

St. Lucie County Board of County Commissioners

FY 2016-2017 FINAL BUDGET



Today's Detailed Agenda

- FY 15/16 Accomplishments
- Reserves and Budget Stabilization
- Adjustments to Final Budget
- Final Budget
- FY 17 Budget Changes
- FY 17 Capital Improvement Plan
- FY 17 Ad Valorem Rates, Values and Taxes



FY 2016 Accomplishments



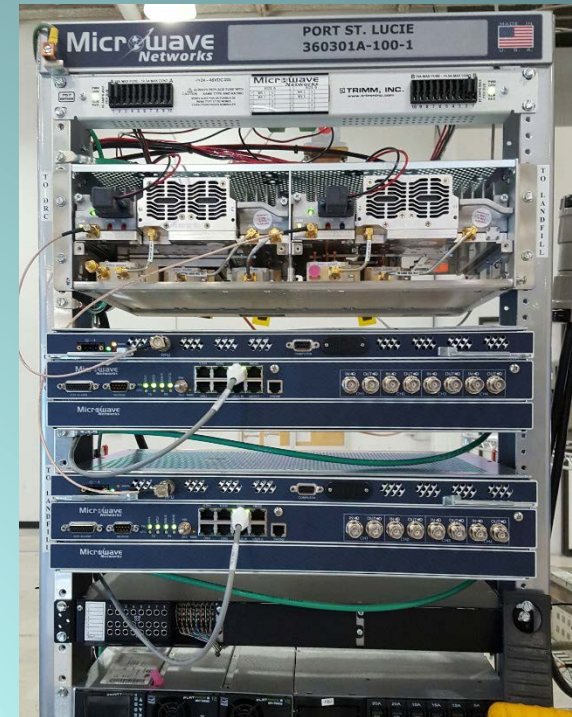
Accomplishments

CONSTRUCTION OF THE 2ND STREET RECONSTRUCTION PROJECT



Accomplishments

FUNDING AND ACQUISITION OF 800 MHZ RADIO SYSTEM



Accomplishments

FUNDING FOR NEW HANGAR AT TREASURE COAST AIRPORT –
50/50 PARTNERSHIP WITH STATE AND THE COUNTY

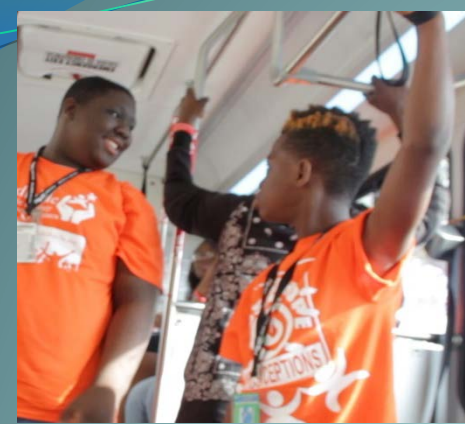


Accomplishments

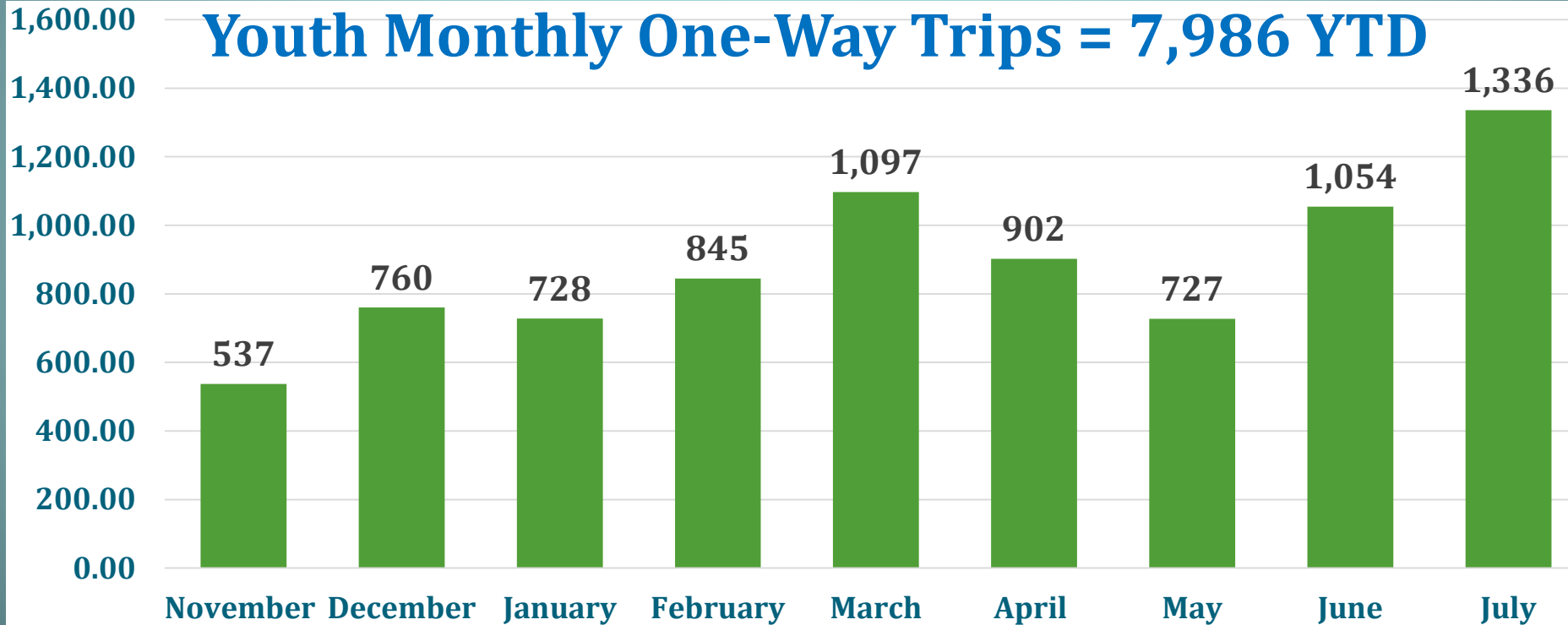
RENOVATION OF THE ROSSER BLVD BRANCH LIBRARY



