

City of Orlando, Florida
Fiscal Year 2017 Budget Workshop

July 11, 2016



Agenda

- Historical Perspective / Current Budget
- Budget Review Committee Adjustments
- FY 2017 General Fund Budget Summary
- FY 2017 Highlighted Other Funds Budget Summary
- Next Steps – Budget Calendar



FY 2016 Budget Principles

- Total property tax revenues higher than pre-recession levels
- Recognized revenues from increased economic activity
- Restored infrastructure and facility maintenance funding
- Increased staffing where economic conditions demand
- Increased contingency levels



FY 2016 Budget

<u>General Fund</u>	<u>2016 Adopted</u>
Revenues	401,607,332
<u>Expenses</u>	<u>401,607,332</u>
Total	-

<u>Other Funds</u>	<u>2016 Adopted</u>
Revenues	713,174,842
<u>Expenses</u>	<u>713,174,842</u>
Total	-



Budget Review Committee Program Enhancements

- Budgeted 13 New Grants totaling more than \$1.6 Million
- Expanded Right of Way Maintenance and Litter Control Programs
- Project DTO including Constitution Green Purchase
- Central Boulevard Sanitary Sewer Improvements
- Weekly Recycling Pilot Program
- Dubsdread Improvement Project
- Iron Bridge Underground Pipe Rehabilitation
- West Livingston Street Improvements



Budget Review Committee Staffing Enhancements

- Reclassify Emergency Communications Workers
- After School All Stars Director of External Affairs
- Permitting Services Support - 25 new positions
- Civil Engineer
- Deputy City Clerk
- Human Relations Supervisor
- IT Project Managers
- Facilities Project Coordinator
- Public Works Neighborhood Outreach Coordinator
- Senior Advisor on Homelessness
- Mennello Museum Marketing Coordinator



Tentative Budget Summary

- Maintains the restored programs from FY 2016 Adopted Budget and incorporates interim enhancement decisions
- Continuation of revenue growth from economic activity
- Includes full actuarial required contributions to all three pension funds and retiree health care (OPEB)
- General Fund - set aside funding for a cost of living adjustment similar to previous years



General Fund Revenues

	<u>2016 Adopted</u>	<u>2017 Proposed</u>	<u>Change</u>	<u>Change %</u>
Property Tax	146,137,113	159,311,274	13,174,161	9.0%
Utilities Services Tax	42,644,237	42,399,404	(244,833)	-0.6%
State Sales Tax	38,400,000	40,300,000	1,900,000	4.9%
Municipal Revenue Sharing	11,200,000	12,400,000	1,200,000	10.7%
Local Business Tax	8,215,000	8,415,000	200,000	2.4%
Franchise Fee / Dividend	86,600,000	89,925,000	3,325,000	3.8%
Other Intergovernmental	6,155,219	5,946,044	(209,175)	-3.4%
Charges for Services	46,848,967	45,835,235	(1,013,732)	-2.2%
Other Revenue	12,536,805	8,446,501	(4,090,304)	-32.6%
Transfers In	<u>2,869,991</u>	<u>10,076,762</u>	<u>7,206,771</u>	<u>251.1%</u>
Total Revenue	401,607,332	423,055,220	21,447,888	5.3%



