



## **FY2009 Preliminary Budget Briefing**

June 30, 2008

## Today's presentation...

- Revenue Overview
- Millage Rate Options and Guidance
- Expenditure Budget Overview
- Calendar Next Steps
- Governing Board discussion/guidance



## Budget Development Strategy

**Build Budget in distinct steps based on Governing Board direction and information availability:**

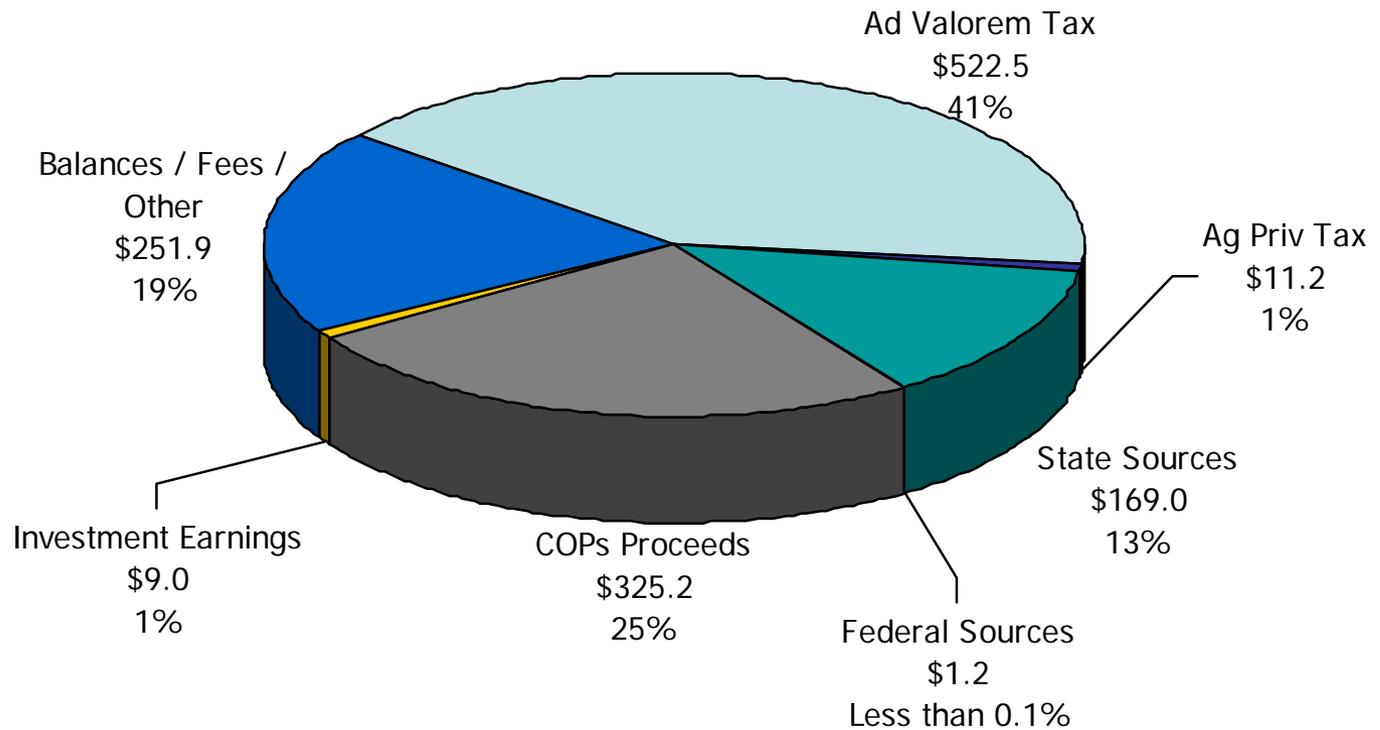
- ✓ **Initial submission based on recurring reduced ad valorem targets**
- ✓ **Build in State revenues after session completed**
- ✓ **Build in one-time projects funded with one-time fund balances**
- **Build in any growth in ad valorem revenue BEYOND initial reduced level based on GB millage rate guidance and certification of taxroll values in July**



# Preliminary FY09 Budget \$1.29B



## FY09 Revenues (\$Millions)



## Ad Valorem Revenues

### Ad Valorem Comparison:

FY09 Estimate: \$522.5M

FY08 Adopted: \$549.5M

Change: -\$ 27.0M

- Reflects estimated 5% reduction in revenues due to Amendment 1
- Does not reflect:
  - Per capita personal income % increase
  - Revenue from new construction additions