Youth Ride Free Program

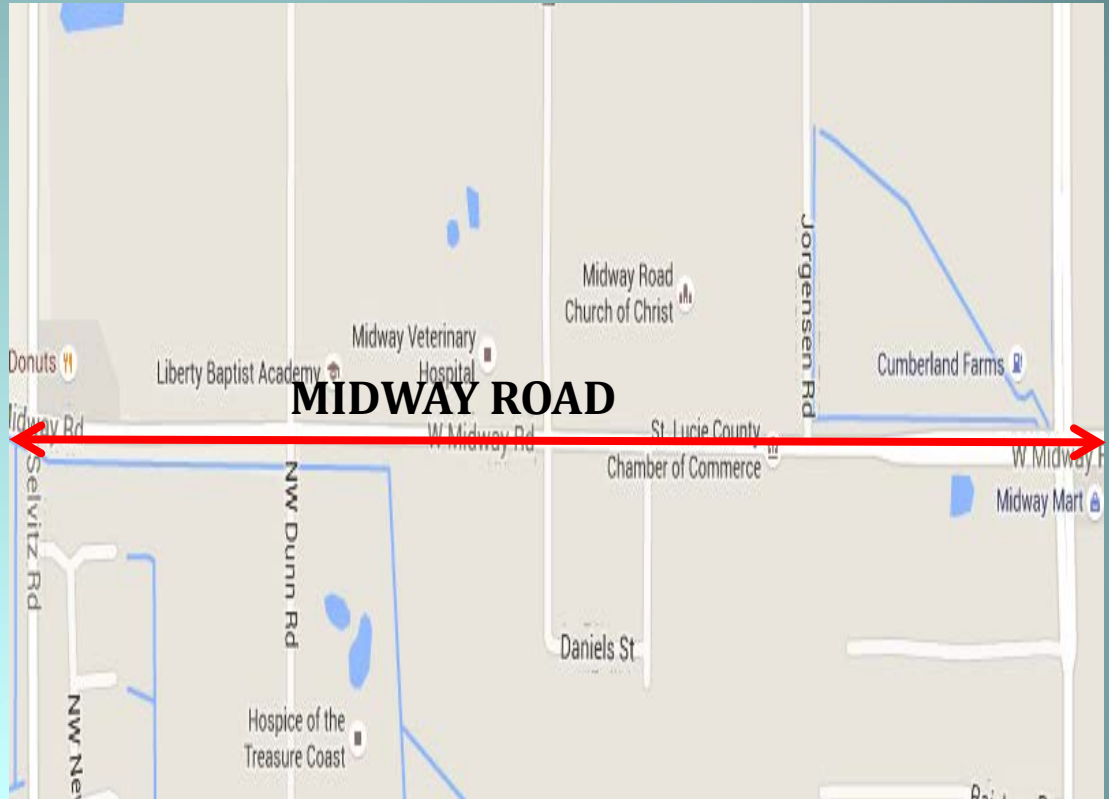


Youth Monthly One-Way Trips = 7,986 YTD



Accomplishments

MIDWAY ROAD (SELVITZ ROAD-25TH STREET) WIDENING PROJECT





Accomplishments

EXPANDED CAPACITY OF THE NORTH HUTCHINSON ISLAND WASTEWATER TREATMENT PLANT



Accomplishments

FUNDING AND IMPLEMENTATION OF FPL ENERGY EFFICIENCY PROJECTS



Accomplishments

JAIL SECURITY SYSTEM





Accomplishments

THE INSTALLATION AND OPERATION OF A GLASS RECYCLING FACILITY



Accomplishments

- Successful in securing close to \$126 million in State appropriations directly and indirectly to St. Lucie County
- Restored services to all libraries, five days a week - \$360,000
- Implemented phase I of a paperless permitting process
- Three key transit fixed route lines expanded service for evenings and Saturdays, \$280,000
- Jail Equipment/Maintenance Staffing – \$171,792. Address ongoing maintenance conditions and investments in critical capital equipment.
- Public Safety investment in the Sheriff's Office:
 - Step Plan (\$2.3 million)
 - Health Insurance (\$2.1 million)



Reserves & Fund Balance



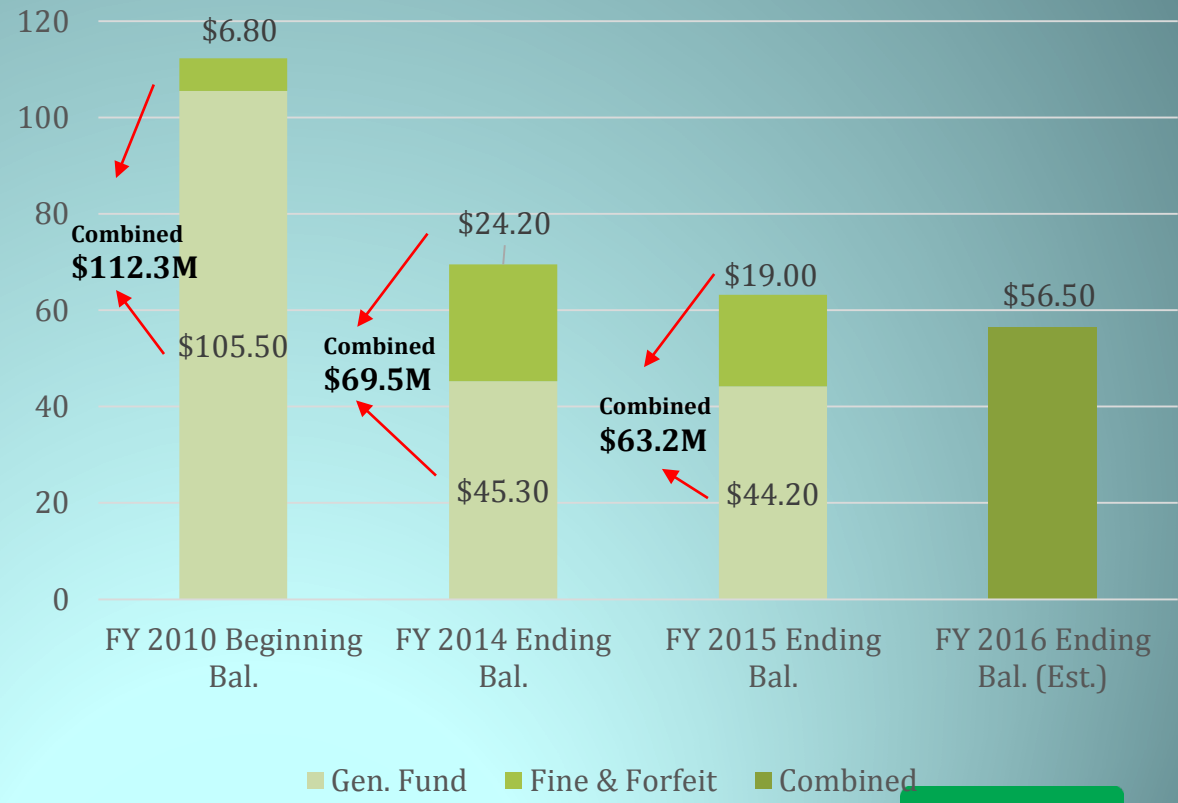
Budget Stabilization Fund (Reserves)

