



# City of Pompano Beach

100 West Atlantic Blvd.  
Pompano Beach, FL 33060

## Detailed Minutes - Final

### City Commission

*Rex Hardin, Mayor*  
*Andrea McGee, Vice Mayor*  
*Rhonda Eaton, Commissioner*  
*Alison Fournier, Commissioner*  
*Barry Moss, Commissioner*  
*Beverly Perkins, Commissioner*

*Gregory P. Harrison, City Manager*  
*Mark Berman, City Attorney*  
*Kervin Alfred, City Clerk*

Tuesday, June 27, 2023

5:00 PM

Commission Chamber

### Budget Workshop

#### CALL TO ORDER

The Honorable Mayor, Rex Hardin, called the City Commission Budget Workshop to order at 5:05 p.m.

#### ROLL CALL

**Present:** Commissioner Alison Fournier  
Commissioner Barry Moss  
Commissioner Beverly Perkins  
Vice Mayor Andrea McGee  
Mayor Rex Hardin

**Absent:** Commissioner Rhonda Eaton

#### INVOCATION

Mayor Hardin offered the invocation.

#### PLEDGE OF ALLEGIANCE

Led by Kervin Alfred, City Clerk

#### APPROVAL OF AGENDA

**A motion was made by Vice Mayor McGee, seconded by Commissioner Perkins, that the Agenda be APPROVED AS SUBMITTED. The motion carried unanimously.**

#### A. REGULAR AGENDA

1. [23-591](#) Presentation of the Fiscal Year 2024 Estimated General Fund Budget.

(Fiscal Impact: N/A)

**(Staff Contact:** Erjeta Diamanti)

Note: Comr. Eaton was in attendance shortly after the start of the meeting.

Mayor Hardin introduced the item on the regular agenda, a presentation of the Fiscal Year (FY) 2024 Estimated General Fund Budget. He then turned the floor over to Greg Harrison, City Manager and Erjeta Diamanti, Budget Director.

Greg Harrison, City Manager stated Ms. Diamanti, Budget Director will give tonight's presentation on the Budget and beginning tomorrow they will be meeting one-on-one with each member of the Commission to go over the budget details, which will lead up to the acceptance of the Budget on July 18th.

Ms. Diamanti welcomed everyone to the workshop and stated that this is the first workshop of the budget process. She explained that the purpose of the presentation was to introduce the Commission to the FY 2024 Recommended General Fund Revenues and Expenditures, as well as the estimated Millage Rates and Fire Assessment Fees. She thanked the City Manager's office and city staff for their dedication and hard work, as well as her team and the appointed officials for their support.

Ms. Diamanti stated that there are approximately 27 funds budgeted, which consists of the General Fund and the General Capital Fund, 6 Internal Services Funds, 8 Special Revenue Funds, 9 Enterprise Funds and 2 GO Bond Debt Service Funds, which accounts for debt and principle for the 2018 and 2021 Series.

Ms. Diamanti provided the outline for the presentation, which consists of Fiscal Policy Recommendations, FY 2024 Estimated General Fund Expenditures, estimated General Fund Non-Ad Valorem Revenues, Fire Assessment Fees Recommendation, Millage Rates and Ad Valorem Revenues, as well as the next steps in the budget process. Attached as Exhibit 1, is a copy of the presentation in its entirety that provides a more detailed breakdown of the FY 2024 recommended budget.

In sum, Ms. Diamanti presented the recommendations and they are as follows:

- The policy recommendation is to maintain and enhance service levels, as well as provide an estimated fire assessment and millage rates recommendation.
- The recommended General Fund Budget for FY 2024 is \$209,587,000, which represents a \$29.8 million or 17% increase when compared to the FY 2023 Adopted Budget of \$179.8 million. The reason for the increase is due to the use of \$12.5 million in fund balance for capital improvement projects, however in FY 2023 only \$1.9 million was utilized. Ms. Diamanti reviewed the general fund expenditures and historical trends along with the FY 2024 variances of the general fund expenditures.

Continuing, Ms. Diamanti presented the proposed FY 2024 Non-Ad Valorem Revenues of \$113.5 million and discussed the historical trend and variances of the Non-Ad Valorem Revenues.