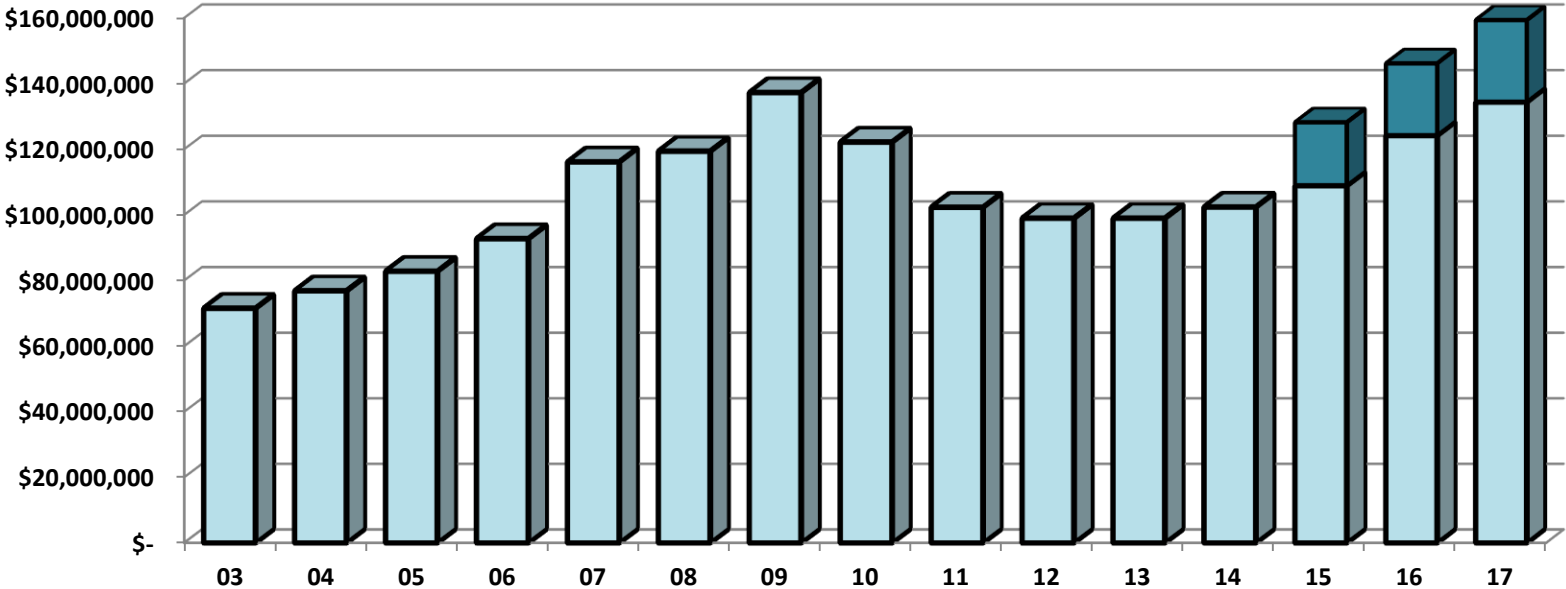
Property Tax

- In FY 2017 the taxable base for the City rose by 9.0%
- Net New Taxable Value was \$640 million
- Amount of Exempt Value increased by 10.8%