- **Current Conditions.** Operating expenses in the General Fund/Fine & Forfeiture Fund are exceeding operating revenues.
 - FY 2010 thru FY 2015 the County has utilized \$49.1 million of the General Fund and Fine Forfeiture fund balance.
 - Expenses exceed revenue annually during the same period of time, averaging \$7.2 million.
- **Future Direction.** Changing our condition requires discipline through fiscal year 2020. If we remain disciplined, it is possible that we can reverse the trend so that our operating revenues cover our operating expenses.



Reserve History FY 2010 – FY 2016

- 52% of the 112.3 million will be spent by the end of FY 2016
- Leaving 56.5 million of which:
 - 36.5 million is set aside as part of our reserve balance
 - \$16.5 million for emergency reserves
 - \$14 million for budget stabilization
 - \$6 million for Transportation Infrastructure reserves



ADJUSTMENTS TO FINAL FY 2017 BUDGET



WHY DO WE ADJUST THE FINAL BUDGET?

- Recommended departmental budgets were completed in April
 - Project completion/balance forward estimates compiled five months before year end
 - Grant availability as anticipated in April

WHY DO WE ADJUST THE FINAL BUDGET?

- Major Revenues prior to the availability of estimates from the Department of Economic & Demographic Research
- Departments continue to review project status/balance forward impact through September

CHANGES IN THE FINAL BUDGET BY FUND

Fund Name	FY 2017 Tentative	FY 2017 Final	FY 2017 Change
General Fund & Fine and Forfeiture Fund	222,487,011	221,227,839	-1,259,172
Special Revenue Fund	105,419,641	105,344,421	-75,220
Capital Fund	17,935,414	17,935,414	0
Debt Fund	68,998,421	68,998,421	0
Enterprise Fund	54,300,855	54,469,342	168,487
Internal Service Fund	30,486,525	30,486,525	0
Trust Fund Sub-Total	4,608,705	4,543,165	-65,540
Grand Total	504,236,572	503,005,127	-1,231,445



New Funding Request

- Public Works request funding for FEC Railway Crossing maintenance (\$650,000)
- HANDS Clinic request funding to support clinic (\$150,000)
- All Aboard Florida Legal Defense, the Board of County Commissioners approved \$100,000 allocation from reserves

New Funding Request - FEC Crossing Maint.

- Public Works request funding for FEC (Florida East Coast) Railway Crossing maintenance (\$650,000)
- Funding Options: FEC Railway Crossing Maintenance

Option #1:

Allocate funding from the Unincorporated MSTU Reserve for 6 crossings located within the Unincorporated MSTU

OR

Option #2:

Allocate funding from the Transportation Reserve





New Funding Request-HANDS Clinic

- HANDS Clinic request funding to support clinic (\$150,000)
- Funding Options: HANDS Clinic Request
 - Re-prioritize existing General Fund allocation

Description	2017 Budget	2017 Budget (Revised)	Change	Explanation
GF-Salary & Benefits	\$22,862,911	\$22,712,911	(\$150,000)	Opening of Rosser Road Library will be delayed until late 2017. Staff will be hired during the 4 th quarter of FY 2017.



