



**MILLAGE RATE AND BUDGET ADOPTION
PUBLIC HEARING**

SEPTEMBER 22, 2014



BUDGET SCHEDULE FISCAL YEAR 2014-15 (FY 15)

- Budget Workshops
 - ~~May 22, 2014 – 11am~~
 - ~~June 16, 2014 – 10am~~
 - ~~June 30, 2014 – 10am~~
- Budget Meetings
 - ~~July 7, 2014 Regular Meeting - Set Maximum Millage~~
 - ~~September 8, 2014 Regular Meeting – 1st Reading~~
 - September 22, 2014 Special Meeting – 2nd Reading and Adoption



FISCAL YEAR 2014-15 BUDGET ACTIVITIES TO DATE

- **During three Budget Workshops Town Commission and Staff Reviewed the following:**
 - **All major elements of Town services**
 - **Reserve policies**
 - **Major capital projects**
 - **Beach program and various projects over the next several years.**

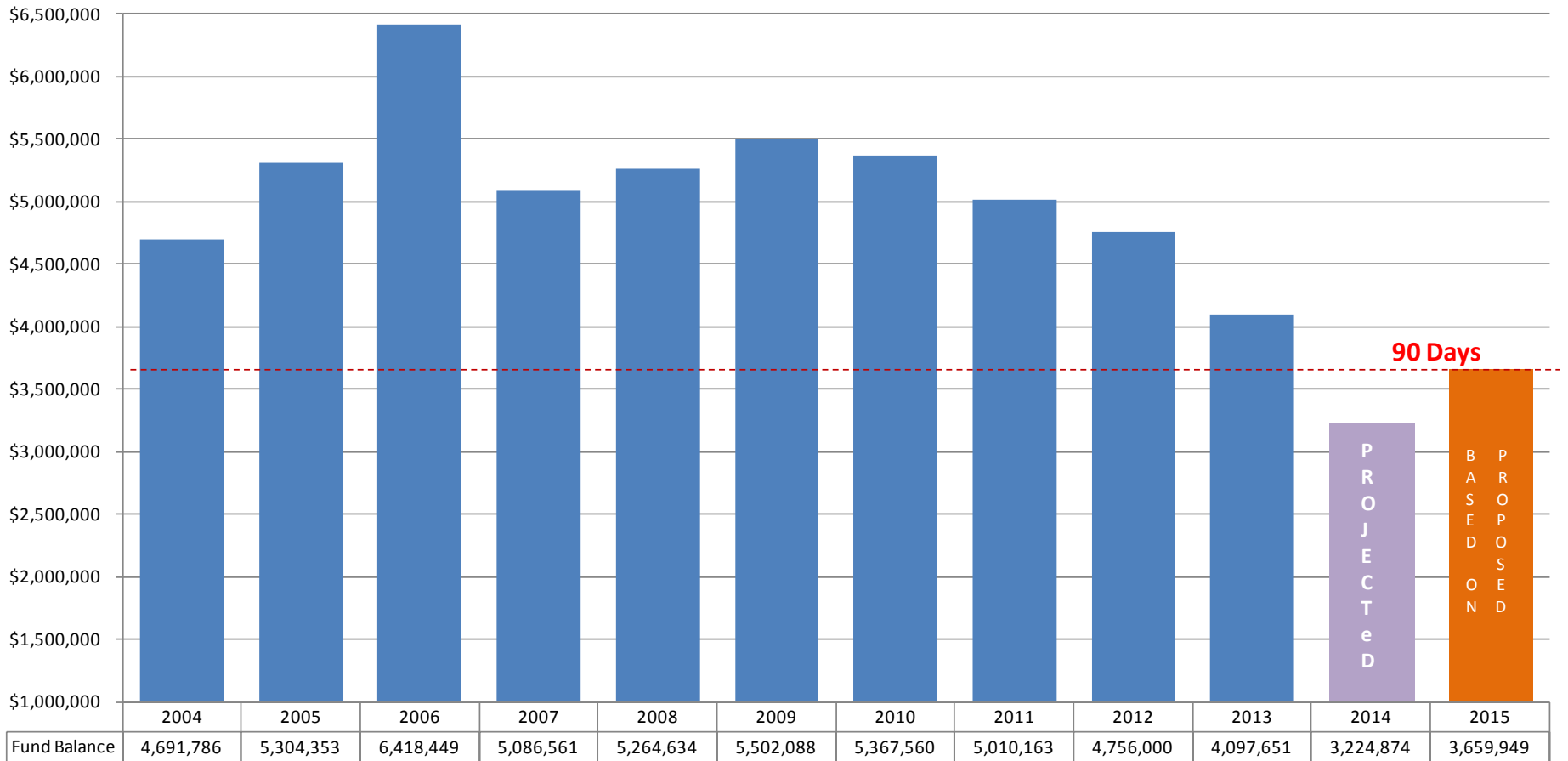


HISTORY OF FUND BALANCE 2013 THROUGH 2015

	Fund Balance	Operating Days
<i>Fiscal Year 2013</i>		
FY 13 Audited Ending Fund Balance	<u>\$3,082,181</u>	76 days
<i>Fiscal Year 2014</i>		
FY 14 Projected Fund Balance Increase	<u>142,693</u>	
FY 14 Estimated Ending Fund Balance	<u>\$3,224,874</u>	79 days
<i>Fiscal Year 2015</i>		
FY 15 Budgeted Revenues	15,493,791	
FY 15 Budgeted Expenditures	<u>(15,058,716)</u>	
FY 15 Fund Balance Increase	<u>435,075</u>	
FY 15 Ending Fund Balance	<u>\$3,659,949</u>	90 days



