



FY 2021 Proposed Budget **Update**

# **Miami** Beach

## **Outline**



- Capital Budget update
- Operating Budget update
- Next steps

## NB Oceanside Park Options



- **Option 1** Use available funds and phase project elements
  - Defer playgrounds, dog park, fence, and entrance
- **Option 2a** Fully fund by deferring 4 other North Beach projects
  - Entrance Signs to North Beach
  - Street Lighting Improvements
  - Normandy Isle Park Pool Renovation
  - North Beach Streetscape Pilot Project
- **Option 2b** Fully fund with additional PAYGO funding
  - Allocate additional \$2 million of one-time funds identified through balancing the non-COVID budget gap

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## Project Updates



*Previously Unallocated Balance \$118,831*

QOL – NORTH BEACH

Item	Project Name	\$	Action
57	North Beach Oceanside Park	2,000,000	Eliminate funding gap
56-2	Street Lighting Improvements	(629,000)	Defund/Defer
57-2	North Beach Streetscape Pilot	(330,000)	Defund/Defer
61-2	Normandy Isle Park – Pool Renovations	(358,000)	Defund/Defer
63-2	Entrance Signs to North Beach	(691,000)	Defund/Defer
<b>Total Changes (Unallocated = \$126,831)</b>			

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## Changes Non-COVID-19



<b>Non-COVID-19 balancing</b>	<b>\$2,000,000</b>
Reimbursement from Miami-Dade County Schools for Police Officers in schools	\$281,000
Additional funding for cat trap, vaccinate, neuter, and release program	(\$10,000)
Adjustment for FY 2021 Living Wage	\$22,000
Additional FY 2021 General Fund contingency	(\$293,000)
Reduction in use of General Fund reserve	(\$2,000,000)
<b>Total</b>	<b>\$0</b>

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## Use of Reserves



- Reduced planned use of reserve from \$10 million to \$8 million in FY 2021
- Preserves strong reserve levels for hurricane season and next budget cycle

	<b>General Fund Reserve Amount</b>	<b>Resort Tax Reserve Amount</b>
Current Reserve	\$80.6 million	\$15.2 million
Use of Reserve in FY 2020	(\$2.8 million)	(\$5.0 million)
Use of Reserve in FY 2021	(\$8.0 million)	-
<b>Remaining Reserve</b>	<b>\$69.8 million</b>	<b>\$10.2 million</b>

*Note: use of reserves does not include COVID-19 related expenses that are considered reimbursable*

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## Other Items



- Additional \$1 million contribution to Cultural Relief Fund for cultural organizations from Cultural Arts Council reserve
  - Builds on original \$1 million approved on May 1<sup>st</sup>
  - Appropriate \$500,000 as of October 1<sup>st</sup>
  - Appropriate remaining \$500,000 later in the fiscal year
- Early Childcare pilot program
  - Commitment in FY 2021 for 2021-2022 School Year
  - Funding of \$250,000 in FY 2022
  - Impacts up to 92 children
  - Item will be heard at City Commission meeting on July 29<sup>th</sup>

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## Additional Info Parking



- Recommended changes to right-size the department result in the following changes

ALL PARKING	Full-Time		Part-Time	
	Filled	Vacant	Filled	Vacant
Eliminated positions	8	6	16	10
Convert from FT to PT	32	1	-	-
Enforcement only	Full-Time		Part-Time	
	Filled	Vacant	Filled	Vacant
Eliminated positions	-	-	16	10
Convert from FT to PT	32	1	-	-
Non-Enforcement only	Full-Time		Part-Time	
	Filled	Vacant	Filled	Vacant
Eliminated positions	8	6	-	-

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## Additional Info Parking



- Due to high number of currently vacant positions from the hiring freeze in March, all 40 filled full-time employees can potentially be offered a full-time position with the City
  - Based on individual skills and abilities and willingness to work in another department
  - Staff that do not choose to accept alternative work can remain, but be converted to part-time
  - Many of the current 16 filled part-time positions would no longer be proposed for elimination

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## Additional Info Trolley



- Charging a fare
  - 29 out of 34 cities in Miami-Dade County provide municipal transit services; but only 2 charge a fare (Hialeah and Cutler Bay)
  - Fare would need to be in accordance with MDC fare policy for a circulator = 25 cent fare
  - Required to implement a fare collection system that is compatible with MDC's system
  - Required to accept Easy Cards, Easy Tickets, passes, transfers, or ID entitling passengers to ride without paying additional fare
  - Proceeds from the fare would be largely offset with high cost of installing and maintaining a fare collection system

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## Additional Info Trolley



- Charging a fare for non-residents only
  - Usage of PTP funding requires equitable treatment for all riders
  - Based on recent survey, only 19% of riders are visitors
  - Charging 19% of the riders a 25 cent fare is not financially viable
  - Verification for proof of residency could be problematic and increase time at stops

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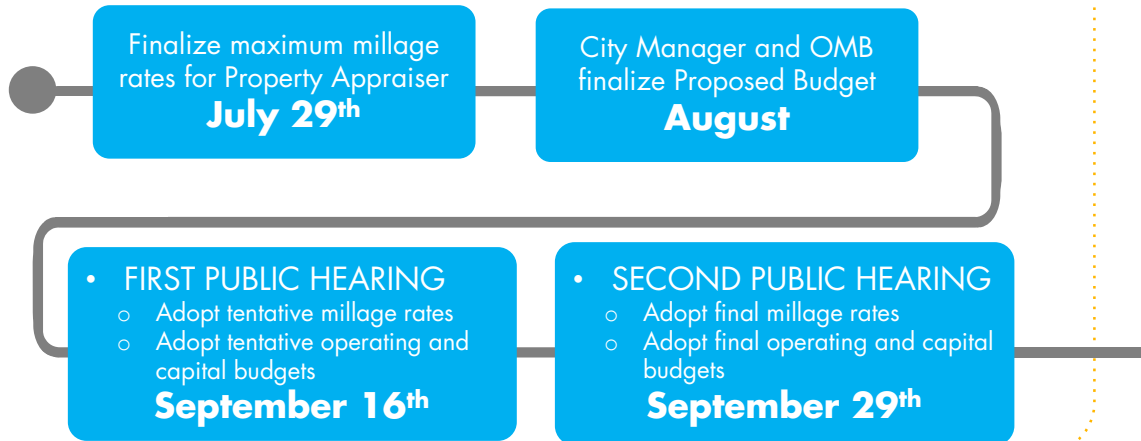
## Additional Info Convention Center



- Total of \$8.8 million of reserves are projected to be used between FY 2020 (\$4.0M) and FY 2021 (\$4.8M)
  - Contingency 1 – First Quarter (October through December)
    - 17 events with a net revenue of \$1.7 million at risk
    - Approximately half of the \$1.7 million is for Art Basel
    - Spectra has emergency plan to cut expenses to offset the total potential loss of \$1.7 million
  - Contingency 2 – Second Quarter (January through March)
    - 24 events with a net revenue of \$2.2 million at risk
    - Spectra has emergency plan to cut expenses approximately \$700,000; remainder of \$1.5 million would likely have to come from the reserve

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## Next Steps



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# Thanks!