FY 2017 Final Budget

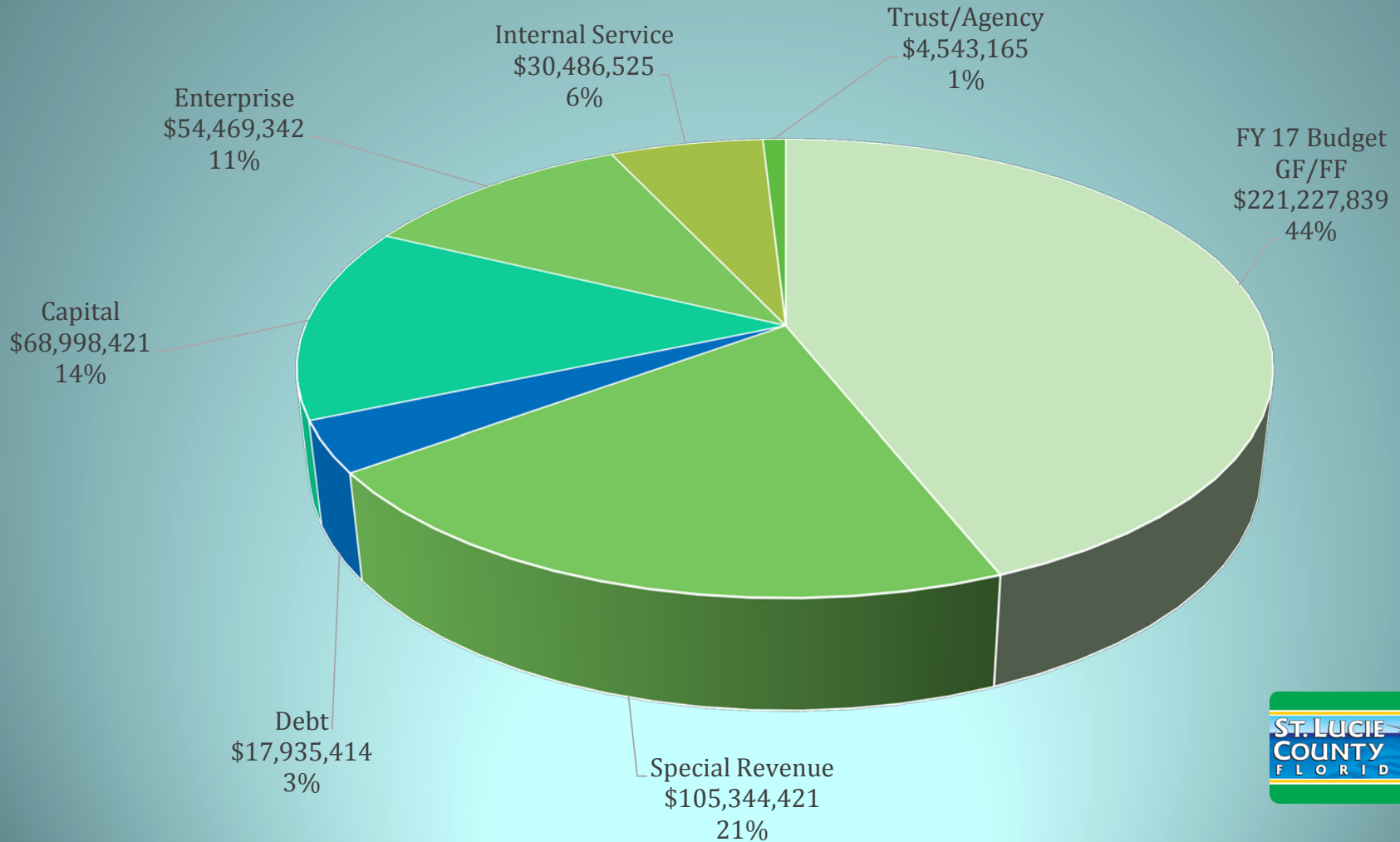


Budget Summary

The FY 2016-17 Final Budget is \$503.0 million which represents a decrease of \$4.3 million or 0.8% from the prior fiscal year amended budget

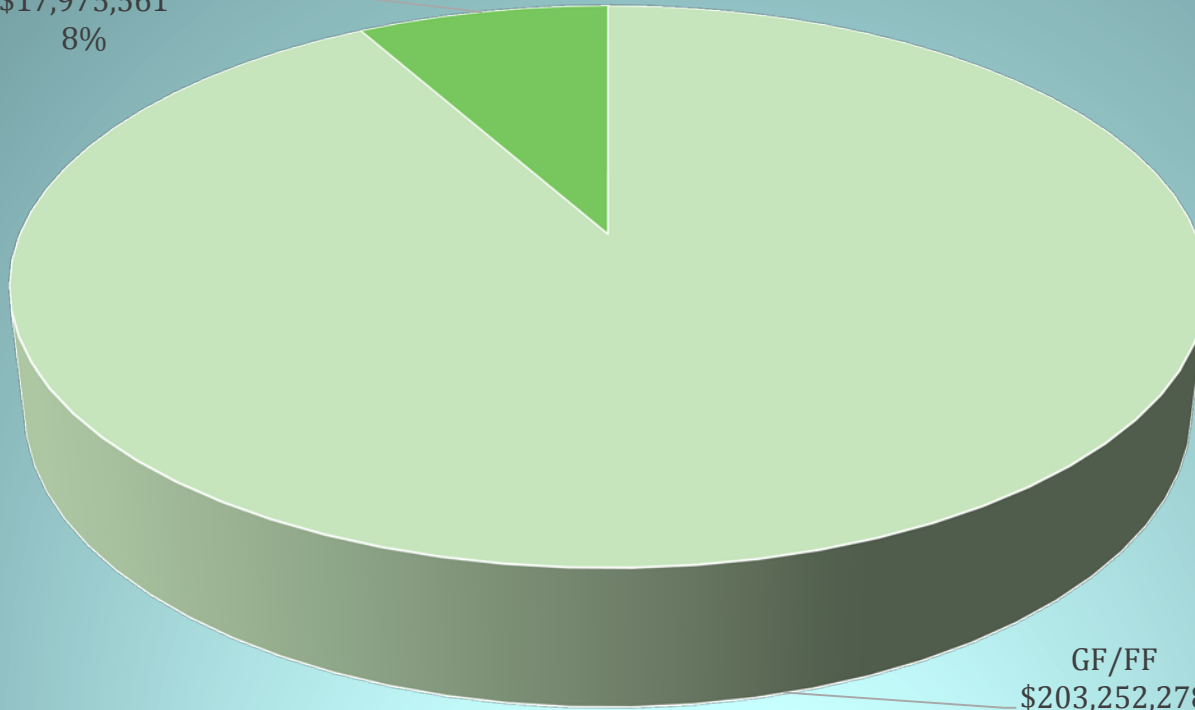


FY 2017 Total Final Budget \$503.0 Million



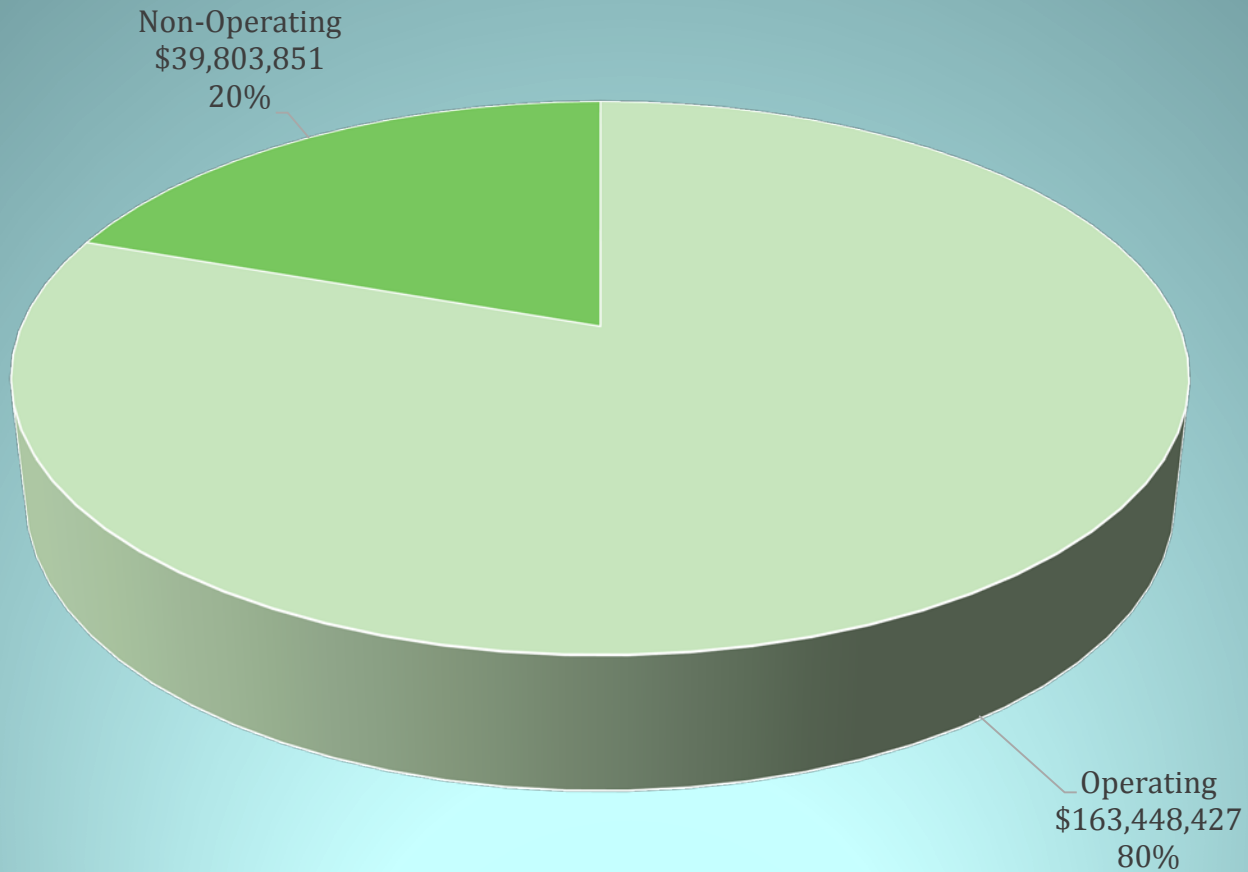
FY 2017 General Fund/ Fine & Forfeiture Fund Budget \$221.2 Million