FUND BALANCE HISTORY





Change in Budgeted Revenue Items from FY14 to FY15

	Increase/ (Decrease)	
Revenue other than ad valorem taxes:		
Transfers In	\$ (51,075)	
Franchise Fees	\$ (17,000)	
Intergovernmental	\$ 17,000	
Grants	\$ (32,111)	
Charges for Services	\$ (21,000)	
Fines & Miscellaneous	\$ (18,880)	
Income on Investments	<u>\$ (31,700)</u>	
Decreases in Non-tax Revenue	\$ (154,766)	
Increase in Property Values: 5.4%	\$ 474,667	
Increase in Millage (.1003)	<u>\$ 479,730</u>	
	\$ 954,397	<u>\$ 799,631</u>



Major Changes in Budgeted Expense Items from FY14 to FY15

	Increase/ (Decrease)	
Uncontrollable Expenditures:		
* Workers Comp	\$ 25,655	
* Property/Liability Insurance	\$ 20,000	
Contractual wage increases	\$ 20,562	
Pension Contribution	\$ 336,981	
FRS	<u>\$ 75,341</u>	
Subtotal Pension Increases	\$ 412,322	
OPEB Valuation	\$ 8,000	
Personnel Cost Decreases through attrition	<u>\$ (97,704)</u>	
Increases in Uncontrollable Expenditures	\$ 322,618	
Discretionary Expenditures:		
Continuation of Zoning Code work	\$ 170,000	
Legal for Collective Bargaining - Fire	\$ 17,000	
Capital Outlay	\$ 31,000	
WCIND Grant (offset by \$10k revenue)	\$ 20,000	
Other Operation Decreases	<u>\$ (2,721)</u>	
Increases in Discretionary Expenditures	\$ 235,279	<u>\$ 557,897</u>

* Property/Liability/Work Comp proposals were lower than expected. However, we plan to hire a consultant to do a full analysis of our insurance costs and assist with an RFP, so we are not reducing the budget at this time



SUMMARY OF MILL RATE INCREASE

	Value	Mill Rate
Increase in Uncontrollable Expenditures	\$ 322,618	0.0675
Increase in Discretionary Expenditures	\$ 235,279	0.0492
Total Increase in Expenditures	\$ 557,897	
Decrease to Non Ad Valorem Revenue	\$ 154,766	0.0324
Property Value Increase from Rolled Back Rate	\$ (474,667)	-0.0992
Increase to 90 Days Fund Balance	\$ 241,734	0.0504
Increase in Millage	\$ 479,730	0.1003



FY 15 GENERAL FUND CAPITAL BUDGET

FY 14 GENERAL FUND CAPITAL BUDGET 189,000

FY 15 GENERAL FUND CAPITAL BUDGET

- Finance - Software Suite * 150,000
- Fire-Command Vehicle 70,000

Total FY 15 GENERAL FUND CAPITAL BUDGET 220,000

INCREASE FROM FY 14 TO FY 15 31,000

* An estimated budget for town-wide software is \$300,000 for consulting, purchase and installation. One-half will be paid for by the contributions from the Utility and Building Enterprise Funds. The actual cost of replacing the software is not known at this time.



**FY 15 CAPITAL BUDGET-ALL OTHER FUNDS
(NOT INCLUDING CARRYOVERS)**

Utility Fund:	\$20,995,000
Building Fund	\$117,000
Road and Bridge Fund (Street Equipment)	\$60,000
Infrastructure Surtax Fund	\$415,000
Tennis	\$15,000
Beach Fund	\$7,923,000
Land Acquisition Fund	\$25,000
Streets Capital Projects (Street Projects)	\$75,000
Parks and Recreation Capital Projects	\$50,000



ITEMS FOR COMMISSION CONSIDERATION IN FY15 AND BEYOND

- **Share Services with Other Entities**
- **Explore Alternative Revenue Sources**
- **Merit Pay Increases in FY16**



DISPATCH EXPENSE FY15

- Manatee County is changing their 911 call taking and dispatch service in 2015
- New equipment will be purchased that allows texts, video, and other methods of contacting 911
- The new equipment in the center will require a change in equipment currently in remote sites (like LBK)
- Many decisions as to what the County will pay for and what local dispatch centers will pay for are yet to be made



DISPATCH EXPENSE FY15 – TOWN MANAGER RECOMMENDATION

- Have met with Manatee County Administrator
- Working to help shape the County decision of what they will pay
- Consider all options and evaluate impacts to service, reliability, costs, risk, etc.
- If expenditures are required in FY 2015 use the Commission contingency as the source



ROLLED-BACK RATE

- The proposed operating millage of 2.1763 produces a 9.9% change from the Rolled-Back Rate of 1.9804 for 2014.
 - The Rolled-Back Rate is the rate which, exclusive of new construction, will provide the same property (ad valorem) tax revenue as was levied during the prior year.

