
FY 2025
Operating Budget
& Millage Rate
Update
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Property
Values
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FY 2025 Taxable Property Values

The Miami-Dade County Property Appraiser provides:

- ✓ The **Preliminary** Values on **June 1st** (reflected below)
- ✓ The Certified Values on July 1st

City of Miami Beach

+8.8% Increase

Other Local Governments	%
Normandy Shores	+13.8%
City of Miami	+12.0%
Miami-Dade County	+10.0%
Miami-Dade School Board	+8.7%
City of Coral Gables	+8.2%

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Overall Property Value Trend



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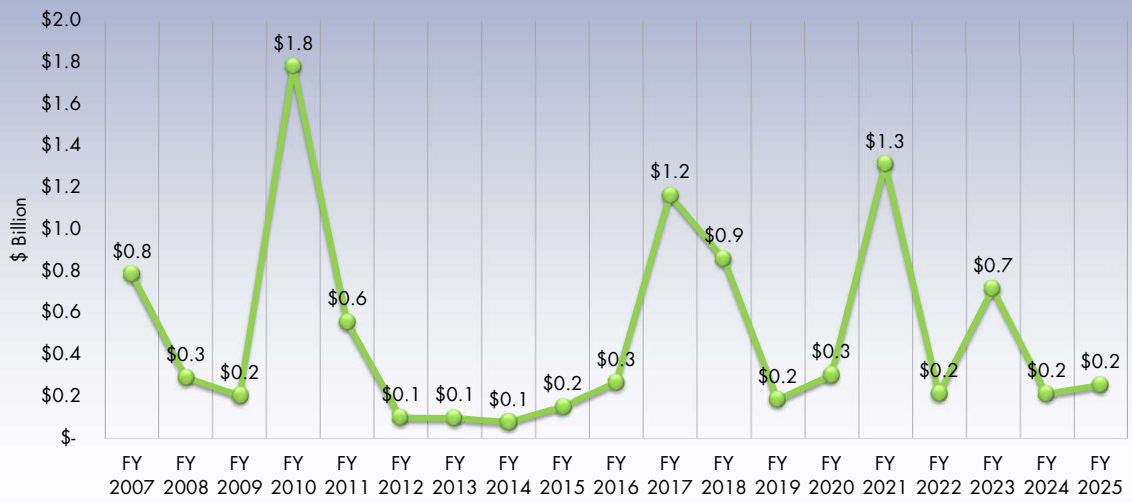
Existing Property Value Trend



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New Construction Value Trend



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Preliminary General Fund Budget

May 20th Commission Budget Retreat

FY 2025	
Revenues	$431.3 M
Expenditures	437.8 M
Surplus / (Gap)*	**($6.5 M)**

**Preliminary General Fund Surplus/(Gap) above does not take into account any enhancements to be considered for FY 2025*

Property Value Increase Necessary to Balance:**	**2.7%**
Estimated 1% Increase in Property Value:**	**$2.5 M**

***Based on Certified FY 2024 Values, pending receipt of Preliminary and Certified FY 2025 Values to be provided by Property Appraiser on June 1, 2024, and July 1, 2024, respectively*

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Preliminary General Fund Budget

Based on June 1st Property Values

FY 2025	
Revenues	$453.0 M
Expenditures	438.4 M
Surplus / (Gap)	**$14.6 M**

Reminders:

- ✓ The Preliminary General Fund Surplus/(Gap) **does not take into account** any enhancement requests to be considered for FY 2025 that will be discussed in more detail at the upcoming FERC Budget Briefing on July 12, 2024
- ✓ The Preliminary General Fund budget **does not include** any cost-of-living adjustments and/or changes in pays/benefits that may result from ongoing collective bargaining negotiations

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Preliminary FY 2025 Millage Rates

	FY 2024 Adopted	FY 2025 Preliminary	Inc/(Dec)
General	5.6636	5.6636	0.0000
Capital Renewal & Replacement (CRR)	0.0499	0.0499	0.0000
Capital Pay-As-You-Go (PayGo)	0.1020	0.1020	0.0000
Total Operating	**5.8155**	**5.8155**	**0.0000**
Voted Debt Service*	0.3326	0.3058	(0.0268)
Total Combined	**6.1481**	**6.1213**	**(0.0268)**

- Debt service portion of the millage rate estimated to decrease by **0.0268 mills** based on annual debt service for 1st Tranche (Series 2019) of 2018 G.O. Bond and 1st Tranche (Series 2023A&B) of 2022 Arts and Culture G.O. Bond Programs approved by the voters
- Assumes decrease in the total combined millage rate from **6.1481 mills** to **6.1213 mills**
- City Commission will adopt maximum millage rate on July 24th

