



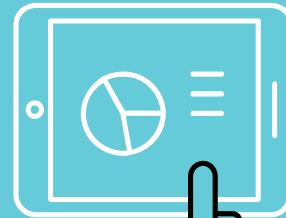
FY 2020 General Fund Preliminary Budget

# Miami Beach

FY 2020  
Preliminary  
Budget



- The Preliminary budget represents the cost of providing the same level of service as in the prior fiscal year
- Provides the baseline of funding for the upcoming budget process to which enhancements and reductions are applied



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## FY 2020 Preliminary General Fund Budget



**With** \$ 1.2M contribution from Parking:

Property Value Increase  
Necessary to Balance: **5.6%**

**Without** \$ 1.2M contribution from Parking:

Property Value Increase  
Necessary to Balance: **6.3%**

### Fiscal Year 2020

Revenues	\$ 341.2M
Expenditures	\$ 350.7M
<b>Surplus / (Gap)</b>	<b>(\$ 9.5M)</b>

1% Increase in Property  
Value: **\$ 1.6M**

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## Assumptions

### FY 2020 Preliminary General Fund Budget



1. Assumes \$1.2M transfer in from Parking Fund
2. Assumes \$4.4M use of RDA funds
3. Does not include any enhancements or reductions

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## FY 2020 Property Values

The Property Appraiser provides preliminary 2020 property values on June 1<sup>st</sup> and certified values on July 1<sup>st</sup>



Miami Beach's Preliminary Property Values:  
**3.0% increase**

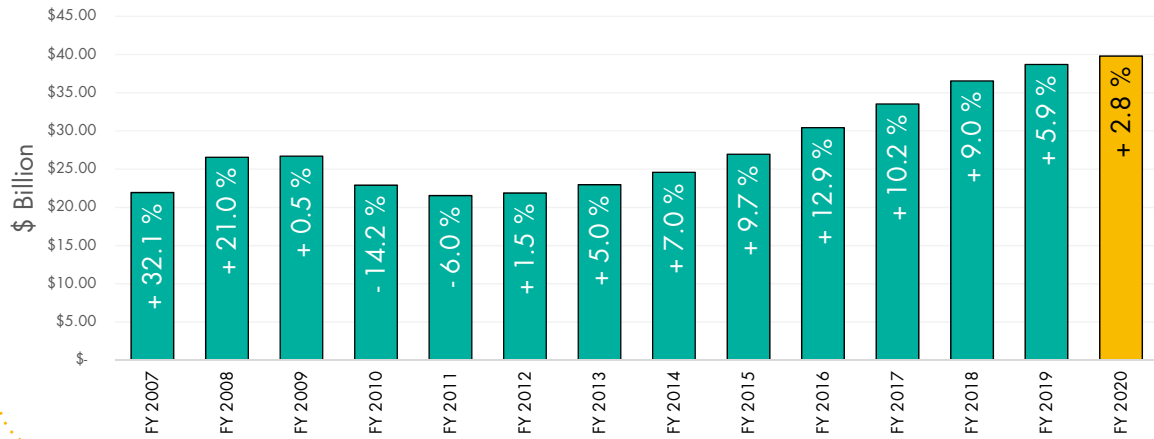
Normandy Shores	Miami-Dade County	Miami-Dade School Board
<b>5.6%</b>	<b>5.9%</b>	<b>4.8%</b>

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# Existing Property Value Trend