With regard to the fire assessment fees, Ms. Diamanti stated the City hired a consultant to study and update the fire assessment for the allocation of fees across all categories based on the fire services provided to the public. Based on the recommendation from the study, the rates have been adjusted. The residential rate increased by \$81 and the commercial rate increased by \$0.203, however there was rate reduction in both Industrial (\$0.111) and Institutional (\$0.091). The estimated gross revenues anticipated by the proposed fees will generate approximately \$30.3 million, which is a \$3.9 million increase in fire assessment fees. The total net revenue after discounts is \$28.7 million, which is a variance of \$3.7 million.

Ms. Diamanti stated the City received the June 1st Valuation from the Broward County Property Appraiser's Office of approximately \$19 billion, which represents a 10.58% increase when compared to the final adopted July 1st FY 2022 Valuation of \$17.17 billion. However, this figure will be revised according to the July 1st Valuation this year, which will be used for budgeting purposes. Also, she reported that new construction came in at \$137 million this year, which represents a decrease of 54%, when compared to July 2022 new construction of \$297 million.

Overall, the FY 2024 Recommended Operating Millage Rate is 5.3232. In consideration of the recommended millage rates of EMS and the two GO Bond Debt Service Series 2018 and 2021, the Aggregate Millage is [6.3616] a decrease of .06%, when compared to last year's adopted millage rates. Ms. Diamanti reiterated that GO Bond Debt Services will be adjusted according to the July 1st Valuation. In addition, due to a slight decrease of the proposed aggregate millage rate, there will be no impact on the property taxes for each \$100,000 of assessed taxable value.

Lastly, Ms. Diamanti explained the next steps in the budget process, stating that tonight was the first meeting. Tomorrow, June 28th and Thursday, June 29th, they will hold scheduled individual meetings with the City Commission. July 18th is the next scheduled Budget Workshop, to go over the budget in details, covering all other funds and explaining the variances. Also, there will be consideration to adopt the preliminary fire assessment rate fees resolution, which will take place in July.

Moreover, there will be two budget public hearings in September. The first budget public hearing (September 13th) is when the City Commission adopts the preliminary millage rates and budget, as well as the final fire assessment resolution. Finally, the final public budget hearing (September 20th) is when the City Commission adopts the final millage rates and budgets along with the Five-Year Capital Improvement Plan.

Mayor Hardin thanked Ms. Diamanti for her presentation. He then invited further Commission discussion on the presentation, but no one provided further comments. He noted that the Commission will have ample opportunity during the one-on-one sessions to inquire further on the budget. Also, he thanked Mr. Harrison for his efforts along with the entire city staff.

**No Action taken - This was for informational purposes only.**

**B. ADJOURNMENT**

The meeting adjourned at 5:20 p.m.

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Rex Hardin, Mayor

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Kervin Alfred, City Clerk



**Exhibit 1**



# June Budget Workshop June 27, 2023





# City Funds

27

General and General Capital (2)

Internal Services (6)

Special Revenue (8)

Enterprise (9)

G.O. Bond (2018 and 2021 Series) – Debt Service (2)





## June Budget Workshop Presentation Outline

1. Policy Recommendations
2. FY 2024 Estimated General Fund Expenditures
3. FY 2024 Estimated General Fund Non-Ad Valorem Revenues
4. FY 2024 Fire Assessment Fees Recommendation
5. FY 2024 Millage Rates and Ad-Valorem Revenues
6. Next Steps in the Budget Process





