



## Interoffice Communication

**TO:** Paulette Burdick, Mayor  
& Members of the Board of County Commissioners

**FROM:** Sherry Brown, Director   
Office of Financial Management & Budget

**DATE:** June 28, 2017

**SUBJECT: Responses to FY 2017 June 13 Budget Workshop Requests/Questions**

At the budget workshop on June 13<sup>th</sup>, the Board requested information and had questions regarding proposed funding for various programs. The following is being presented in response to these inquiries:

- 1. Request for copy of revised Page 14 of presentation.** (See Attachment 1)  
**Schedule has been updated to reflect July 1 property values.**
- 2. List of Capital Projects that would be forgone if McMurrain Land purchase is funded?**  
Department Requests included \$48.6 million in ad valorem funded capital projects. Of this amount, \$17.7 million is not being recommended by the County Administrator. (See Attachment 2)
- 3. Community Redevelopment Agency (CRA) Funding and sunset dates.**  
Florida Statutes authorize the creation of CRAs. The primary intent is to address slum and blighted areas. Once created, the County is obligated to contribute any tax revenue generated within the CRA boundaries above the taxes generate in the year they were created. Current law requires BCC approval for the creation of the CRA. However, most CRAs were created prior to this law change.

**CRA created before July 1, 2002** – no more than 30 years unless amended. If amended, no more than 30 years after amended, but no more than 60 years from original creation.

**CRA created after July 1, 2002** – no more than 40 years.  
(See Attachment 3)

**cc:** Verdenia C. Baker, County Administrator  
Management Team

# Future Funding/Budget Issues

## Maximum Millage Rate

Based on projected property values increases, by FY 2020 the current millage rate will likely exceed the maximum millage rate with a simple majority vote. A super-majority vote would be required to maintain the millage rate.

	<u>FY 2016</u>	<u>FY 2017</u>	<u>FY 2018</u>	<u>FY 2019</u>	<u>FY 2020</u>
Roll-Back Rate	4.4441	4.4806	4.5421	4.5319	4.5323
Adopted Millage Rate	4.7815	4.7815	4.7815	4.7815	<b>4.7815</b>

## Maximum Millage (MM) Rate

Prior Year	5.4599	5.1993	5.0718	4.9803	4.8764
Roll-Back MM	5.0994	4.8885	4.8301	4.7293	4.6266
Per Capita Florida Income	1.96%	3.75%	3.11%	3.11%	3.11%
Majority Vote MM	5.1993	5.0718	4.9803	4.8764	<b>4.7705</b>
2/3 MM (up to 10% above) *	5.7192	5.5790	5.4783	5.3640	5.2476

\* Unanimous vote above this amount

## Additional Homestead Exemption

If approved by the voters, the additional homestead exemption will result in an estimated loss of \$25 million in FY 2020 (Countywide Operating Only).

To prepare, it is recommended we increase our reserves above the 8% policy threshold in FY 2018 and FY 2019. This will help offset the impact and help preserve services.



Dept	Project Title	Funding Prior FY's	Funding Request										Total	FY 2019- FY 2022 Projections		
			Ad Valorem	County Administrator's Cut	Revised Ad Valorem	Surtax	Bonds	Grants	Impact Fees	Operating	Other	PropShare Share				
Parks	General Park Repair and Renovation FY 2018	-	2,500,000		2,500,000	-	-	-	-	-	-	-	-	-	2,500,000	10,000,000
Parks	Aquatic Facilities and Beach Repair and Renovations	-	600,000		600,000	-	-	-	-	-	-	-	-	-	600,000	2,400,000
Parks	Special Recreation Facilities & Museums Repair & Renovation	-	300,000		300,000	-	-	-	-	-	-	-	-	-	300,000	1,200,000
Parks	Jim Brandon Equestrian Center Irrigation and Water Cannons	-	160,000		160,000	-	-	-	-	-	-	-	-	-	160,000	0
Parks	Glades Pioneer Park Caretaker's Residence	-	150,000		150,000	-	-	-	-	-	-	-	-	-	150,000	0
Parks	General Recreation Facility Repair and Renovation FY 2018	-	125,000		125,000	-	-	-	-	-	-	-	-	-	125,000	500,000
Parks	Peanut Island Maintenance Garage Addition	-	35,000		35,000	-	-	-	-	-	-	-	-	-	35,000	0
Parks	Information Technology Equipment Expansion and Replacement	-	30,000		30,000	-	-	-	-	-	-	-	-	-	30,000	120,000
	<b>Parks</b>		<b>\$ 3,900,000</b>	<b>\$ -</b>	<b>\$ 3,900,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,900,000</b>	
	<b>Total Countywide Ad Valorem Projects</b>		<b>\$ 48,591,000</b>	<b>\$ (17,689,000)</b>	<b>\$ 30,902,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,500,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 32,402,000</b>	

## Community Redevelopment Agencies

Agency	Calendar Year Established	Calendar Year Amended	Sunset Year	Total Number of Years	FY 2018 Payment July 1 Values
<b>Boca Raton</b>	<b>1981</b>	<b>2008</b>	<b>2038</b>	<b>57</b>	<b>\$ 6,535,437</b>
<b>Boynton Beach</b>	<b>1984</b>	<b>2014</b>	<b>2044</b>	<b>60</b>	<b>\$ 4,455,166</b>
<b>West Palm Beach</b>	<b>1984</b>	<b>2006</b>	<b>2036</b>	<b>52</b>	<b>\$ 11,022,316</b>
<b>Riviera Beach</b>	<b>1984</b>	<b>2011</b>	<b>2041</b>	<b>57</b>	<b>\$ 3,057,854</b>
<b>Delray Beach</b>	<b>1985</b>	<b>2014 <sup>(5)</sup></b>	<b>2044</b>	<b>59</b>	<b>\$ 8,193,026</b>
<b>Westgate/Belvedere Homes</b>	<b>1988</b>	<b>2005</b>	<b>2035</b>	<b>47</b>	<b>\$ 1,265,529 <sup>(4)</sup></b>
<b>Lake Worth</b>	<b>1990</b>	<b>2001</b>	<b>2031</b>	<b>41</b>	<b>\$ 1,167,124</b>
<b>Northwood/Pleasant City</b>	<b>1994</b>	<b>2006</b>	<b>2036</b>	<b>42</b>	<b>\$ 1,287,719</b>
<b>Lake Park</b>	<b>1997</b>	<b>2010</b>	<b>2040</b>	<b>43</b>	<b>\$ 310,163</b>
<b>Belle Glade <sup>(1)</sup></b>	<b>2003</b>		<b>2043</b>	<b>40</b>	<b>\$ 1,277,124</b>
<b>Jupiter <sup>(1) (2)</sup></b>	<b>2008</b>		<b>2038</b>	<b>30</b>	<b>\$ 10,811</b>
<b>Lake Clarke Shores <sup>(1) (3)</sup></b>	<b>2016</b>		<b>2056</b>	<b>40</b>	<b>\$ 21,669</b>
<b>Total</b>					<b>\$ 38,603,938</b>

(1) cra created after 7/1/2002, therefore, payments to be made for no more than 40 years.

(2) ordinance specifies only 30 years, then needs approval from BCC for anything more.

(3) Cumulative payments to Lake Clarke Shores not to exceed \$3.2 million

(4) Additional payment to Westgate CRA from Fire Rescue (\$915,262)

(5) The Delray CRA was amended in September 2014