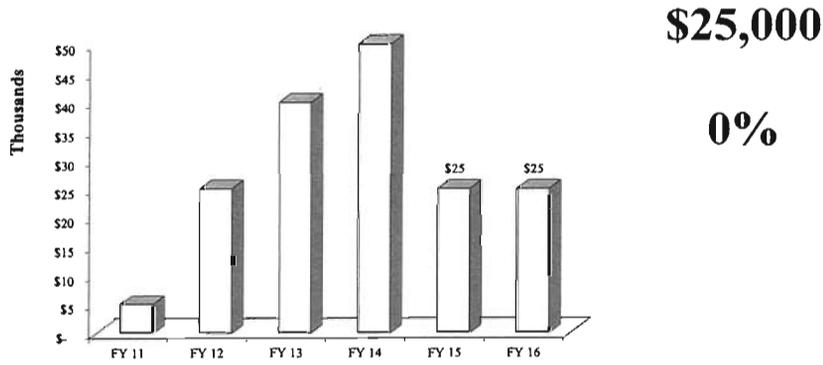
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Community Development Block Grant Fund



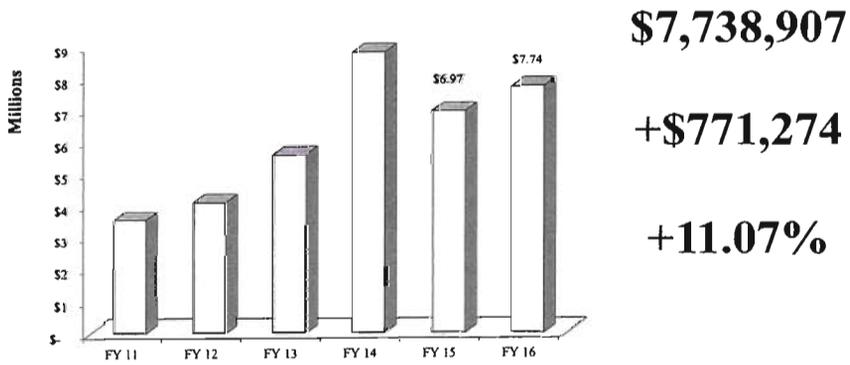
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Cemetery Trust Fund



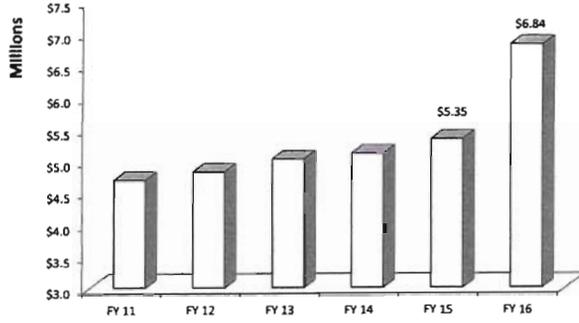
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General Capital Fund



5

Special Revenue Fund



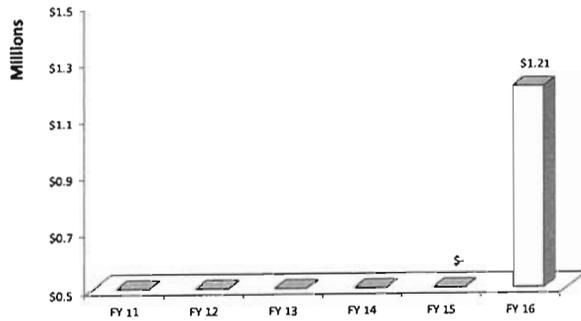
\$6,838,744

+\$1,487,718

+27.80%

6

Administrative Capital Fund



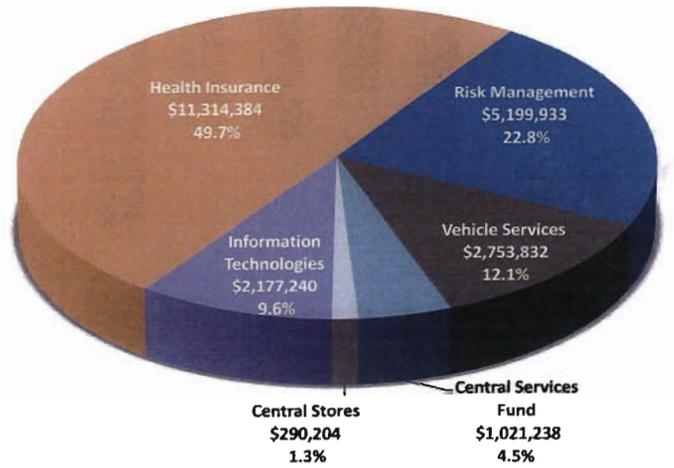
\$1,210,437

+\$1,210,437

7

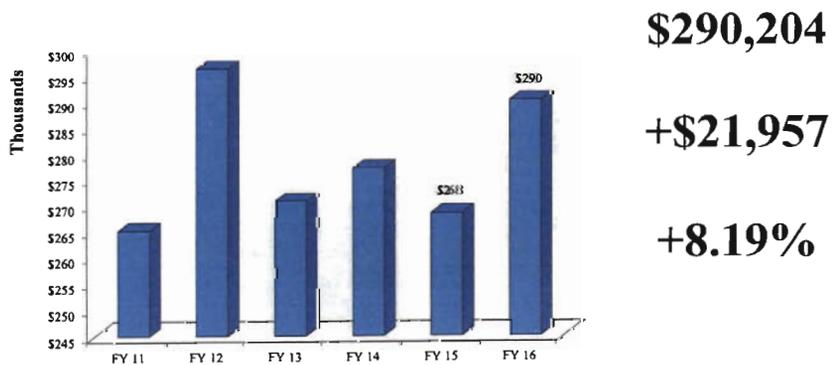
Internal Service Funds (6)