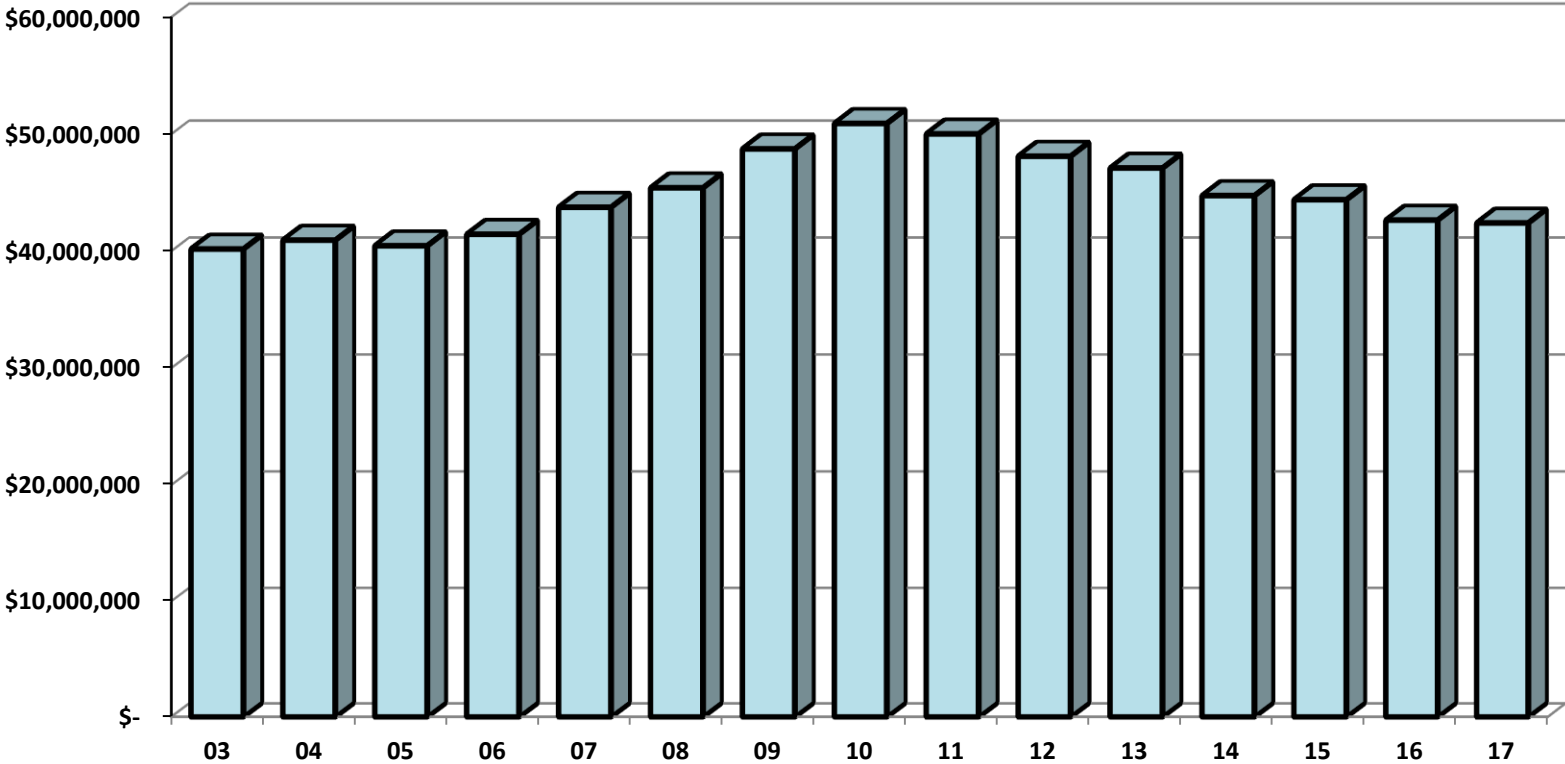
Property Tax

- Projection for FY 2017 reflects maintaining our millage rate of 6.65 and the growing tax base.
- Without the millage increase, revenue would still remain below the peak year.



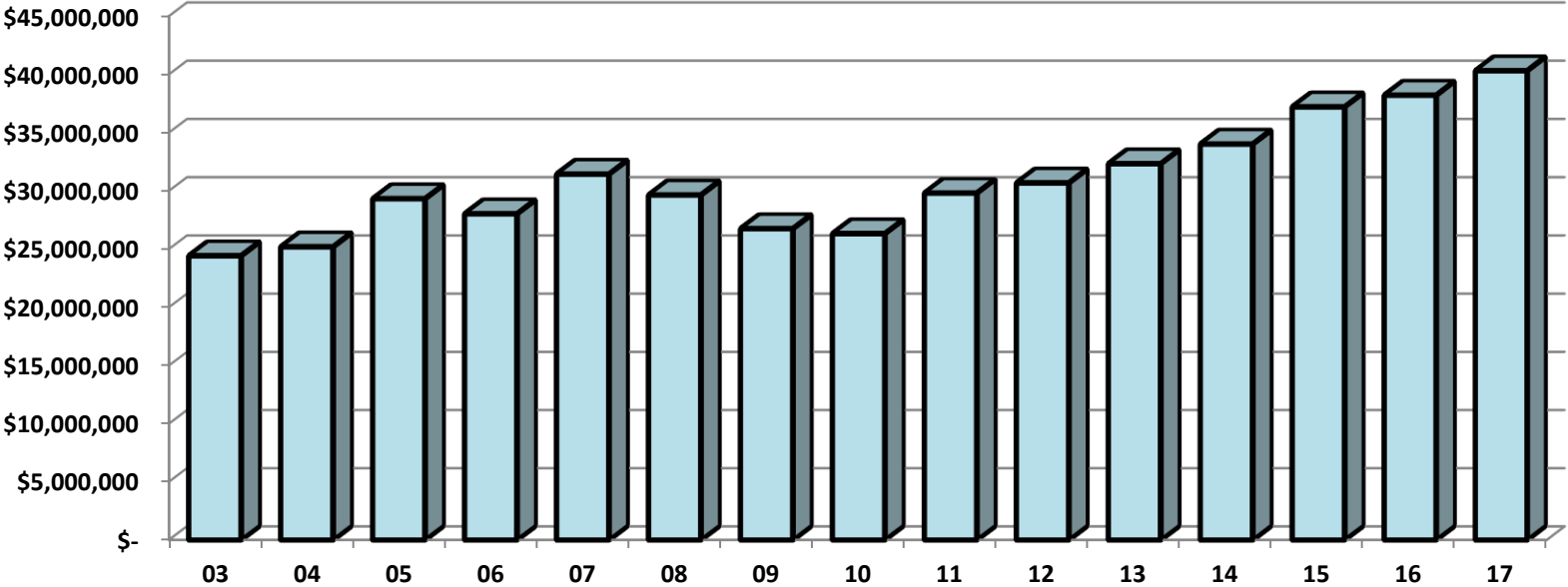
Utilities & Communications Services Taxes