## FY 2024 Policy Recommendations

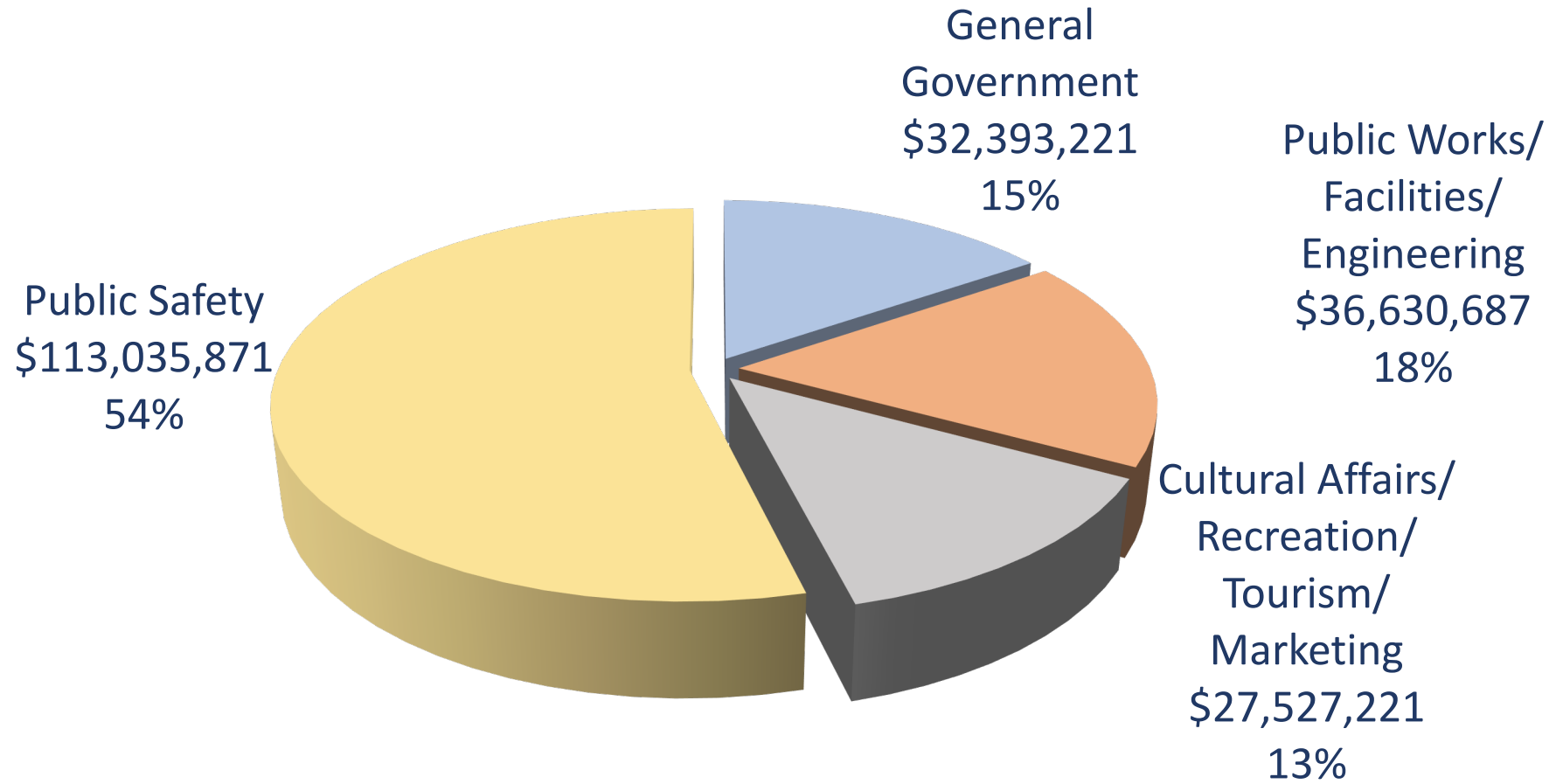
- Maintain and Enhance Service Levels
- Fire Assessment Fees Recommendation
- Millage Rates