\$ 22,756,831 + \$ 504,844 + 2.27%



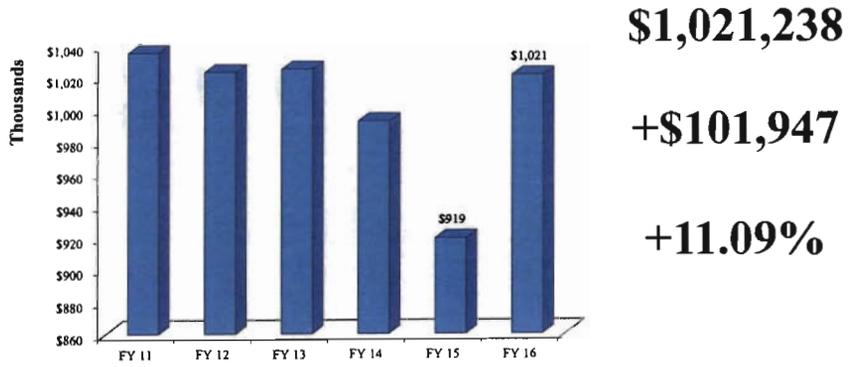
8

Central Stores



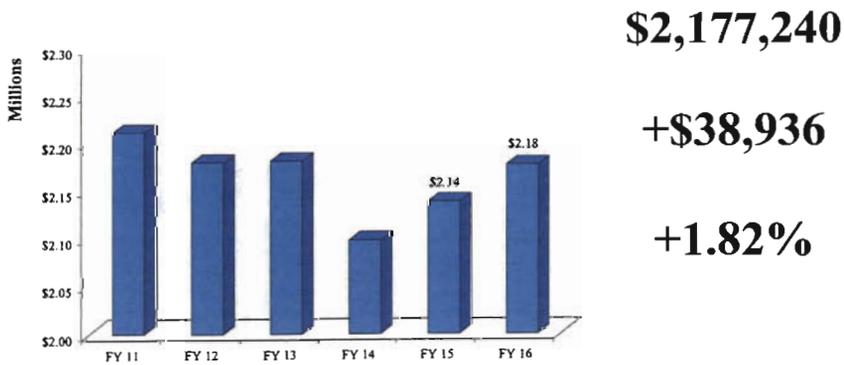
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Central Services



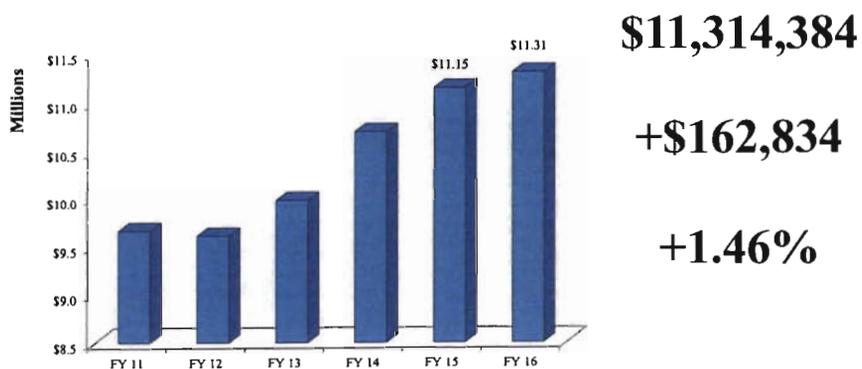
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Information Technologies



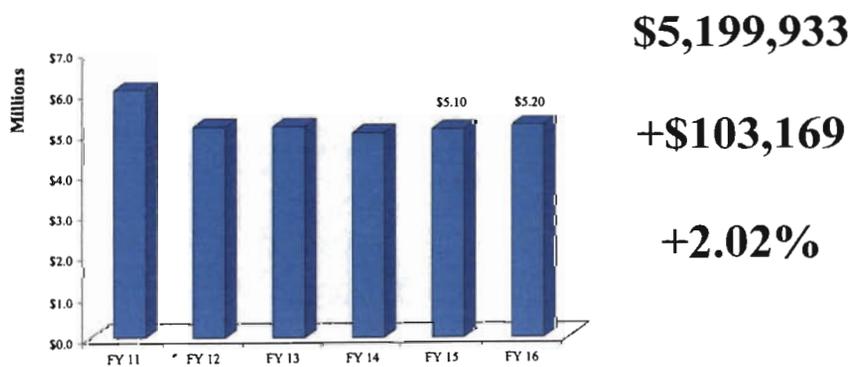
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Health Insurance



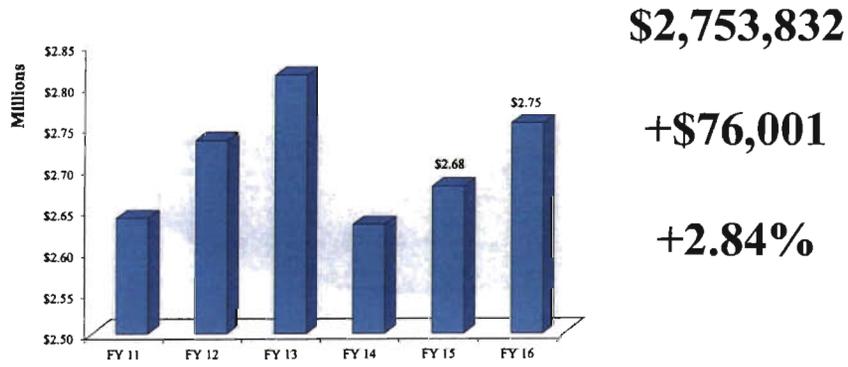
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Risk Management



13

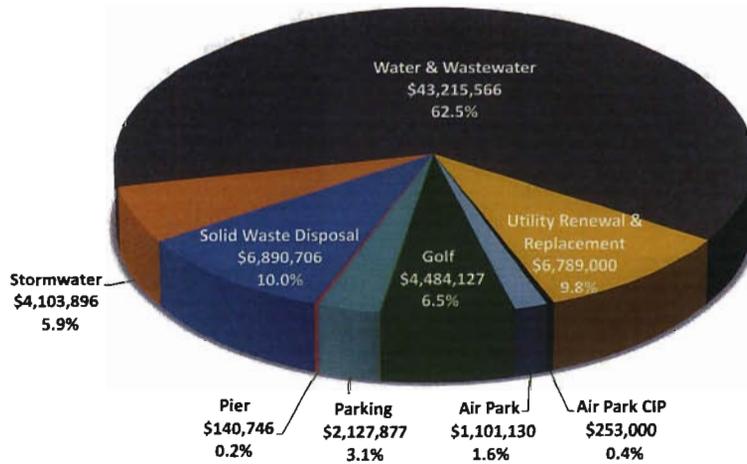
Vehicle Services



14

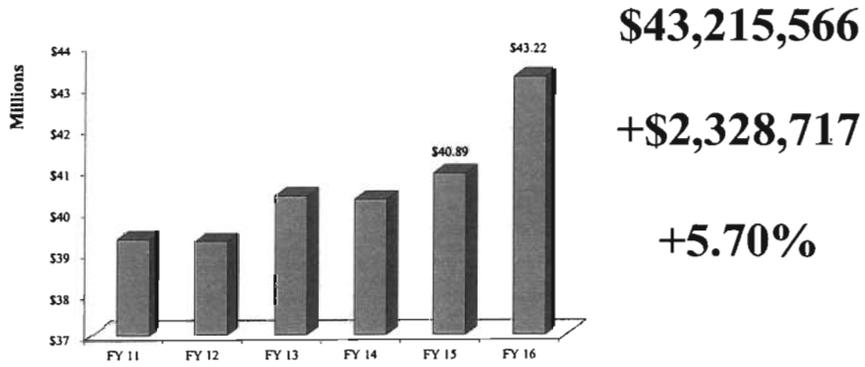
Enterprise Funds (9)