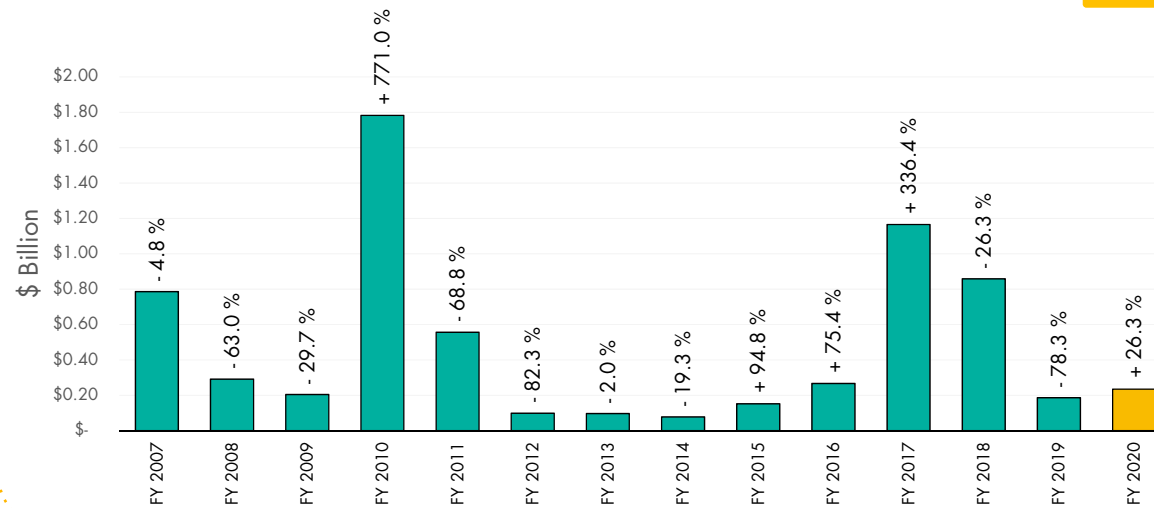


Average 7% annual increase in existing property values since FY 2007



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# New Construction Trend



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# FY 2020 Preliminary General Fund Budget



Fiscal Year 2020	
Revenues	\$ 345.9M
Expenditures	\$ 350.8M
<b>Surplus / (Gap)</b>	<b>(\$ 4.9M)</b>

Reflects 3.0%  
increase in  
Property Values

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# Approaches to Balance



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## Approaches to Balance



- Further refine FY 2020 Revenue and Expenditure projections
- Use Program Budget to identify potential reductions to programs and service levels
- Proposed Revenue Enhancements and Expenditure Reductions will be presented at the July 19<sup>th</sup> FCWPC Budget Briefing

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## Proposed Millage Rate



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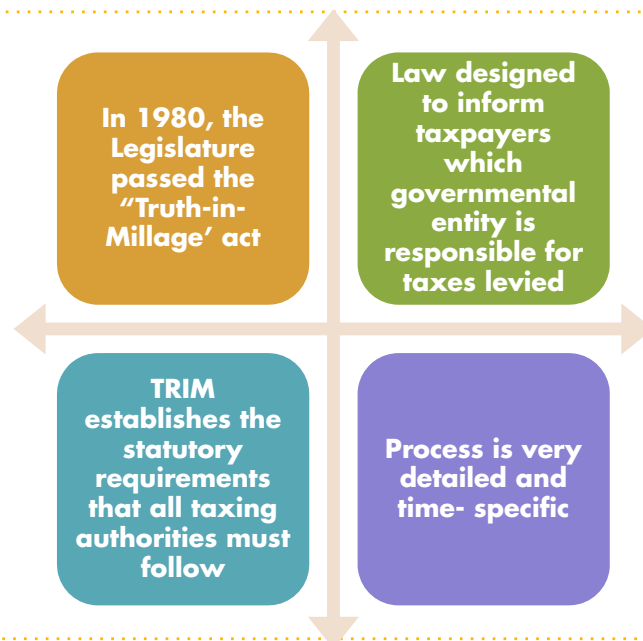
## Preliminary Millage Rate

	FY 2019	FY 2020	Inc/(Dec)
General	5.6298	5.6298	0.0000
CRR	0.2350	0.2350	0.0000
PAYGO	0.0755	0.0755	0.0000
<b>Total Operating</b>	<b>5.7288</b>	<b>5.7288</b>	<b>0.0000</b>
Debt Service	0.1600	0.2938	0.1338
<b>Total Combined</b>	<b>5.8888</b>	<b>6.0226</b>	<b>0.1338</b>