- The maximum General Fund operating millage that can be levied:
 - Simple majority vote 2.0954
 - Two-thirds vote (5 votes) 2.1763



G.O. FACILITY IMPROVEMENT DEBT MILLAGE

- **This millage is for repayment of the funds borrowed in 1999 for construction of Town Facilities listed below.**
 - **Town Hall Addition and Remodel**
 - **Public Works Complex**
 - **Police Station**

- **The fiscal year 2014-15 proposed millage rate is 0.0605.**

- **This debt will be paid off in FY 2019.**



BEACH MILLAGE

- **The Town Commission approved the following millage rates for beach nourishment while setting maximum millage at the July 7, 2014 Regular Meeting.**
 - **District A 0.8500**
 - **District B 0.2125**
- **These millages are adequate to cover first year of debt service for the voter authorized \$16 million borrowing.**
- **Projects anticipated are:**
 - **North End Groins – Permits Received – Under Contract**
 - **South End Interim Truck Haul – Under Evaluation**
 - **Longboat Pass and New Pass Dredging–Permits Submitted**
 - **Sand Search for Future Projects**



GENERAL OPERATING MILLAGE COMPARISONS WITH SURROUNDING COMMUNITIES - TAX YEAR 2014

Services Included in General Operating Millage

<u>Cities</u>	<u>General Operating Mill Rate</u>	<u>Tax Dollars \$500K home</u>	<u>Police</u>	<u>Fire</u>	<u>Ambulance</u>
Holmes Beach	1.7500	\$875	✓	✗	✗
Anna Maria	2.0500	\$1,025	✗	✗	✗
Longboat Key	2.1763	\$1,088	✓	✓	✓
Bradenton Beach	2.3329	\$1,166	✓	✗	✗
Venice	3.1000	\$1,550	✓	✓	✗
Sarasota	3.1728	\$1,586	✓	✗	✗
Punta Gorda	3.1969	\$1,598	✓	✓	✗
North Port	3.5974	\$1,799	✓	✗	✗
Palmetto	5.7171	\$2,859	✓	✗	✗
Bradenton	5.8976	\$2,949	✓	✓	✗
<u>Counties</u>					
Sarasota County	3.1386	\$1,569	✓	✗	✗
Charlotte County	6.3007	\$3,150	✓	✓	✓
Manatee County	6.3126	\$3,156	✓	✗	✓

Some of the Millage Rates for Tax Year 2014 are not Final as of September 22, 2014



PROCESS FOR SPECIAL DISTRICTS PUBLIC HEARINGS

- Recess the Board as the Longboat Key Town Commission and convene as the Longboat Key Beach Erosion District A Governing Body.
- Public to be heard.
- Motion to recommend approval of the levying of **0.8500** mill ad valorem tax on all real and personal property within the Longboat Key Beach Erosion Control District A to pay the principal and interest on general obligation beach bonds.



PROCESS FOR SPECIAL DISTRICTS PUBLIC HEARINGS

- Adjourn as Longboat Key Beach Erosion District A Governing Body convene as the Longboat Key Beach Erosion District B Governing Body.
- Public to be heard.
- Motion to recommend approval of the levying of **0.2125** mill ad valorem tax on all real and personal property within the Longboat Key Beach Erosion Control District B to reimburse District A for the payment of principal and interest on general obligation beach bonds.



PROCESS FOR SPECIAL DISTRICTS PUBLIC HEARINGS

- Adjourn as Longboat Key Beach Erosion District B Governing Body and reconvene as Longboat Key Town Commission.
- Public to be heard.
- Motion to accept recommendations of the Longboat Key Beach Erosion Control Districts A and B to levy a **0.8500** mill ad valorem tax within the Longboat Key Beach Erosion District A and a levy of **0.2125** mill ad valorem tax within the Longboat Key Beach Erosion District B for Fiscal Year 2014-2015.



ORDINANCE 2014-27 ADOPTING A MILLAGE RATE FOR FISCAL YEAR 2014-2015

- Motion to adopt Ordinance 2014-27 on second reading and public hearing levying ad valorem tax of **2.1763** mills for general operating purposes for the Town of Longboat Key and **0.0605** mills for general obligation facility improvements bonds and **0.8500** mills for Longboat Key Beach Erosion Control District A and **0.2125** mills for Longboat Key Beach Erosion Control District B for a total millage rate for Beach District A of **3.0868** and **2.4493** for District B for the Fiscal Year 2014-2015



**ORDINANCE 2014-28 ADOPTING A BUDGET
FOR FISCAL YEAR 2014-2015**

- Motion to adopt Ordinance 2014-28 on second reading and public hearing, adopting a budget for the Town of Longboat Key, Beach Special District A and Beach Special District B for fiscal year 2014-2015.