\$ 69,106,048 + \$ 5,018,382 + 7.83%



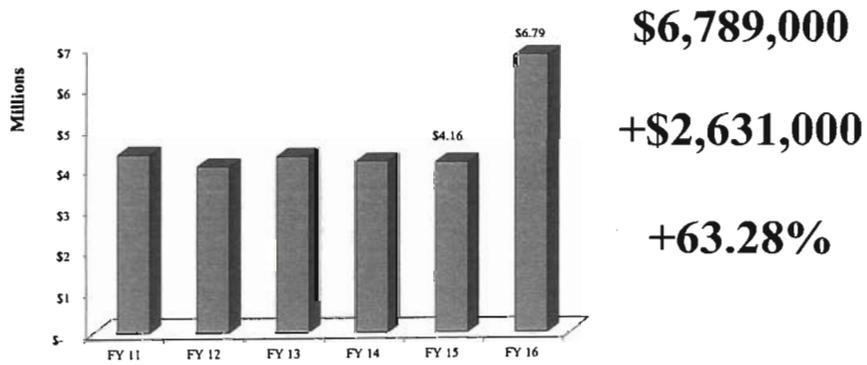
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Water & Wastewater



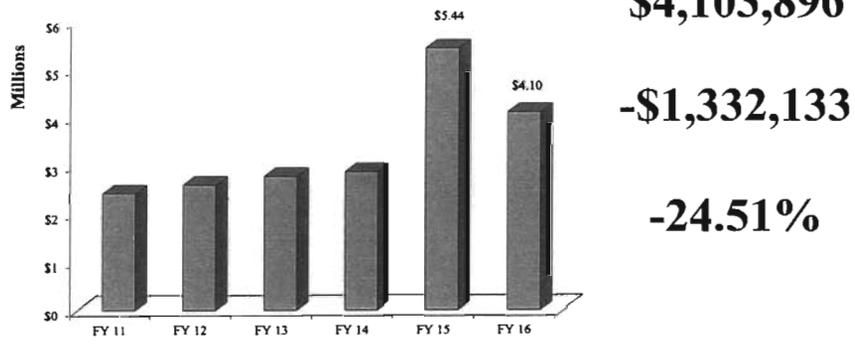
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Utility Renewal & Replacement



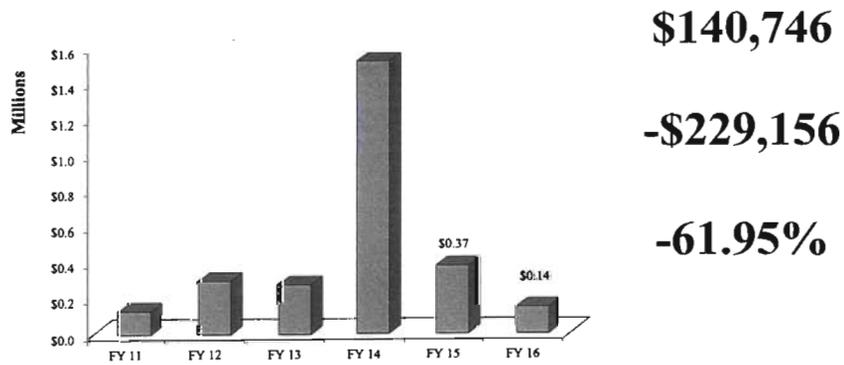
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Stormwater



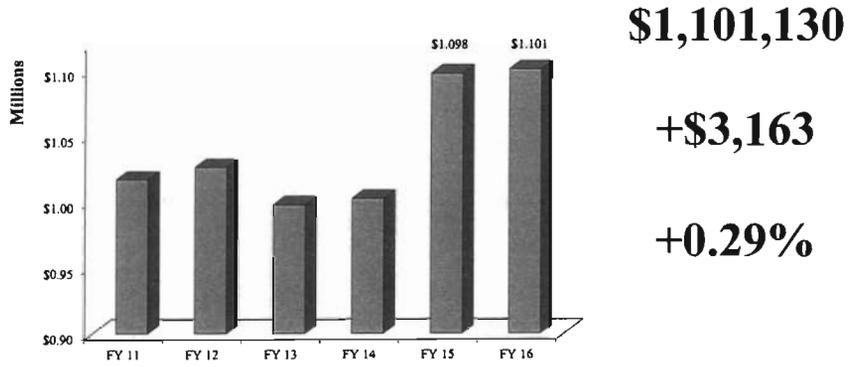
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Pier



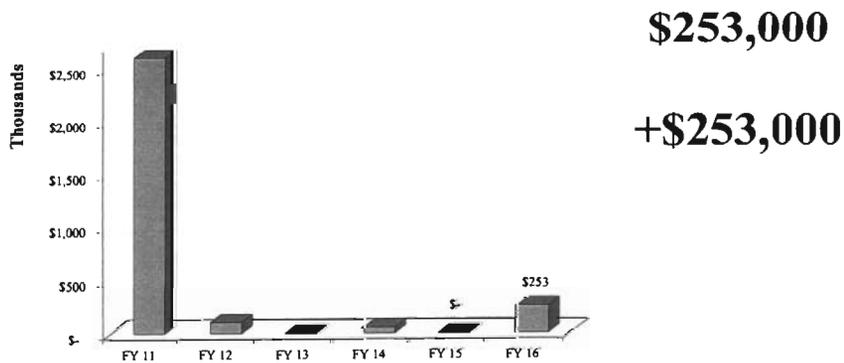
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Air Park



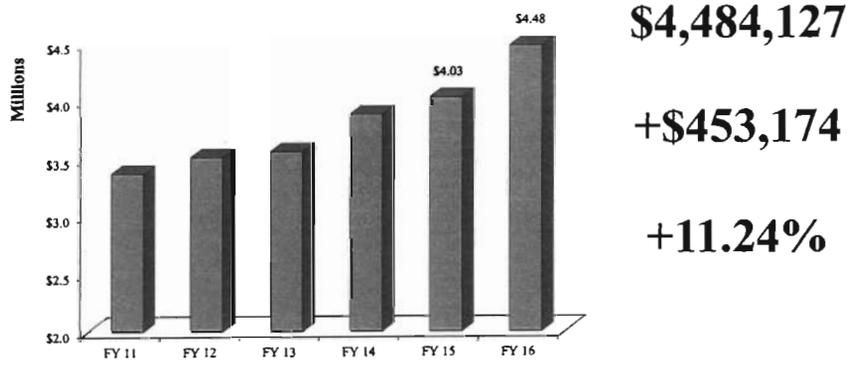
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Air Park CIP