- Preliminary FY 2020 budget assumes no change in the operating millage rate of **5.7288**
- Debt service portion of the millage rate will increase to 0.2938 per debt service schedule for 1st tranche and future tranches of G.O. Bond Program
- Will adopt maximum millage rate on July 31<sup>st</sup>

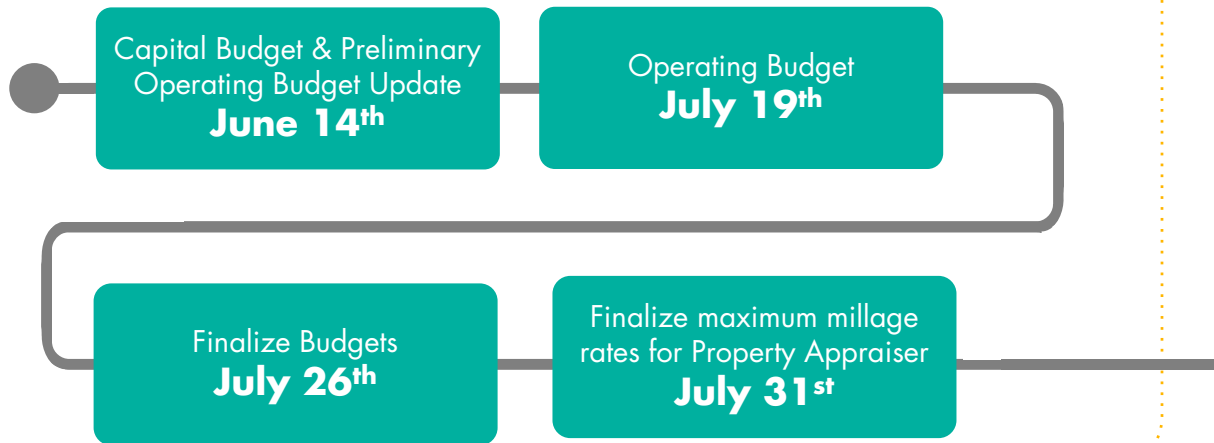
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## Truth in Millage (TRIM) Process



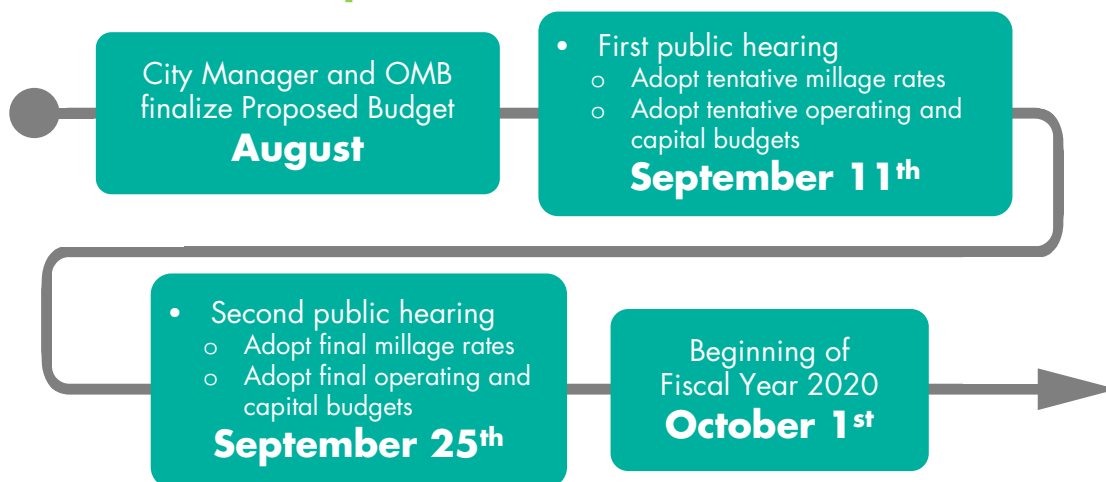
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## Next Steps



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## Next Steps



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**Thanks!**