- Projection for FY 2017 is lower (\$250K) due primarily to declining Communication Services Tax revenue.



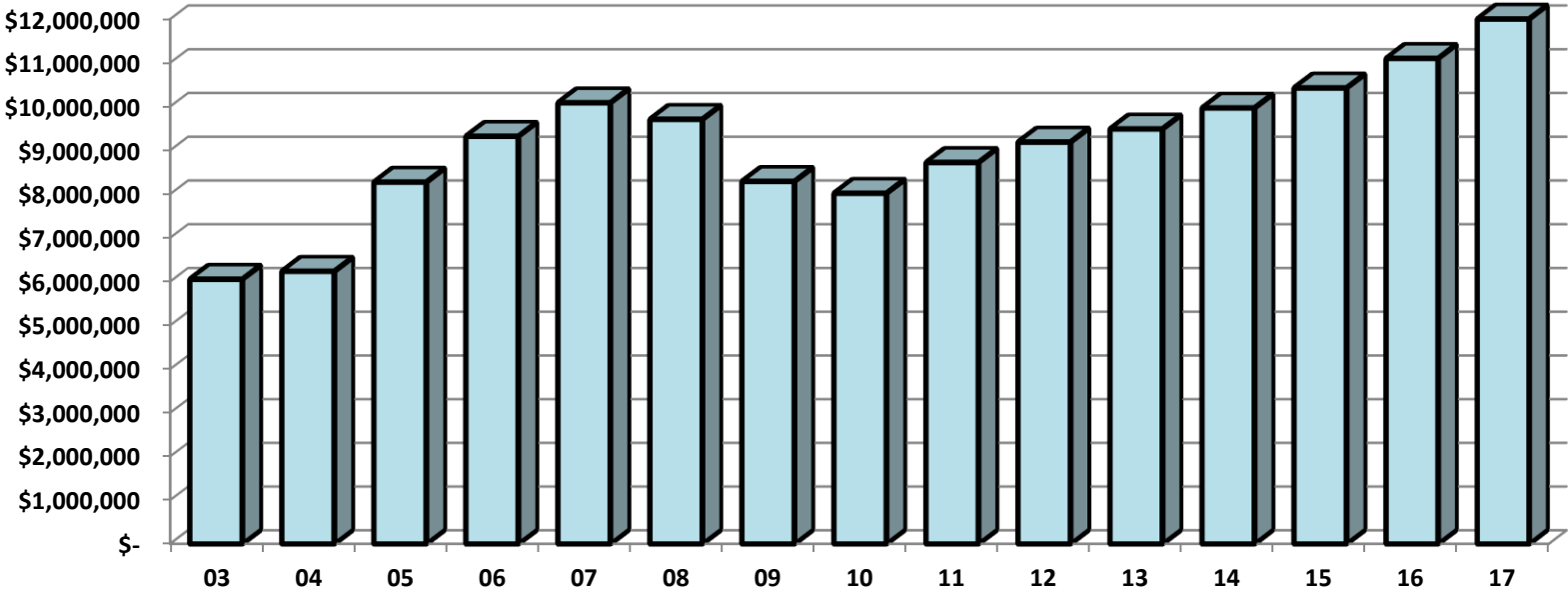
Sales Tax

- FY 2017 budget estimate is based on City OMB estimate and reviewed for reasonableness with the State Department of Revenue / Office of Tax Research estimate.