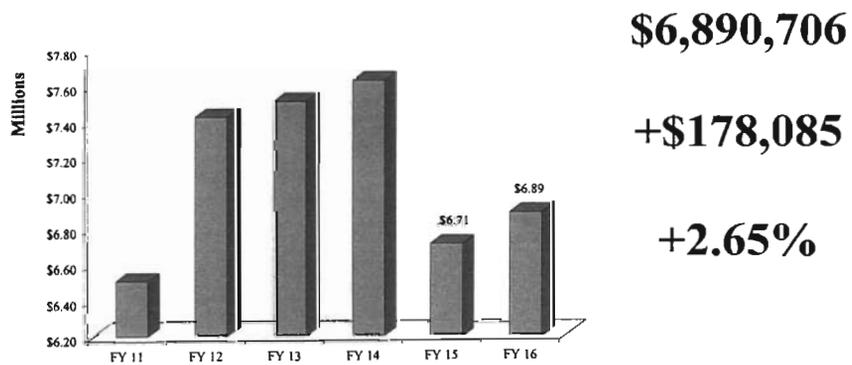
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Golf



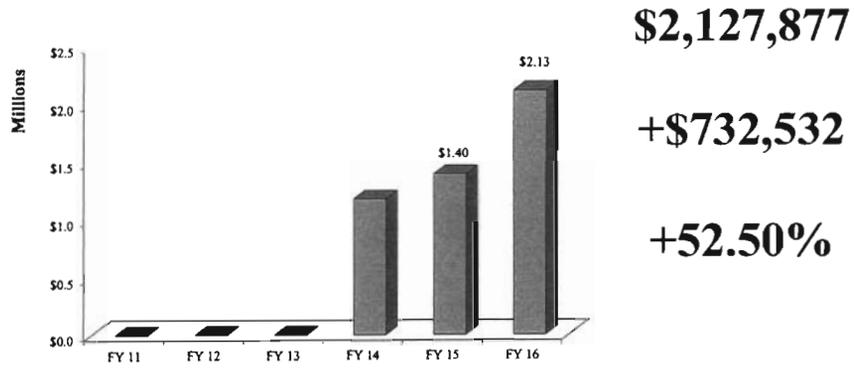
22

Solid Waste Disposal



23

Parking



24

July 1st Certified Value

\$ 550,461,900 + 5.70%

FY 2015 Taxable Value	\$9,649,254,214
Add: Market Gain	\$504,409,680
Add: New Construction	<u>\$46,052,220</u>
FY 2016 Taxable Value	\$10,199,716,114

25

EMS Ad Valorem

+\$ 261,614 + 5.70%

\$9,695,085

Net Mill

.5000

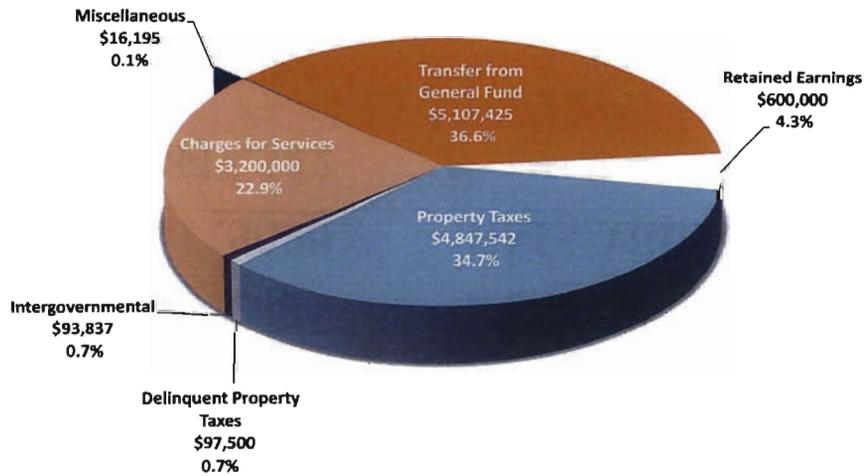
EMS Millage Rate

\$4,847,542

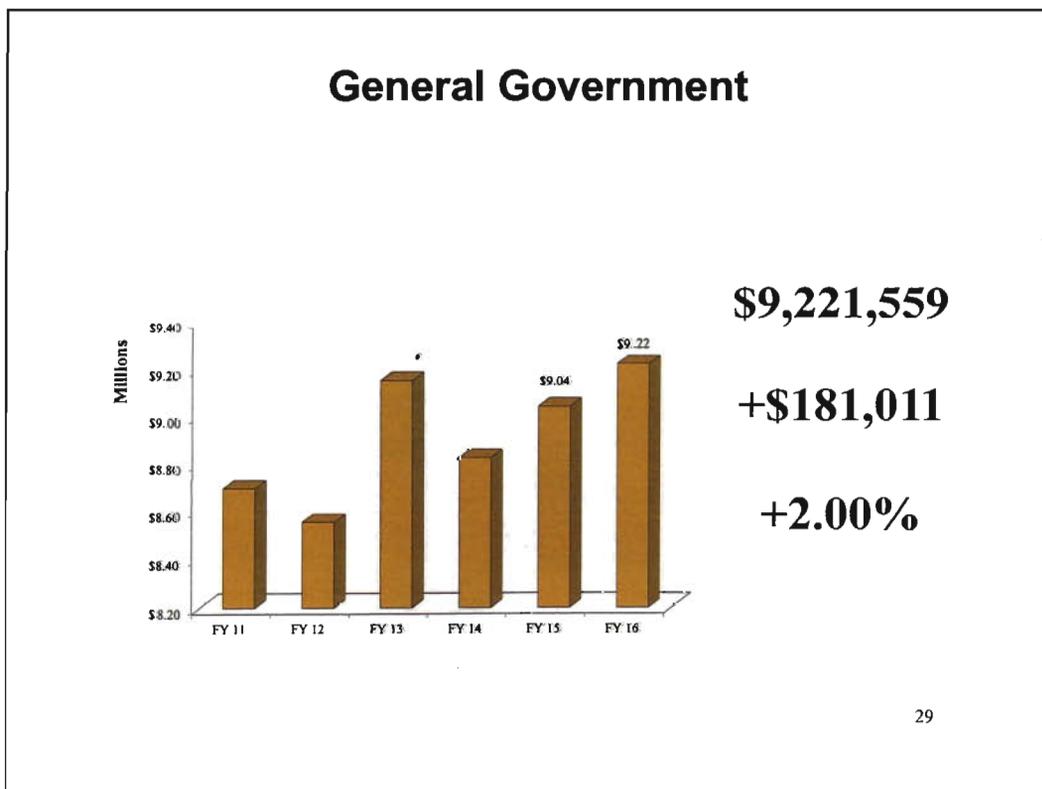
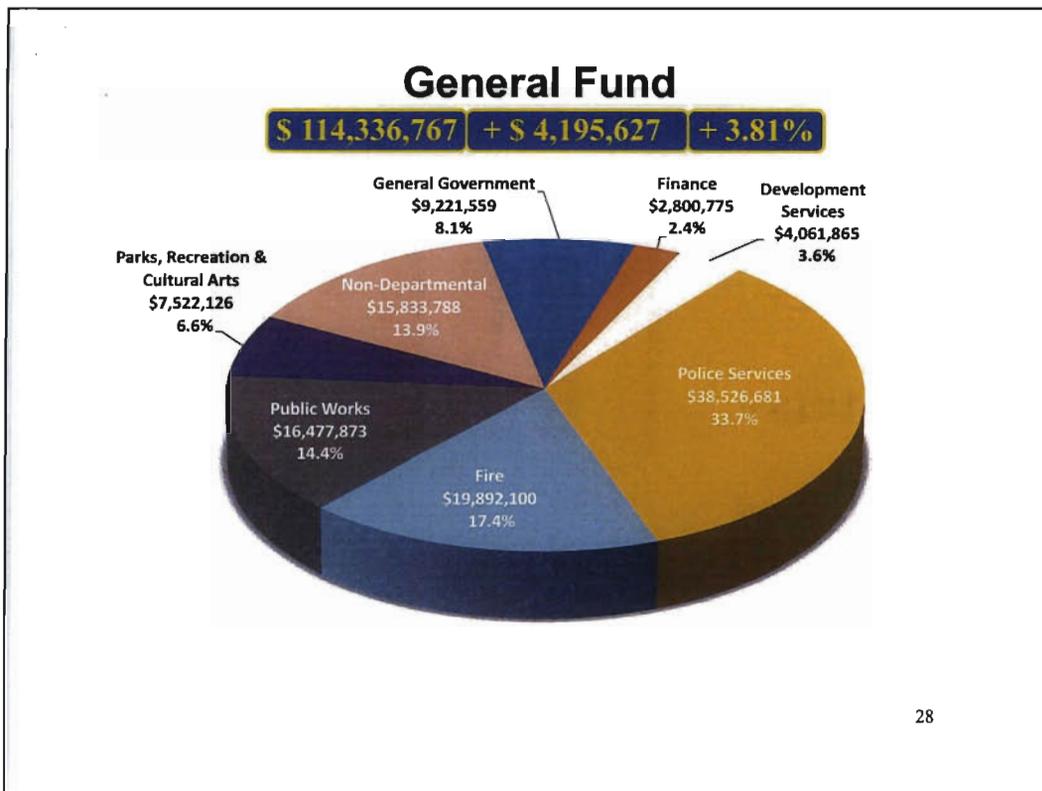
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EMS Revenues