GF/FF Subfunds
\$17,975,561
8%

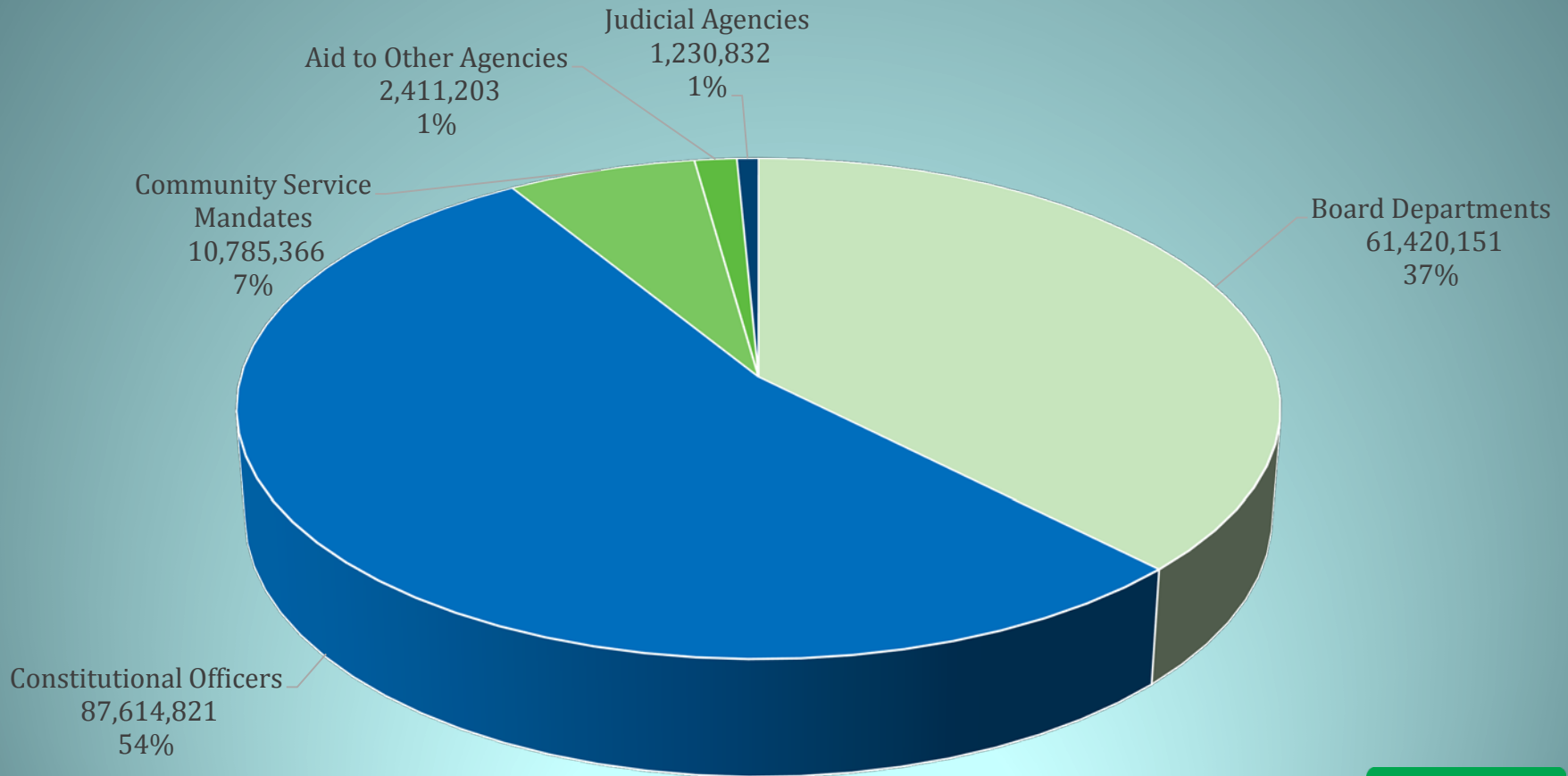


GF/FF
\$203,252,278
92%

FY 2017 General Fund/ Fine & Forfeiture Fund Budget \$203.3 Million



General Fund / Fine & Forfeiture Operating Expenses \$163.5 Million



General Fund/Fine & Forfeiture

The County's main operations are located in the General Fund/Fine & Forfeiture Fund portion of the FY 16-17 Final Budget, which amounts to \$163.5 M for County operations. This represents an increase of 5.7% or \$8.8 M.