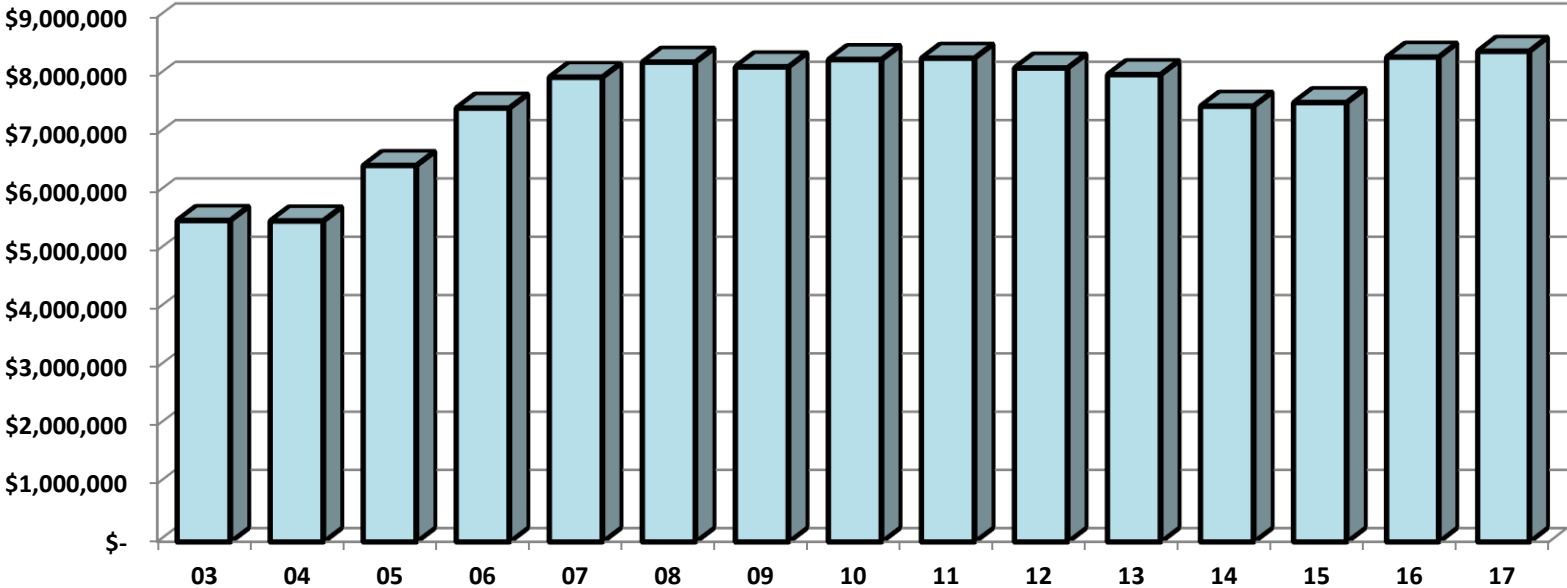
Municipal Revenue Sharing

- FY 2017 budget is based on City OMB estimate which historically has been overly conservative. This budget reflects an increase to realign more closely with actual receipts.