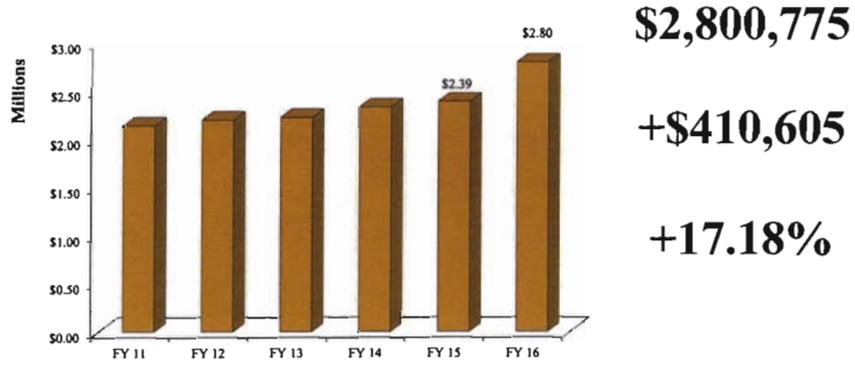
\$ 13,962,499 + \$ 59,137 + 0.43%



27

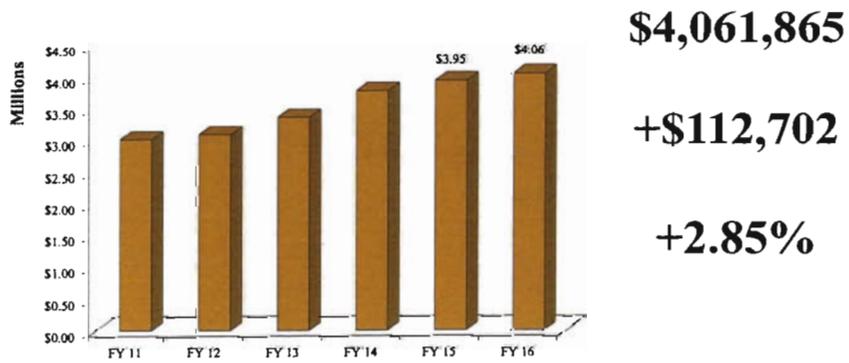


Finance



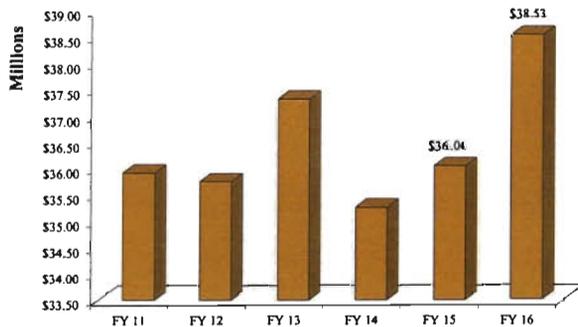
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Development Services