FY 2017 Total Revenue (General Fund/Fine & Forfeiture)

Account Name	Amount
Ad Valorem Revenue (Prop. Tax)	\$129,014,919
Communication Service Tax	900,000
FPL Franchise Fee	3,988,464
State Shared Revenue	3,580,724
Local Government Half Cent Sales Tax	4,353,906
All Other Operating Revenue	8,069,134
5% Statutory Reduction	(7,340,971)
Non-Operating Revenue	4,250,538
Total Revenue	\$146,816,708



FY 2017 Budget Changes



FY 2017 Incremental Changes

Incremental Recurring Revenues

Property Taxes	\$7.9 M
State Shared	\$0.1M
Half Cent Sales Tax	\$0.3M
<u>Franchise Fees</u>	<u>\$0.1M</u>
Total Increment	\$8.4M
Total Available	\$8.4M



FY 17 Gen. Revenue Funding

GF/FF BOCC Group Insurance	\$ 1,577,832
Transfers/New Debt	\$ 713,149
BOCC Departments	\$ 1,515,641
2% COLA	\$ 457,643
Increase Attrition Budget (4%)	(\$ 494,455)
Juvenile Detention	(\$ 266,032)
Utilities	(\$ 203,689)
Medicaid	\$ 353,637
Sheriff	\$ 3,115,508
Supervisor of Elections	(\$ 202,050)
Clerk	\$ 168,197
Tax Collector	\$ 200,000
Property Appraiser	\$ 362,728
Medical Examiner	\$ 116,303
EDC	\$ 50,000
Wesley Island Improvements	\$ 50,000
Health Department	\$ 200,000
Additional CRA Payments	\$ 477,000
Staffing Mosquito Control Passive Parks	\$ 100,000
Total Increment	\$8,291,412





BOCC Departments

Information Technology	\$1,208,642
Parks	\$ 87,256
Marine Safety	\$ 90,000
Veteran Services	\$ 52,538
Extension	\$ 52,205
Oxbow	\$ 25,000
<hr/>	
Total	\$1,515,641



Major Changes

- The County's Health Insurance Fund continues to be structurally imbalanced. In FY 15, expenses outpaced revenues by \$4.8M. For FY 17, the County is increasing premiums by 35%, which impacts the GF/FF by \$1.6M.
- Sheriff's Office increase \$3.1M:
 - Continue with step plan
 - Operational and capital increases
- Capital Improvements:
 - Jail Security System \$3.3M
 - 800 MHz System \$9.0M
- Enhancement to BOCC Departments \$1.5M



FY 2017 Capital Improvement Plan



TENTATIVE FY 2017 CIP: \$101.37 MILLION, PROJECTS WITH HIGHEST COST IMPACT

Midway Road (Selvitz to 25th St) \$13 M

Energy Efficiency FPL 2015 \$7.9 M

800MHz Radio Infrastructure Upgrade \$8.9 M

Kings Highway and Indrio Rd \$8.6 M

Tax Collector Building \$6.8 M

North Entrance to Port of Ft. Pierce \$6.0 M

Landfill Phase 4 Cell Construction \$4.8 M

Airport Parallel Runway Connector \$4.0 M

Rock Rd Detention Center Security Upgrade \$2.3 M



FY 2017 CIP Projects – By Dept.

Department	FY 2017 CIP - Funded	Funded Project Distributi
Public Works	\$44.83	44.2%
Parks, Recreation, and Facilities	\$18.65	18.4%
County Administration	\$10.28	10.1%
Public Safety	\$8.97	8.8%
Constitutional Officers (BOCC)	\$6.80	6.7%
Solid Waste	\$4.98	4.9%
Community Services	\$2.41	2.4%
Environmental Resources	\$2.21	2.2%
Water and Sewer	\$1.78	1.8%
Mosquito Control and Coastal Management	\$0.46	0.5%
Total CIP Budget - Funded Projects	\$101.37	100.0%



New Capital Request-MRO Hangar

- MRO (Maintenance Repair Overhaul) Hangar at the Treasure Coast Airport, \$5.0 Million. The local contribution towards this project is \$1 million
- This project includes grant funding of \$4.0 million
- Funding: MRO Hangar Treasure Coast Airport (local match)
 - \$1.0 million debt obligation
 - Includes a \$100,000 annual debt service for 12 years
 - Interest rate of 2.65%



Approximately \$600 Million Deferred Request & Capital Needs

Category	Description	Amount
Public Safety	Projects that improve public safety services to the resident of St. Lucie County	\$12,800,000
Environmental	Projects which enhance our natural environment either through preservation or mitigation of our natural resources air, land or water	\$79,350,000
Transportation Infrastructure	Projects that improve our transportation system of roads, intersections and bridges	\$283,700,000
Economic Development	Projects that improve our ability to retain or attract businesses and increase employment in the region	\$217,900,000