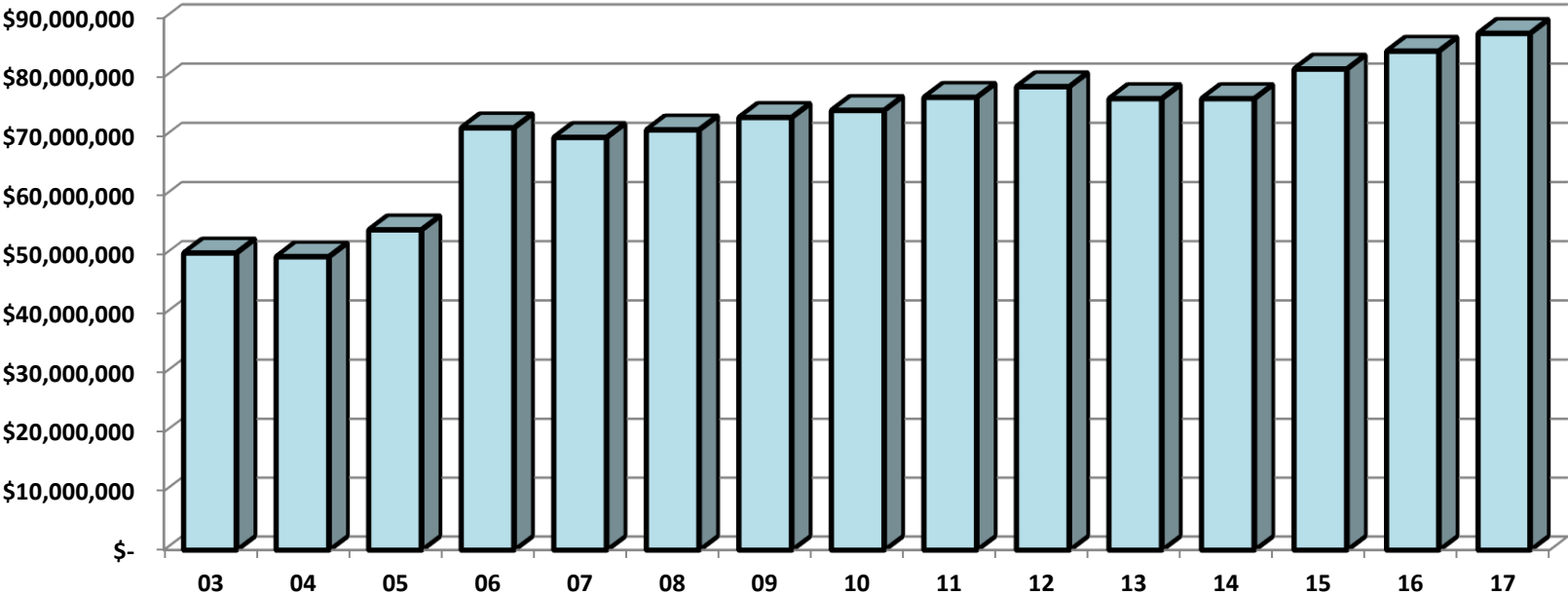
Local Business Tax

- In the FY 2015 budget we correctly projected a modest increase with an acceleration in FY 2016. The FY 2017 budget contains a more moderate upward trend.



OUC Franchise Fee / Dividend

- Total revenue received from OUC for the franchise fee / dividend is increasing by \$3 million.