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Police Services



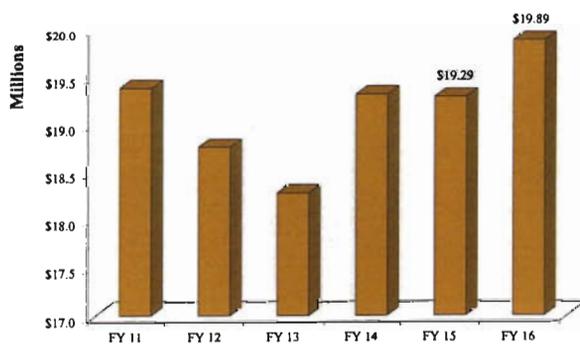
\$38,526,681

+\$2,489,979

+6.91%

32

Fire



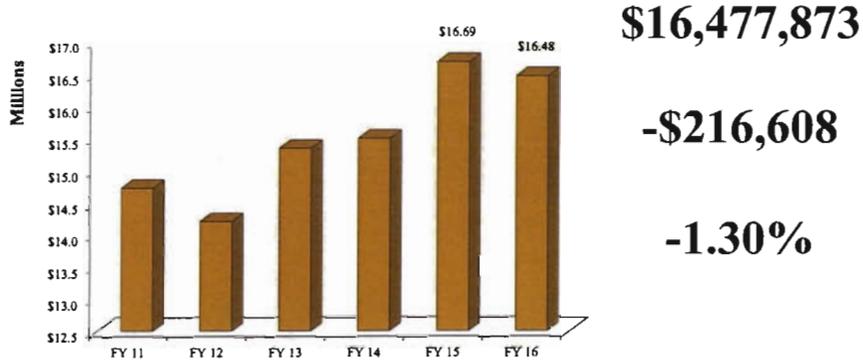
\$19,892,100

+\$598,520

+3.10%

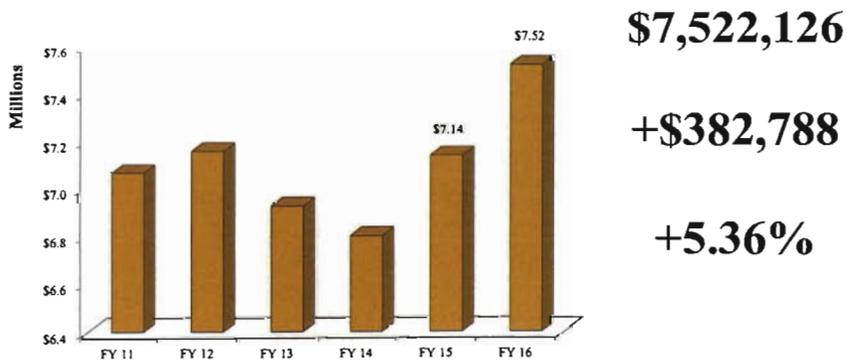
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Public Works



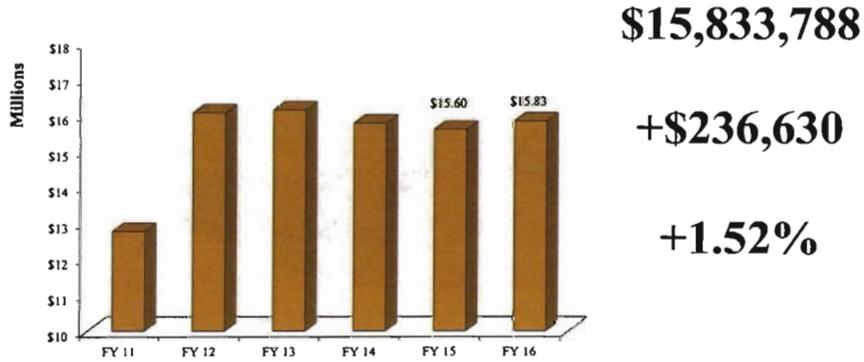
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Parks, Recreation & Cultural Arts



35

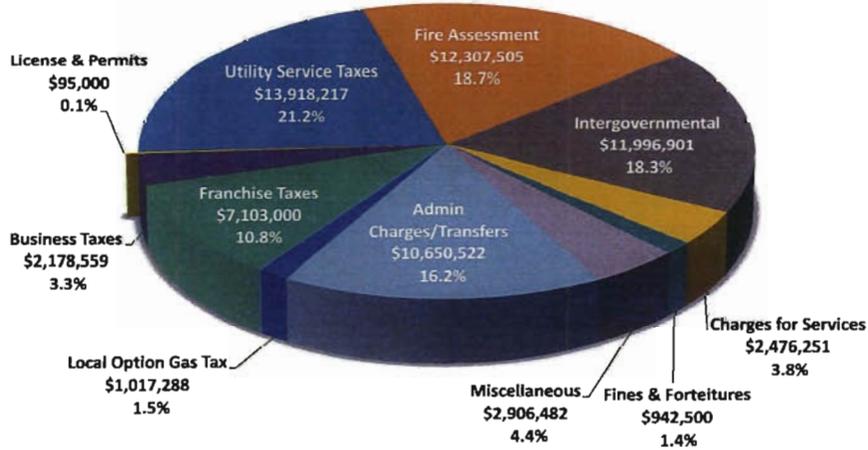
Non-Departmental



36

General Fund Non Ad-Valorem

\$ 65,592,225 - \$ 14,342 - 0.02%



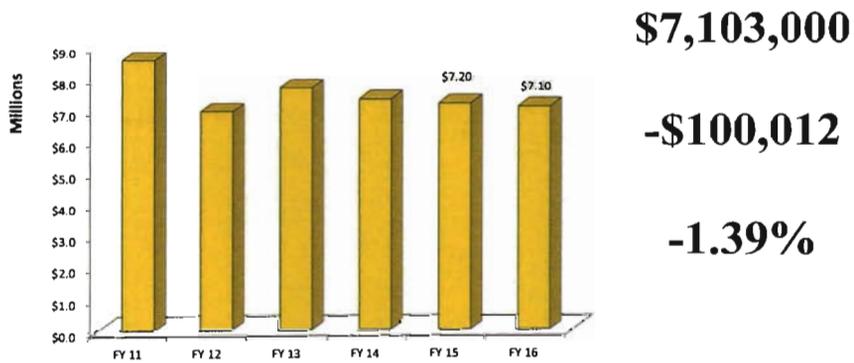
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Local Option Gas Tax



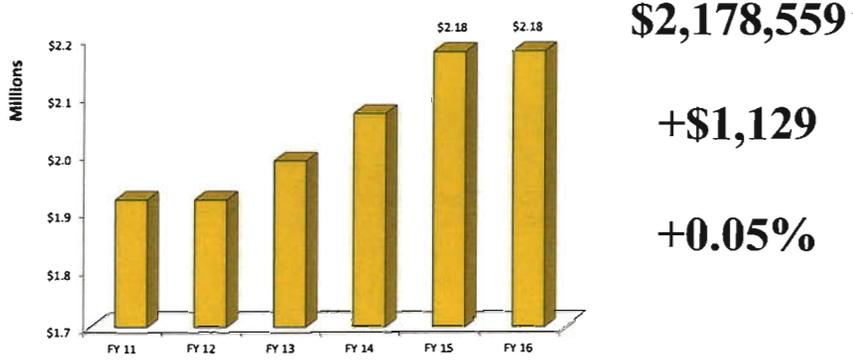
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Franchise Taxes



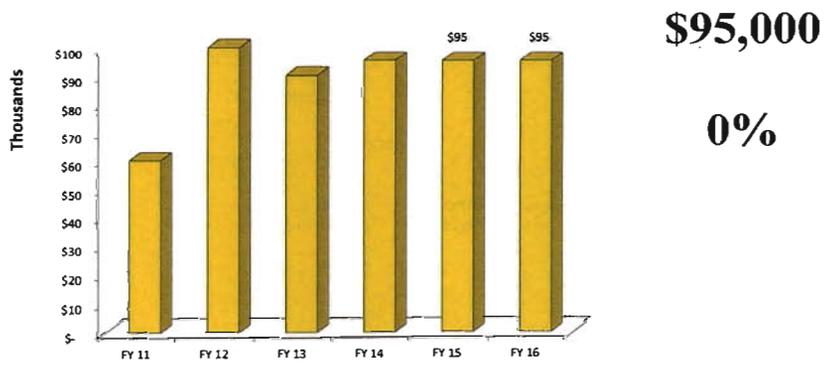
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Business Taxes