## Reductions to Meet Amendment 1 (\$27.0M)

- CERP (\$110.6 to \$105.3M) \$ 5.3M
- EFA millage (\$73.2M to \$69.6M) \$ 3.6M
- Big Cypress (\$18.1M to \$17.2M) \$ 0.9M
- AWS (\$20.5M to \$10.5M) \$10.0M
- O&M Capital (\$50.3M to \$45.3M) \$ 5.0M
- Baseline reductions \$ 2.2M
  - Travel/Training 30% reduction
  - Rent/Lease Equipment 38% reduction
  - Field Equipment 26% reduction
  - Conferences/Memberships/Other



## State Revenues

- **Save Our Everglades \$104.1M**
- **Florida Forever \$10.6M**
- **Water Management Lands TF \$17.7M**
- **Alternative Water Supply \$3.8M**
- **Aquatic/Exotic Plant Control \$5.6M**
- **Alligator Alley Tolls \$2.0M**



## State Revenues

- **Community Budget Issue Requests \$4.5M**
  - **Broward Initiative \$0.1M**
  - **Estero Bay Watershed \$0.3M**
  - **Florida Keys Initiative \$0.1M**
  - **Indian River Lagoon Issues \$1.4M**
  - **Loxahatchee River Initiative \$1.3M**
  - **St. Lucie River Issues \$1.3M**
- **Prior Year State Funding Balances \$14.7M**
- **IRL/Everglades License Tag \$0.9M**



## COP Proceeds

- **COP 1 estimated balance \$277.0M from issuance of \$546.0M**
  - **Need to revisit use of funds**

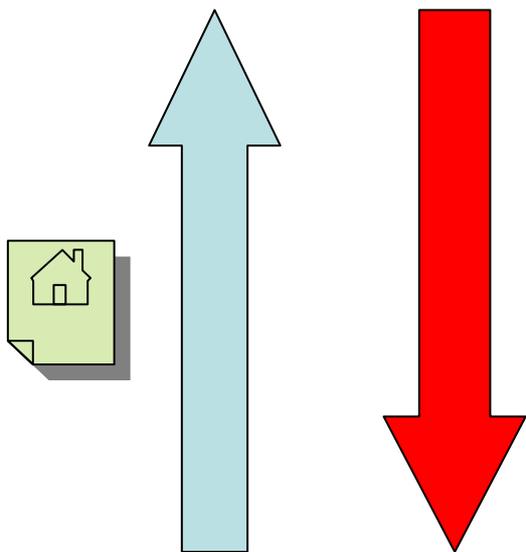


## Matching Funds Available

- Due to reduced state funding, recurring ad valorem matching funds above required state matches are currently set aside, and will be revisited as part of future follow-up:
  - Northern Everglades 5/5/5      \$ 9.5M
  - Lake Okee SOE Match      \$ 4.0M
  - Alternative Water Supply      \$ 9.1M
  - Total      \$22.6M



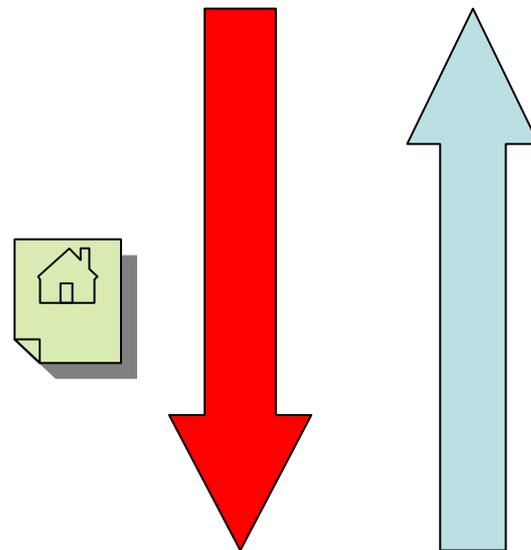
# Rolled Back Rate



Property Value

Rolled Back Rate

Continuation millage HIGHER than rolled back



Property Value

Rolled Back Rate

Continuation millage LOWER than rolled back



## Maximum Millage Rate

- Based on June 1 preliminary estimates from Palm Beach, Broward and Miami-Dade counties:

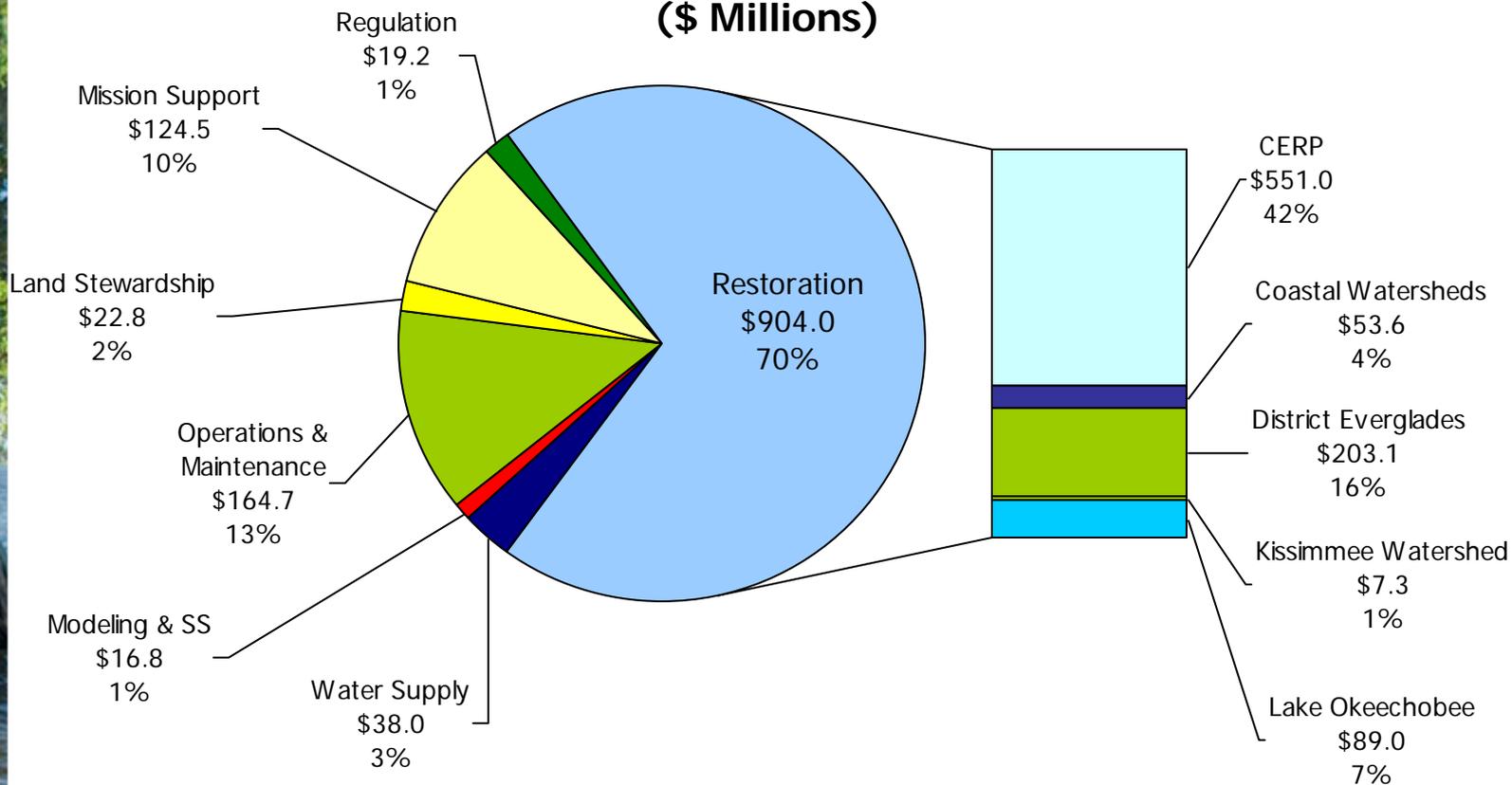
		% Change From Rolled Back Rate	Tax Increase Status	Vote Requirement
1	Continuation Millage	-5.00%	NO	Majority
2	Maximum Millage Rate	-1.00%	NO	Majority
3	Rolled-Back Rate	-	NO	2 / 3



# Preliminary FY09 Budget \$1.29B



## FY09 Expenditures (\$ Millions)



## Governing Board Priority Funding



<b>Priority Projects</b>	<b>FY2008 (in Millions)</b>	<b>FY2009 (in Millions)</b>
<b>CERP</b>	<b>\$496.2</b>	<b>\$551.0</b>
<b>Everglades Forever Act Implementation</b>	<b>\$111.4</b>	<b>\$203.1</b>
<b>C&amp;SF Flood Control Capital Projects</b>	<b>\$50.3</b>	<b>\$45.3</b>
<b>Alternative Water Supply</b>	<b>\$56.2</b>	<b>\$25.0</b>
<b>Lake O &amp; Northern Everglades</b>	<b>\$220.4</b>	<b>\$130.1</b>
<b>Hurricane Reserve Fund</b>	<b>\$10.4</b>	<b>\$10.4</b>
<b>Total</b>	<b>\$944.9</b>	<b>\$964.9</b>

## Business Calendar

- 
- July 1 Receive certified taxroll estimates
  - July 9-10 Approve proposed millage rates
  - July 30 Complete 8/1 State Budget Report
  - August Brief Governor's staff, legislative and DEP staff on proposed budget
  - Sept. 10 Tentative millage and budget public hearing  
Adopt agricultural privilege tax roll
  - Sept. 23 Final millage and budget public hearing

## Discussion



# Governing Board Discussion/Guidance to Staff