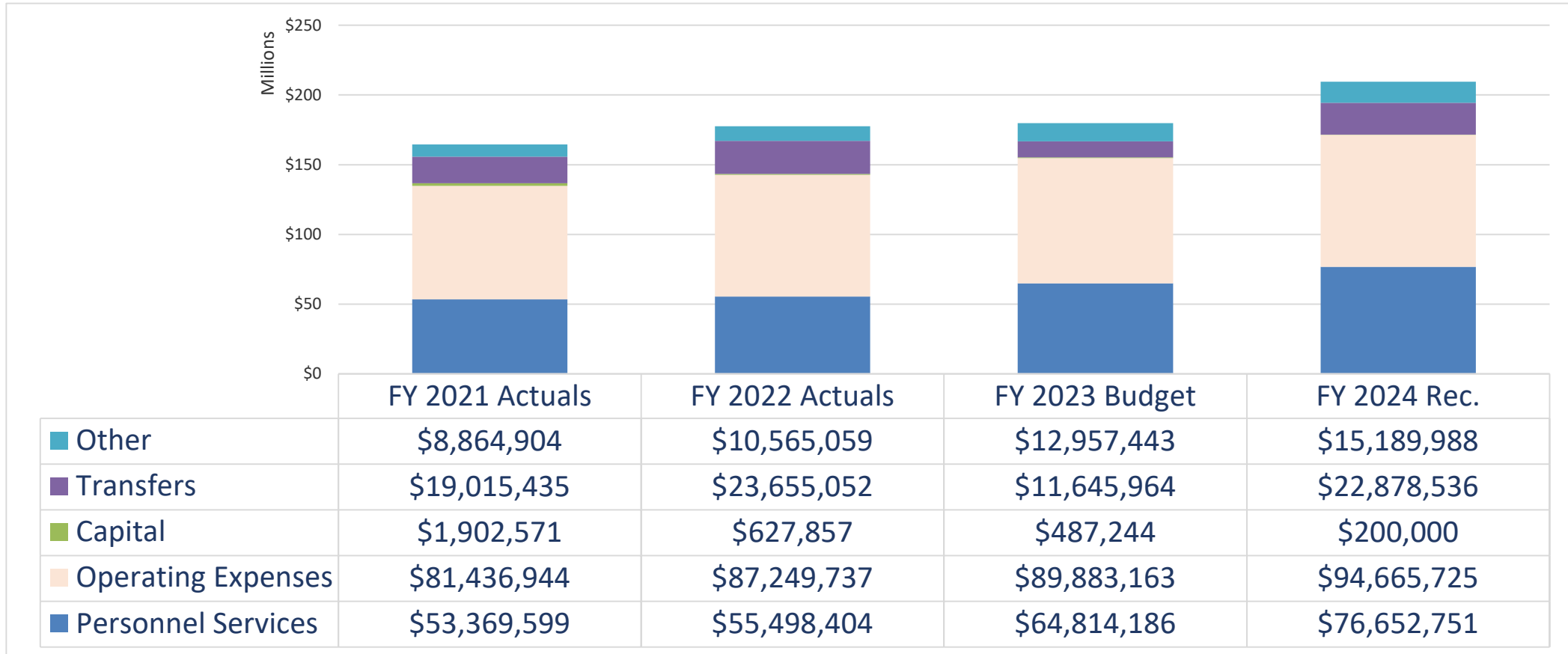
# FY 2024 Recommended General Fund Budget: \$209,587,000





# General Fund Expenditures Historical Trend

+\$29.8M



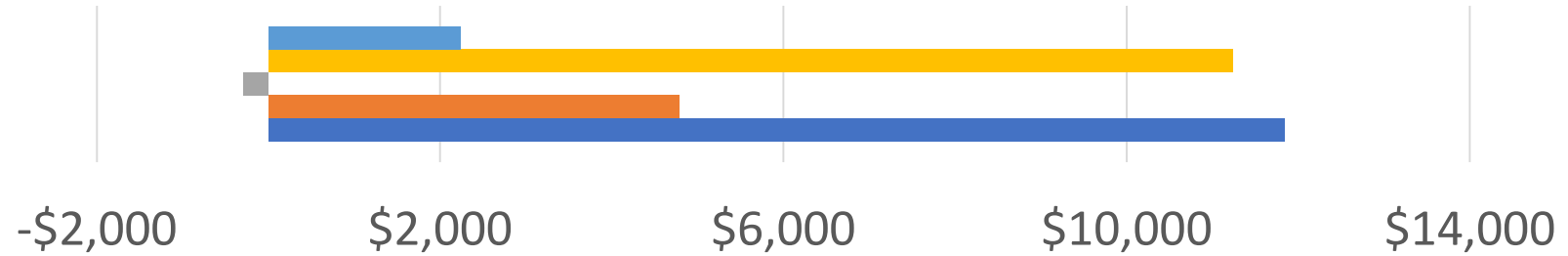
**Total**    \$164,589,453                    \$177,596,109                    \$179,788,000                    \$209,587,000