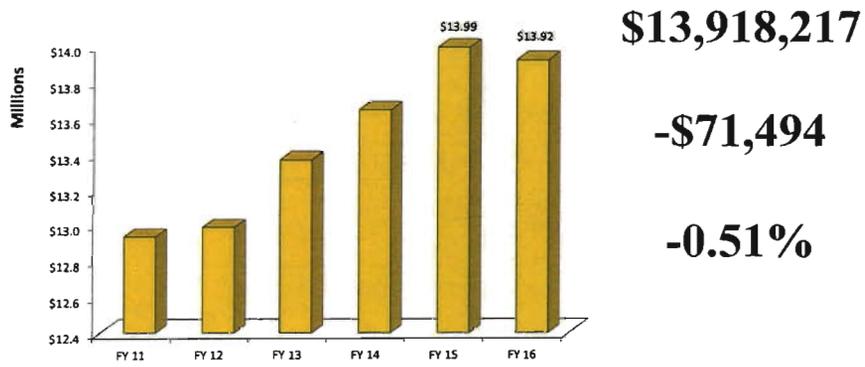
40

License & Permits



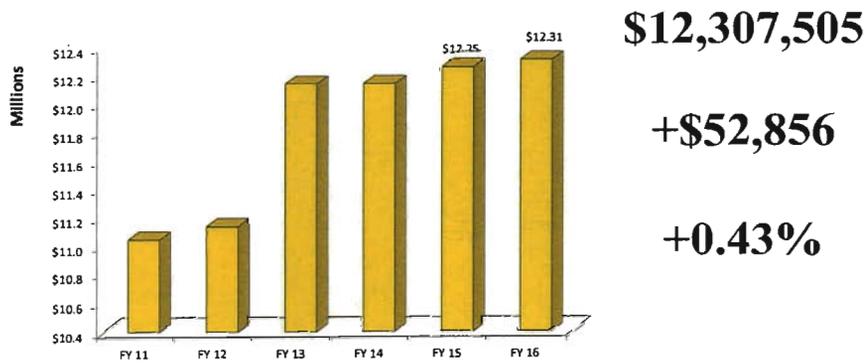
41

Utility Service Taxes



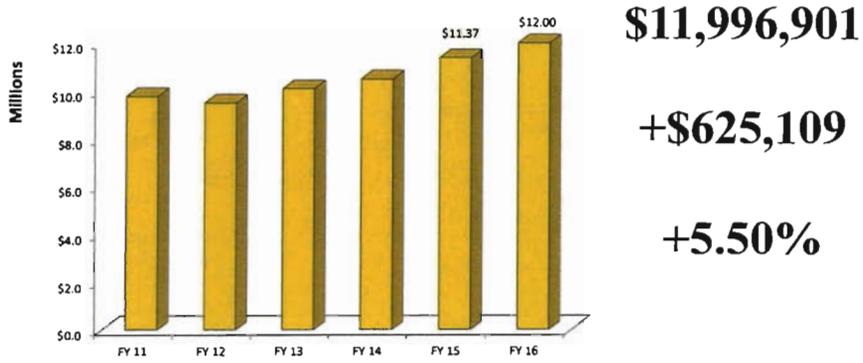
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Fire Assessment



