



Palm Beach County, FL

FY 2020 Proposed Budget

Budget Workshop
July 2, 2019

Proposed Millage Rates and Public Hearing Dates

Millage Rates		
Countywide	4.7815	At current rate and above roll back
Library	0.5491	At current rate and above roll back
Fire Rescue MSTU	3.4581	At current rate and above roll back
Jupiter Fire MSTU	1.9097	Above current rate and above roll back
Aggregate Millage Rate	6.5771	Above roll back

Millage Rates	
Countywide Voted Debt	0.0765
Library Voted Debt	0.0379

Public Hearing Dates	
1 st Public Hearing	September 3 rd – 6 pm
2 nd Public Hearing	September 16 th – 6 pm

Ad Valorem Taxes and Millage Rates

		Fiscal Year		2019 - 2020 Change	
		2019	2020	Amount	%
Countywide					
Taxes	General	\$ 897,961,450	\$ 951,376,856	\$ 53,415,406	5.9%
	Voted Debt	<u>21,898,907</u>	<u>15,237,865</u>	<u>(6,661,042)</u>	-30.4%
	Total	<u>\$ 919,860,357</u>	<u>\$ 966,614,721</u>	<u>\$ 46,754,364</u>	5.1%
Millage Rate	General	4.7815	4.7815		
	Voted Debt	<u>0.1165</u>	<u>0.0765</u>		
	Total	4.8980	4.8580		
Library					
Taxes	General	\$ 54,641,698	\$ 57,921,453	\$ 3,279,755	6.0%
	Voted Debt	<u>4,079,967</u>	<u>3,997,857</u>	<u>(82,110)</u>	-2.0%
	Total	<u>\$ 58,721,665</u>	<u>\$ 61,919,310</u>	<u>\$ 3,197,645</u>	5.4%
Millage Rate	General	0.5491	0.5491		
	Voted Debt	<u>0.0410</u>	<u>0.0379</u>		
	Total	0.5901	0.5870		
Main Fire Rescue MSTU (1)					
Taxes		\$ 262,212,204	\$ 277,582,505	\$ 15,370,301	5.9%
Millage Rate		3.4581	3.4581		
Jupiter Fire Rescue MSTU					
Taxes		\$ 20,694,681	\$ 21,768,240	\$ 1,073,559	5.2%
Millage Rate		1.9026	1.9097		

Millage Rate Impact on Homestead Property

	<u>FY 2019</u>	<u>Proposed FY 2020</u>	<u>FY 2019 - FY 2020</u>	
			<u>Amount</u>	<u>%</u>
Property Values				
Assessed Value	\$ 267,000	\$ 272,100	\$ 5,100	1.9%
Homestead Exemptions	(50,000)	(50,000)	-	0.0%
Taxable Value	\$ 217,000	\$ 222,100	\$ 5,100	2.4%
Countywide Millage Rates				
Operating	4.7815	4.7815	-	0.0%
Voted Debt Service	0.1165	0.0765	(0.0400)	(34.3%)
Total	4.8980	4.8580	(0.0400)	(0.8%)
Property Taxes				
Operating	\$ 1,037.59	\$ 1,061.97	\$ 24.38	
Voted Debt Service	25.28	16.99	(8.29)	
Total	\$ 1,062.87	\$ 1,078.96	\$ 16.09	1.5%

Summary of Changes Since June Workshop

	<u>Net of Statutory Reserve Impact</u>	<u>(Shortfall) Surplus</u>
2020 Additional Property Values (Net of Statutory Reserves)	\$ 4,076,820	\$ 4,076,820
CRA's	\$ (164,864)	\$ 3,911,956
Items Added From Reserves		
FAU Soft Landing	\$ (150,000)	\$ 3,761,956
Film & Television Student Showcase	\$ (25,000)	\$ 3,736,956
Youth Services Coordinator	\$ (59,805)	\$ 3,677,151
General Fund Reserves	\$ (3,677,151)	\$ -

Future Funding/Budget Issues

4.5% Increase Scenario

Maximum Millage Rate

Based on projected property values increases of 4.5% per year for existing and 1% per year for new construction, the current millage rate will continue to exceed the maximum millage rate with a simple majority vote. A super-majority vote will be required to maintain the current millage rate, or we will have to lower the millage rate.

	<u>FY 2019</u>	<u>FY 2020</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2023</u>
Roll-Back Rate	4.5537	4.5699	4.6417	4.6406	4.6395
Adopted Millage Rate	4.7815	4.7815	4.7815	4.7815	4.7815

Maximum Millage (MM) Rate

Prior Year	4.9803	4.8220	4.7668	4.7689	4.7705
Roll-Back MM	4.7521	4.6105	4.6417	4.6406	4.6395
Per Capita Florida Income	1.47%	3.39%	2.74%	2.80%	2.76%
Majority Vote MM	4.8220	4.7668	4.7689	4.7705	4.7676
2/3 Vote Maximum Millage *	5.3042	5.2435	5.2458	5.2476	5.2444

* Unanimous vote above this amount

Future Funding/Budget Issues

4% Increase Scenario

Maximum Millage Rate

Based on projected property values increases of 4.0% per year for existing and 1% per year for new construction, the current millage rate will only exceed the maximum millage rate with a simple majority vote for FY 2020. A super-majority vote will be required to maintain the current millage rate for one year only.