# FY 2024 Variances – General Fund Expenditures

+\$29.8M

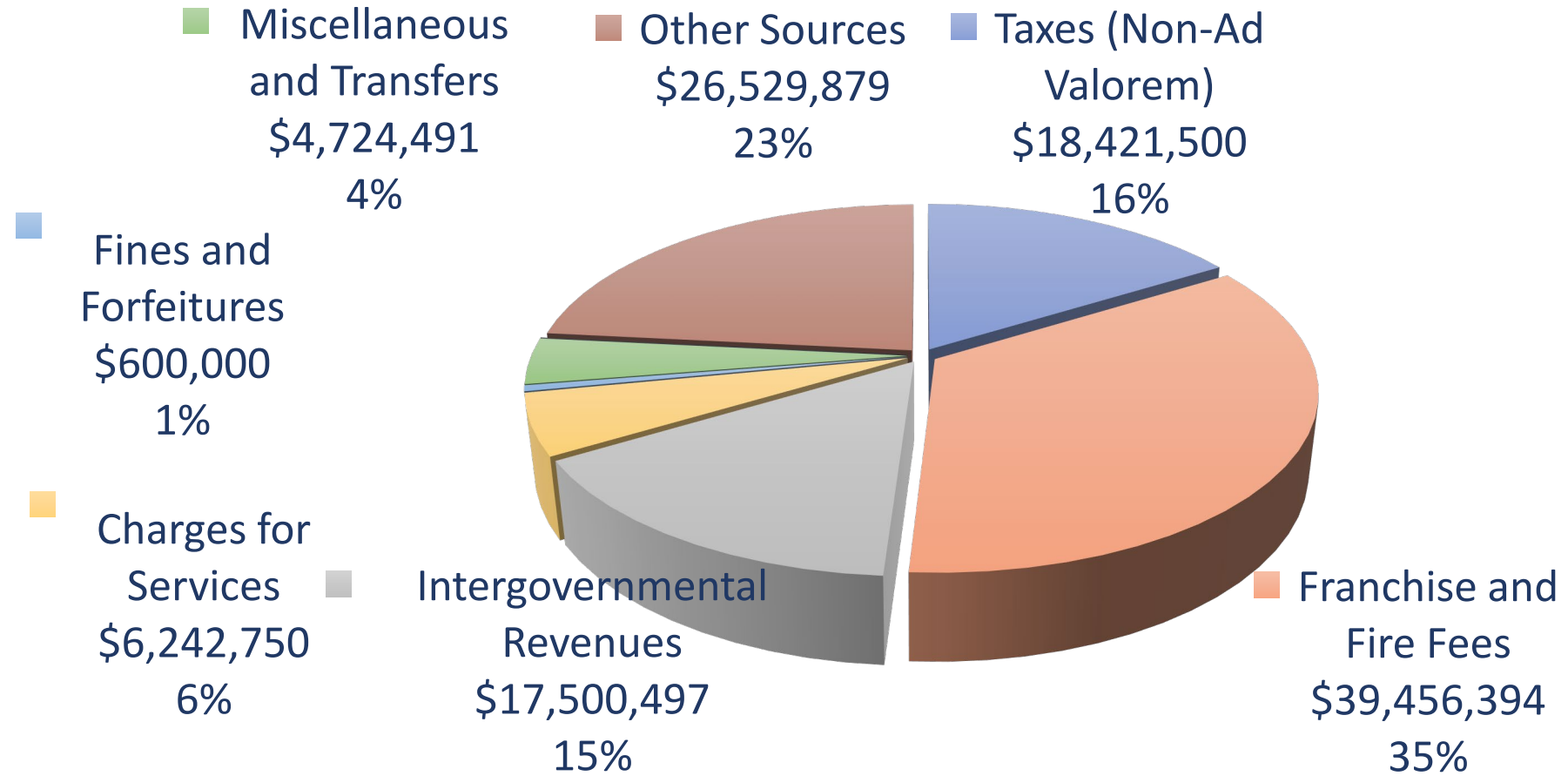


	Variance	Thousands
■ Other	\$2,232,545	
■ Transfers	\$11,232,572	
■ Capital	-\$287,244	
■ Operating Expenses	\$4,782,562	
■ Personal Services	\$11,838,565	





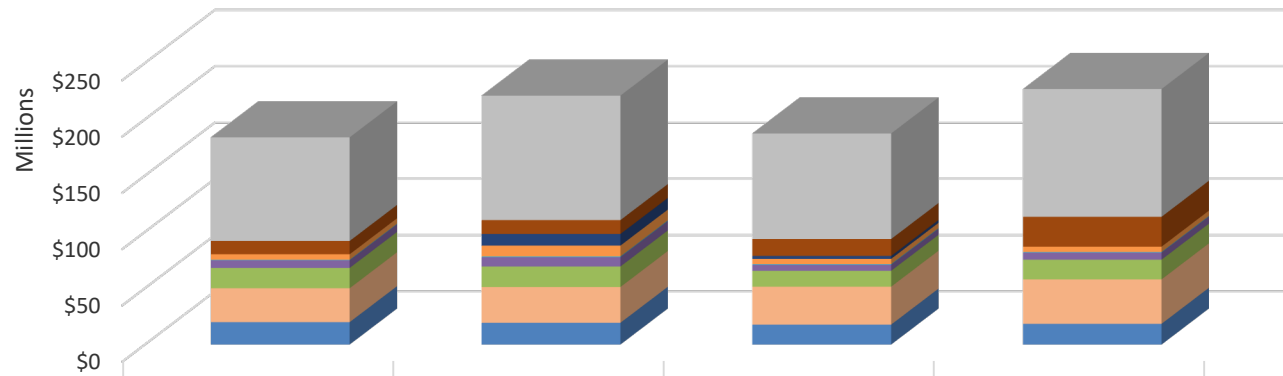
# FY 2024 Non-Ad Valorem Revenues: \$113,475,511