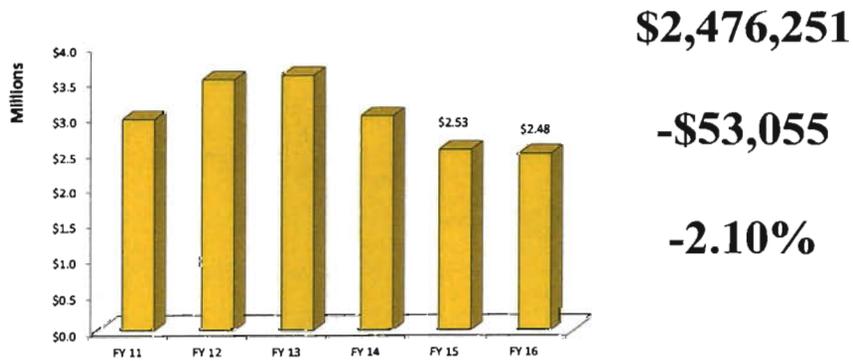
43

Intergovernmental



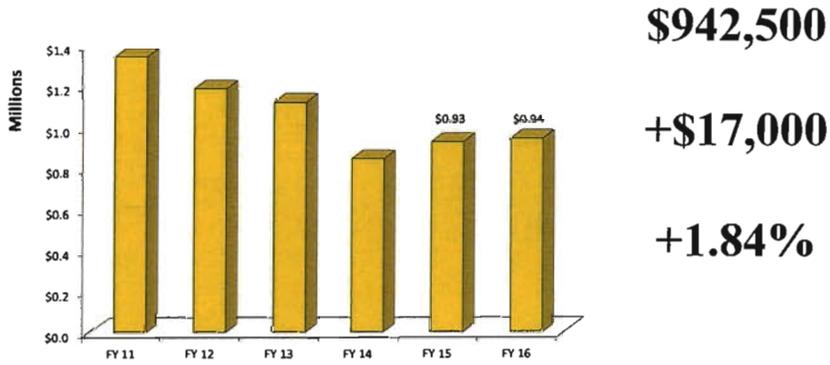
44

Charges for Services



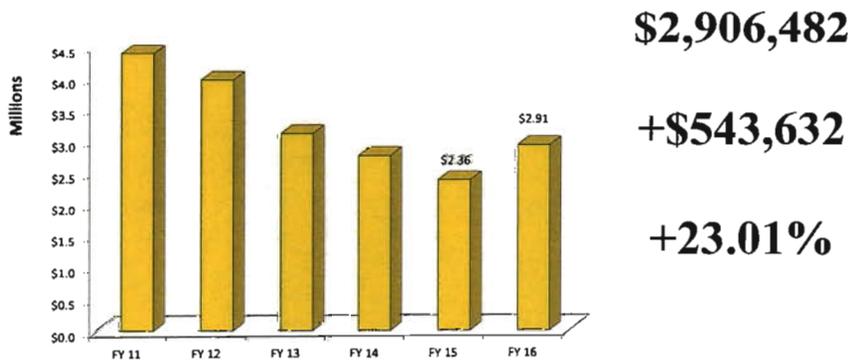
45

Fines and Forfeitures



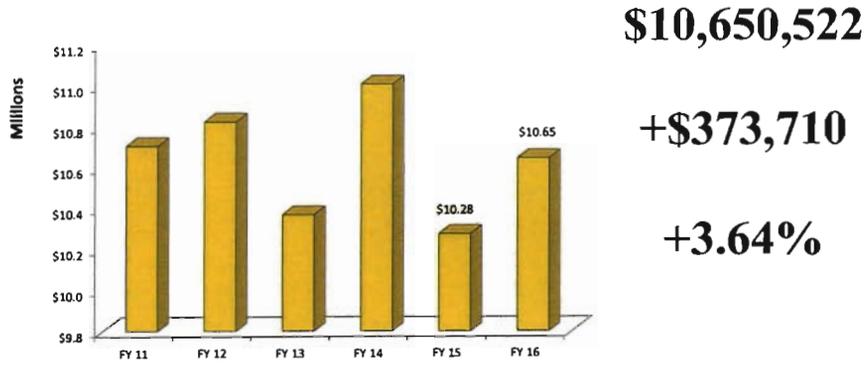
46

Miscellaneous



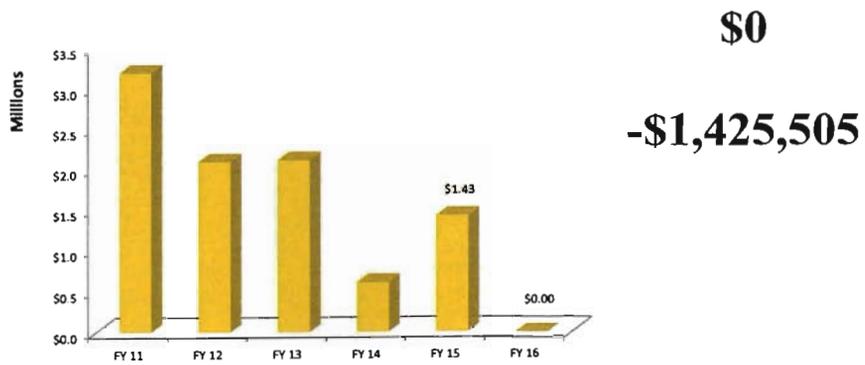
47

Admin. Charges / Transfers



48

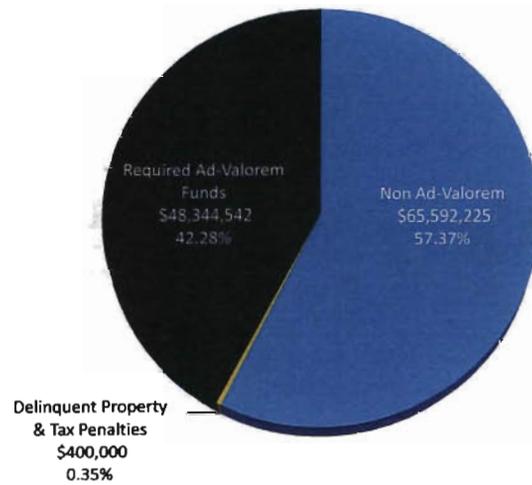
Reserves



49

General Fund Revenues

\$ 114,336,767



50

Proposed Operating G.F. Millage Rate

$$\frac{\$48,344,542}{\$9,695,085} = 4.9865$$

51

Total Millage Rate

	<u>FY 2015</u>	<u>FY 2016</u>	<u>%</u>
General Fund	4.7470	4.9865	5.05%
EMS Fund	<u>0.5000</u>	<u>0.5000</u>	=
Total	5.2470	5.4865	4.56%

*** The proposed millage rate represents a 10.77% increase of the rolled-back rate.**

52

Tax Impact

Average Assessed Value = \$155,755

	<u>FY 2015</u>	<u>FY 2016</u>	<u>Tax Impact</u>
<u>Non Homesteaded</u> 	\$817.25	\$903.26	\$86.01
FY 16 Value Change = +5.70%			
<u>Save Our Homes</u> 	\$817.25	\$861.39	\$44.14
SOH Adjustment = +0.8%			

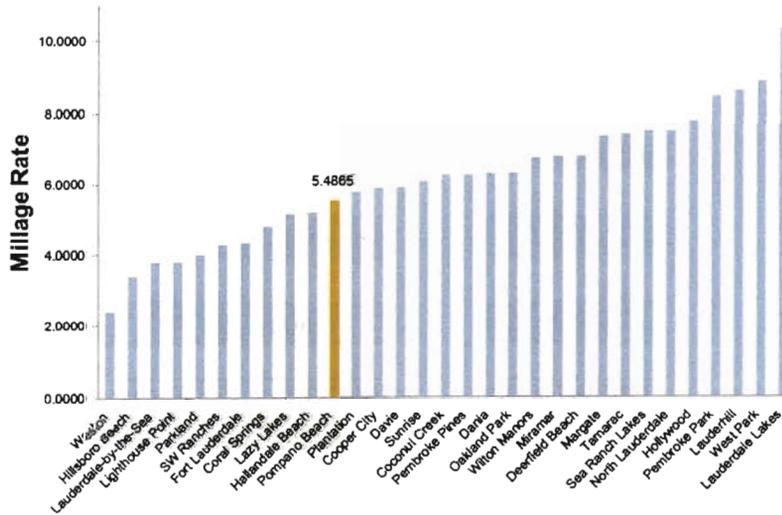
53

Property Taxes at 5.4865 & Assessed Value Change of +5.70%

<u>Assessed Valuation</u>	<u>Tax Impact</u>
\$100,000	+ \$55.22
\$200,000	+ \$110.45
\$300,000	+ \$165.67

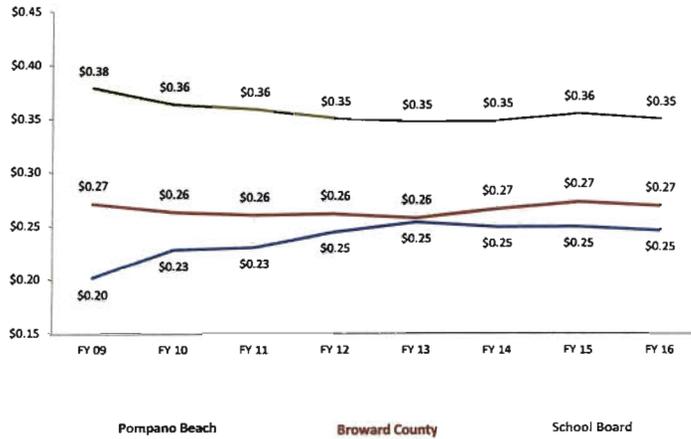
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Comparative Millage Rates



55

Tax: \$1.00



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BUDGET WORKSHOP