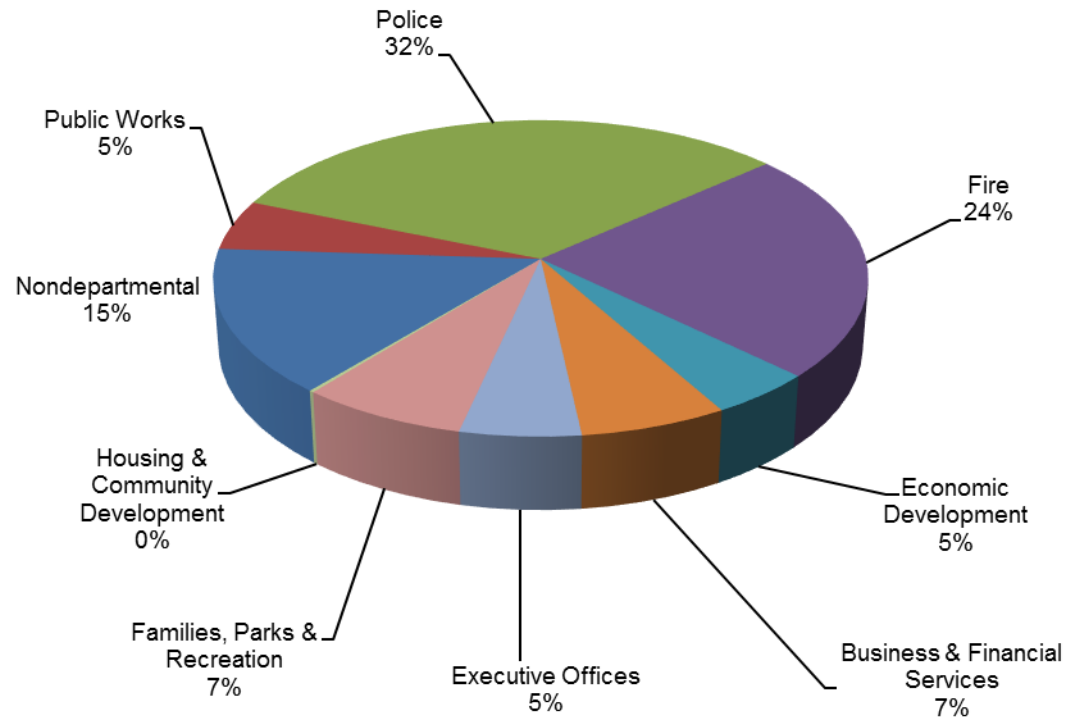
General Fund Expenditures

	<u>2016 Adopted</u>	<u>2017 Proposed</u>	<u>Change</u>	<u>Change %</u>
Executive Offices	21,919,784	22,564,920	645,136	2.9%
Business & Financial Services	26,533,432	27,535,440	1,002,008	3.8%
Economic Development	18,839,482	19,571,188	731,706	3.9%
Families, Parks & Recreation	30,409,627	31,131,834	722,207	2.4%
Fire	95,928,933	99,644,748	3,715,815	3.9%
Housing & Community Development	505,979	845,757	339,778	67.2%
Orlando Venues	-	-	-	N/A
Police	131,288,535	136,936,185	5,647,650	4.3%
Public Works	20,377,582	21,685,435	1,307,853	6.4%
Nondepartmental	<u>55,803,978</u>	<u>63,139,713</u>	<u>7,335,735</u>	<u>13.1%</u>
Total Expenses	401,607,332	423,055,220	21,447,888	5.3%



Total Budget \$423,055,220

General Fund - Expenditures by Department



Other Funds Summary

- Waiving Wastewater Inflationary Fee Increase (5%)
- Waiving Solid Waste Inflationary Fee Increase (4%)
- CRA Operating Increases from Property Tax Values
 - Focus on Project DTO Implementation
- Increased Capital Investments
 - Public Works Enterprise Funds
 - Transportation Projects through Impact Fees and Gas Tax
- Building Code Enforcement Fund
 - Incorporates the additional mid year positions and second phase of EDIS funding