FY 2017 Millage, Values and Ad Valorem Taxes

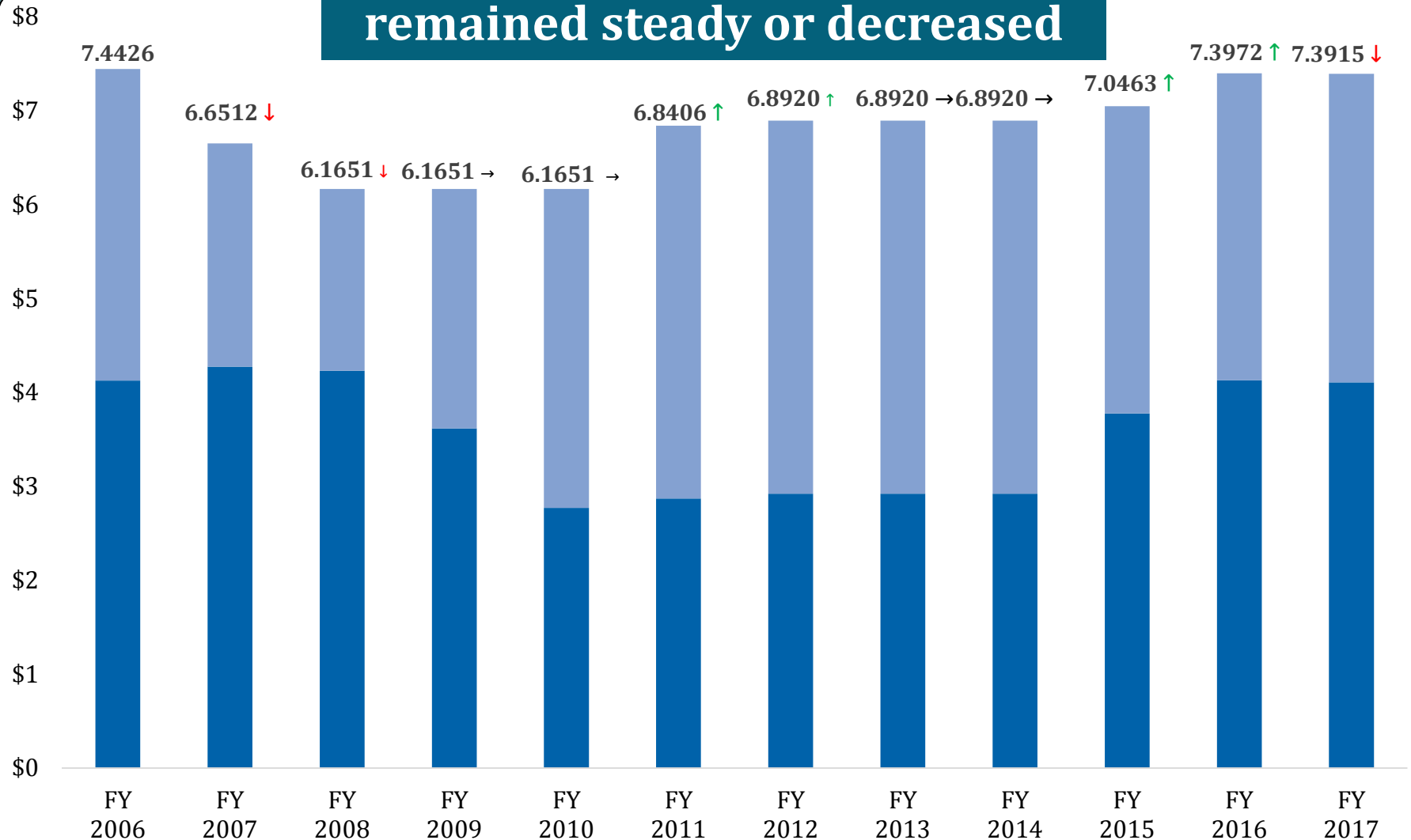


Taxable Property Values

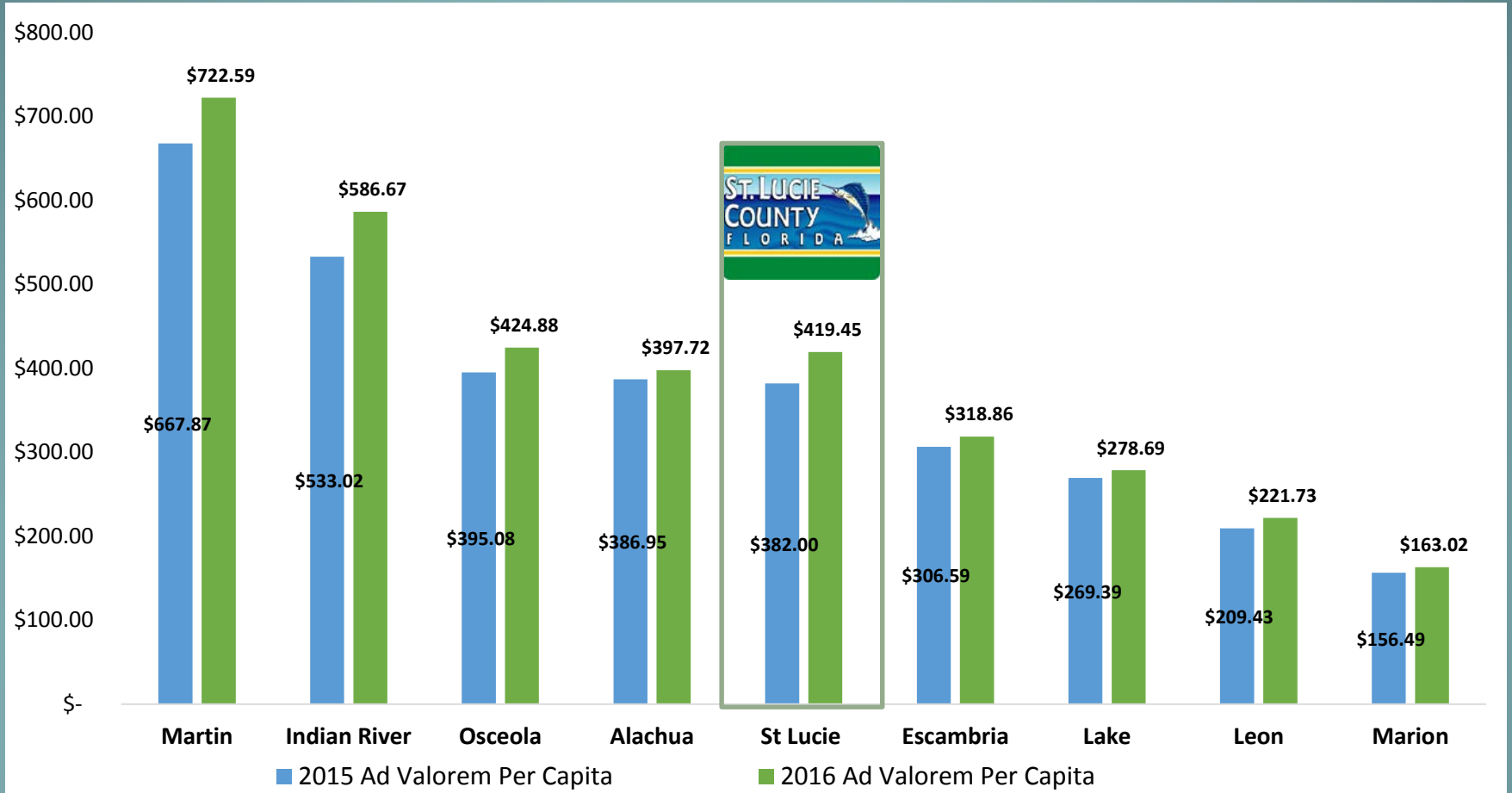


Millage Rate History – GF & FF

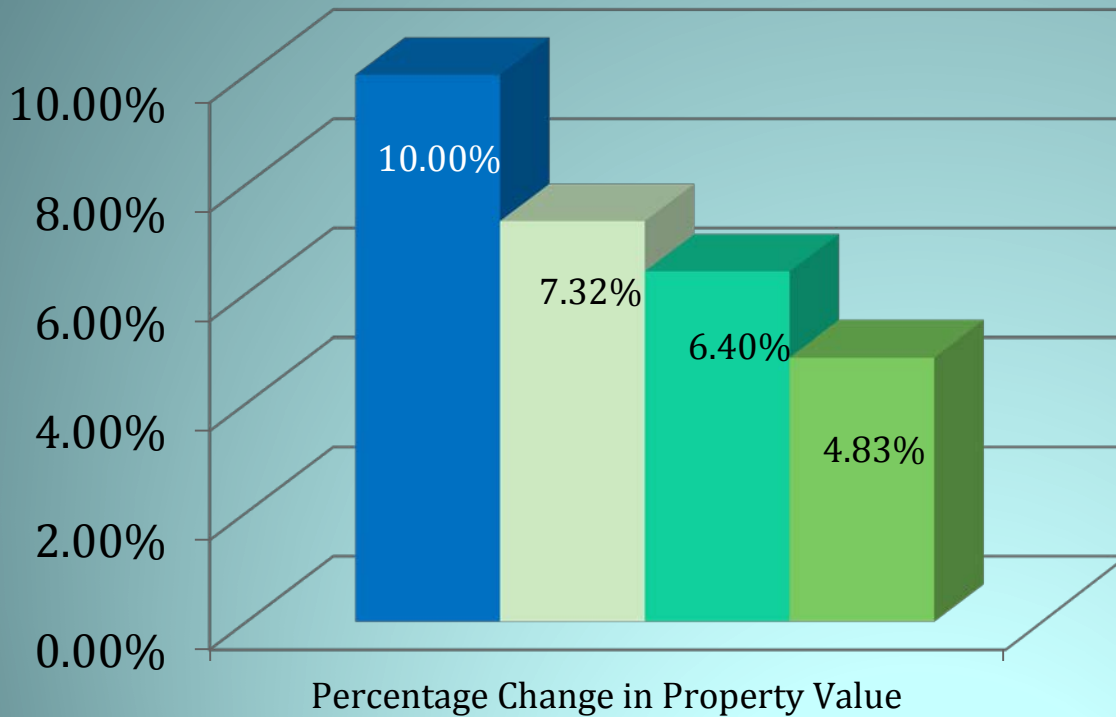
7 out of 11 years the Millage has remained steady or decreased



Ad Valorem Per Capita FY 15 Vs FY 16



2017 % Change in Property Appraiser Property Valuation



■ City of Port St. Lucie

■ St. Lucie County Wide

■ City of Fort Pierce

■ St. Lucie County Unincorporated Area

Taxing Authority	Property Value
City of Port St. Lucie	\$7.900 Billion
St. Lucie County – County Wide	\$17.500 Billion
City of Fort Pierce	\$2.115 Billion
St. Lucie County – Unincorporated	\$7.472 Billion



Final FY 2017 Millage Changes

	Tentative Millage	Millage Change	Taxes @ 95%
General Fund	4.1077	-0.0196	\$ (325,003)
Fine & Forfeiture Fund	3.2838	0.0139	\$ 230,487
Mosquito Control Fund	0.2164	-0.0249	\$ (405,554)
Unincorporated MSTU Fund	0.3840	-0.0540	\$ (383,340)
Port Property Bond	0.0000	-0.0154	\$ (258,502)
Erosion Control	0.0925	0.0000	\$ 0
Stormwater MSTU	0.3497	0.0000	\$ 0
Law Enforcement MSTU	0.5103	0.0000	\$ 0
Parks MSTU	0.2313	0.0000	\$ 0
<u>Transit MSTU</u>	<u>0.1269</u>	<u>0.0000</u>	<u>\$ 0</u>
Total	9.3026	-0.1000	\$ (1,141,913)

Impact of Tax Increase on a Home with a \$107,344 Taxable Value (Homestead Property)