** Will be updated again following receipt of certified property values on July 1st*

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Preliminary Recommendations

- Preliminary FY 2025-2029 CIP reflects approximately **$1.2 billion** of unfunded capital needs over next five years
  - ✓ Unfunded FY 2025 CRR Projects – $5.3 million
  - ✓ Unfunded FY 2025 PayGo Projects – $22.1 million
- **Recommendations based on June 1st Values:**

  Dedicated CRR Millage Adjustment
  - ✓ Realign the required Voted Debt Service millage rate reduction in FY 2025 of 0.0268 mills to the dedicated CRR millage rate (**total combined City millage will remain flat**)
    - ❑ Approximately $1.3 million increase in CRR funding in FY 2025 for critical unfunded projects

  General Fund Interest Income for Capital Projects
  - ✓ Allocate 25% of the total projected FY 2025 interest income in the General Fund for one-time capital expenditures
    - ❑ Approximately $2.0 million increase in PayGo funding in FY 2025 for critical unfunded projects

General Fund Budget

Based on June 1st Property Values

with Additional Capital Funding Recommendations

FY 2025	
Revenues	$453.0 M
Expenditures	438.4 M
Surplus / (Gap)	**$14.6 M**
Realignment of Voted Debt Service Millage to CRR Millage*	-
25% of Projected FY 2025 General Fund Interest Income to Capital	(2.0 M)
Revised Surplus / (Gap)	**$12.6 M**

Reminders:

- ✓ The Preliminary General Fund Surplus/(Gap) **does not take into account** any enhancement requests to be considered for FY 2025 that will be discussed in more detail at the upcoming FERC Budget Briefing on July 12, 2024
- ✓ The Preliminary General Fund budget **does not include** any cost-of-living adjustments and/or changes in pays/benefits that may result from ongoing collective bargaining negotiations

**Net impact of recommended realignment of Voted Debt Service millage reduction based on 2024 Estimated Property Values to dedicated Capital Renewal and Replacement (CRR) millage equals zero since property taxes levied based on dedicated CRR millage are transferred to CRR Fund for projects*

FY 2025 Millage Rates

	FY 2024 Adopted	FY 2025 Preliminary	Inc/(Dec)
General	5.6636	5.6636	0.0000
Capital Renewal & Replacement (CRR)	0.0499	0.0767	0.0268
Capital Pay-As-You-Go (PayGo)	0.1020	0.1020	0.0000
Total Operating	**5.8155**	**5.8423**	**0.0268**
Voted Debt Service*	0.3326	0.3058	(0.0268)
Total Combined	**6.1481**	**6.1481**	**0.0000**

- Debt service portion of the millage rate estimated to decrease by **0.0268 mills** based on annual debt service for 1st Tranche (Series 2019) of 2018 G.O. Bond and 1st Tranche (Series 2023A&B) of 2022 Arts and Culture G.O. Bond Programs approved by the voters
- Recommendation to increase CRR millage by estimated reduction in debt service portion of the millage results in an additional **$1.3 million** for unfunded capital project needs
- Assumes no change in the total combined millage rate of **6.1481 mills**
- City Commission will adopt maximum millage rate on July 24th

** Will be updated again following receipt of certified property values on July 1st*

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Preliminary FY 2025 Resort Tax Budget

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Preliminary 2% Resort Tax Budget

FY 2025	
Revenues	$75.6 M
Expenditures	75.6 M
Surplus / (Gap)*	**$-**

Reminders:

- ✓ Resort Tax revenues for FY 2025 are projected to remain flat over FY 2024 projections based on actual collections reported as of March 2024 and revenues projected through the remainder of FY 2024 at approximately 95% of FY 2023 collections for the same period
- ✓ The Preliminary 2% Resort Tax Surplus/(Gap) **does not take into account** any enhancement requests to be considered for FY 2025 that will be discussed in more detail at the upcoming FERC Budget Briefing on July 12, 2024

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Next Steps in FY 2025 Budget Process

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Next Steps in FY 2025 Budget Process

2nd FERC Budget Briefing (Operating Budget)	3rd FERC Budget Briefing (Finalize Capital & Operating)	Set Maximum Millage Rates per Truth-In-Millage (TRIM)
JULY 12th	**JULY 19th**	**JULY 24th**

City Manager & OMB Finalize Proposed Budget	First Public Hearing Adopt Tentative Millage Rates & Budgets (Operating & Capital)	Second Public Hearing to Adopt Final Millage Rates & Budgets (Operating & Capital)	Commencement of Fiscal Year 2025
AUGUST	**SEPTEMBER 16th**	**SEPTEMBER 25th**	**OCTOBER 1st**

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