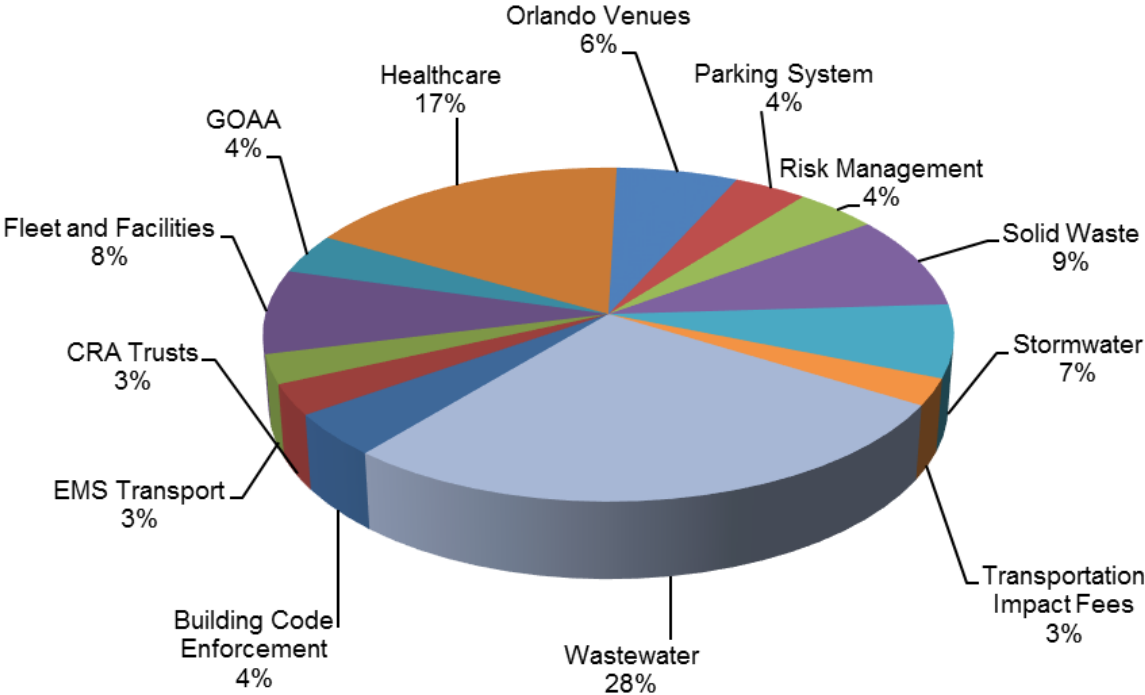
Select Funds Expenditures

	<u>2016 Adopted</u>	<u>2017 Proposed</u>	<u>Change</u>	<u>Change %</u>
Building Code Enforcement	10,502,050	15,604,385	5,102,335	48.6%
CRA Operating	8,264,789	11,148,321	2,883,532	34.9%
EMS Transport	12,000,000	10,500,000	(1,500,000)	-12.5%
Fleet and Facilities	26,691,004	30,087,286	3,396,282	12.7%
GOAA	11,954,780	14,315,411	2,360,631	19.7%
Healthcare	59,691,814	63,666,709	3,974,895	6.7%
Orlando Venues	23,912,938	23,668,907	(244,031)	-1.0%
Parking System	14,090,418	14,224,533	134,115	1.0%
Risk Management	16,423,835	16,131,798	(292,037)	-1.8%
Solid Waste	32,104,210	33,241,097	1,136,887	3.5%
Stormwater	23,236,969	26,096,711	2,859,742	12.3%
Transportation Impact Fees	4,363,115	9,609,343	5,246,228	120.2%
Wastewater	104,464,871	101,292,197	(3,172,674)	-3.0%
Total Expenses	347,700,793	369,586,698	21,885,905	6.3%



Total Budget \$369,586,698

Select Funds - Expenditures by Fund



Tentatively Balanced Budget

<u>General Fund</u>	<u>2016 Proposed</u>
Revenues	423,055,220
<u>Expenses</u>	<u>423,055,220</u>
Total	-

<u>Other Funds</u>	<u>2016 Proposed</u>
Revenues	749,369,771
<u>Expenses</u>	<u>749,369,771</u>
Total	-



This Year's Budget Process and Next Steps

Date	Activity	Subject Matter
January - April	Department Prioritization	Staffing, Revenues, Expenditures, Capital Improvement Program
April - July	Office of Management and Budget Review	Staffing, Revenues, Expenditures, Capital Improvement Program
July 11	Budget Workshop	Update of Budget Position, Ad Valorem Tax Revenues, Valuations, Department Requests
July 25	Mayor's Budget Message, Council Action	Fiscal Year 2016-2017 Budget Priorities, Resolution to Set Tentative Ad Valorem (Property Tax) Rate
August	Commissioner Briefings	Discussion of Budget Recommendations
September 15	First Public Hearing	Finalize Resolutions for Fiscal Year 2016-2017 Ad Valorem (Property Tax) Rate and Budget
September 26	Second Public Hearing	Finalize Resolutions for Fiscal Year 2016-2017 Ad Valorem (Property Tax) Rate and Budget





City of Orlando

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