	<u>FY 2019</u>	<u>FY 2020</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2023</u>
Roll-Back Rate	4.5537	4.5699	4.6653	4.6646	4.6640
Adopted Millage Rate	4.7815	4.7815	4.7815	4.7815	4.7815

Maximum Millage (MM) Rate

Prior Year	4.9803	4.8220	4.7668	4.7931	4.8074
Roll-Back MM	4.7521	4.6105	4.6653	4.6765	4.6906
Per Capita Florida Income	1.47%	3.39%	2.74%	2.80%	2.76%
Majority Vote MM	4.8220	4.7668	4.7931	4.8074	4.8201
2/3 Vote Maximum Millage *	5.3042	5.2435	5.2724	5.2881	5.3021

* Unanimous vote above this amount

FY 2019 – FY 2023 Budget Projection

General Fund

	FY 2019 Adopted Budget	FY 2020 Proposed Budget	FY 2021 Projected Budget	FY 2022 Projected Budget	FY 2023 Projected Budget
Property Values*	\$ 187,799,111,164	\$ 198,970,376,584	\$ 207,833,400,431	\$ 217,094,353,920	\$ 226,771,134,820
Revenues					
Ad Valorem Taxes at current rate of 4.7815	\$ 897,961,450	\$ 951,376,856	\$ 993,755,404	\$ 1,038,036,653	\$ 1,084,306,181
Loss of Ad Valorem Taxes by adopting MM Rate	0	0	(2,618,701)	(2,388,038)	(3,152,119)
Major Revenue	232,465,000	230,851,000	237,776,530	244,909,826	252,257,121
Sheriff Revenue	81,092,077	84,167,104	85,008,775	85,858,863	86,717,451
BCC Dept. Revenue	46,391,594	43,837,454	44,714,203	45,608,487	46,520,657
Balance Brought Forward	195,603,345	219,105,621	222,105,621	225,105,621	228,105,621
Other Revenues	14,997,230	19,188,184	19,308,184	19,430,584	19,555,432
Statutory Reserve	(63,645,368)	(66,422,898)	(68,541,826)	(70,755,888)	(73,069,364)
Total Net Revenue at Simple Majority Vote	<u>\$ 1,404,865,328</u>	<u>\$ 1,482,103,321</u>	<u>\$ 1,531,508,190</u>	<u>\$ 1,585,806,108</u>	<u>\$ 1,641,240,980</u>
Appropriations					
Sheriff	\$ 663,919,859	\$ 696,364,552	\$ 727,789,619	\$ 760,631,917	\$ 794,955,331
Sheriff - Projected Operating Capital	0	8,866,230	9,176,548	9,497,727	9,830,148
Total Sheriff	<u>\$ 663,919,859</u>	<u>\$ 705,230,782</u>	<u>\$ 736,966,167</u>	<u>\$ 770,129,644</u>	<u>\$ 804,785,479</u>
BCC Departments	356,269,333	364,819,531	379,453,277	396,823,647	414,725,683
HRC 2 Operating Costs Increase					6,000,000
Other Constitutional Officers	70,313,586	67,277,855	69,632,580	72,069,720	74,592,160
Judicial	5,079,890	5,723,433	5,980,987	6,250,132	6,531,388
Non Departmental	78,604,206	86,751,769	90,655,599	94,735,101	98,998,180
Capital	36,163,000	37,050,000	38,346,750	39,688,886	41,077,997
Reserves - Undesignated	130,988,835	157,818,881	164,818,881	171,818,881	178,818,881
Debt Service (excludes voted)	63,526,619	57,431,070	55,931,070	54,231,070	52,931,070
Total Appropriations	<u>\$ 1,404,865,328</u>	<u>\$ 1,482,103,321</u>	<u>\$ 1,541,785,311</u>	<u>\$ 1,605,747,081</u>	<u>\$ 1,678,460,838</u>
Projected Shortfall at Simple Majority Vote	\$ -	\$ -	\$ (10,277,121)	\$ (19,940,973)	\$ (37,219,858)
Projected Shortfall at with Super Majority Vote Current Millage 4.7815			\$ (7,658,420)	\$ (17,552,935)	\$ (34,067,739)
Projected Shortfall with Super Majority Vote Maximum Millage			\$ 88,836,549	\$ 83,623,888	\$ 70,895,548
Current Millage Millage	4.7815	4.7815	4.7815	4.7815	4.7815
MM Rate with Simple Majority Vote		4.7668	4.7689	4.7705	4.7676
MM Rate with Super Majority Vote		5.2435	5.2458	5.2476	5.2444

* Assumed increase of 4.5% for existing and 1% for new construction

Questions/Comments