County-Wide Millage Impact for a Homesteaded Property -Property Value \$156,250

Year	CW Tax Impact	Millage Rate	Residential Taxable Value	2016 County Wide Property Tax Amount	Valuation increase @ .70% CPI	Millage Increase/ (Decrease)	2017 County Wide Property Tax Amount	% Change
2017	CW Tax Impact	-0.0460	\$107,344	\$821.42	5.17	-4.94	821.65	0.03%

$\Delta = \$0.23$



Impact of Tax Increase on a Home with a \$156,250 Taxable Value (Non-Homesteaded Property)

County-Wide Millage Impact for a Non-Homesteaded Property - Property Value \$156,250

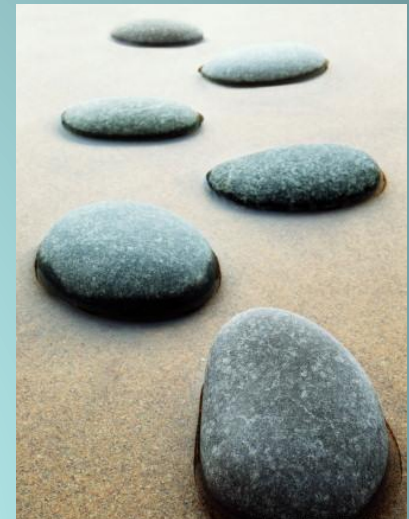
Year	CW Tax Impact	Millage Rate	Residential Taxable Value	2016 County Wide Property Tax Amount	Valuation increase @ 7.32%	Millage Increase/ (Decrease)	2017 County Wide Property Tax Amount	% Change
2017	General Fund	-0.0460	\$156,250	\$1,194	49.88	-7.19	1,237.13	3.57%

$\Delta = \$42.69$



Next Steps

- Adoption of Final Budget and Millage Rates



St. Lucie County Board of County Commissioners

FY 2016-2017 FINAL BUDGET



Combined Compensation FY 15-FY 17

Salary & Benefits

Total FY2015/2017 Employee Net Compensation Increase (Wage & Insurance)

Employer Single Coverage + Salary	\$ 2.49/hr	\$ 5,179 (+16.3%)
Employer Single Plus One + Salary	\$ 3.05/hr	\$ 6,344 (+20.9%)
Employer Family Coverage + Salary	\$ 5.36/hr	\$ 11,148 (+35%)