# Non-Ad Valorem Revenues Historical Trend

\$19.7M



	FY 2021 Actuals	FY 2022 Actuals	FY 2023 Budget	FY 2024 Rec.
■ Total	\$92,017,461	\$110,534,848	\$93,735,750	\$113,475,511
■ Other Sources	\$11,829,743	\$12,335,753	\$15,048,151	\$26,529,879
■ ARPA Revenues	\$0	\$10,326,612	\$2,568,840	\$0
■ Miscellaneous and Transfers	\$4,880,504	\$9,597,655	\$4,643,824	\$4,724,491
■ Fines and Forfeitures	\$525,888	\$674,579	\$650,000	\$600,000
■ Charges for Services	\$6,743,277	\$8,282,782	\$5,327,676	\$6,242,750
■ Intergovernmental Revenues	\$18,035,552	\$18,237,672	\$14,105,069	\$17,500,497
■ Franchise and Fire Fees	\$30,109,745	\$31,759,272	\$33,668,590	\$39,456,394
■ Taxes (Non-Ad Valorem)	\$19,892,751	\$19,320,524	\$17,723,600	\$18,421,500

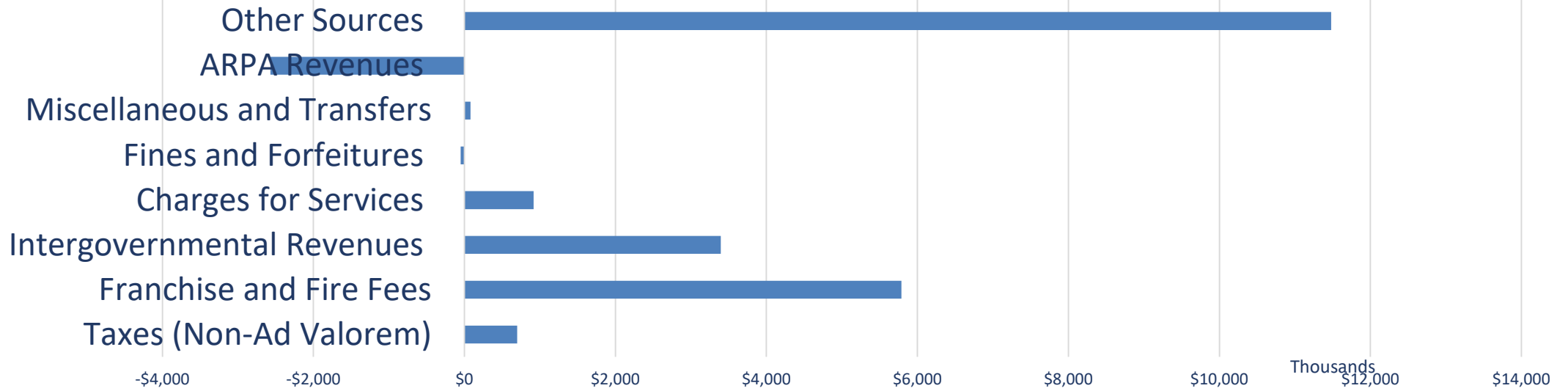
<b>Total</b>	<b>\$92,017,461</b>	<b>\$110,534,848</b>	<b>\$93,735,750</b>	<b>\$113,475,511</b>
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# FY 2024 Non-Ad Valorem Revenues - Variances (millions)

\$19.7M



	Taxes (Non-Ad Valorem)	Franchise and Fire Fees	Intergovernmental Revenues	Charges for Services	Fines and Forfeitures	Miscellaneous and Transfers	ARPA Revenues	Other Sources
■ Non-Ad Valorem	\$697,900	\$5,787,804	\$3,395,428	\$915,074	-\$50,000	\$80,667	-\$2,568,840	\$11,481,728





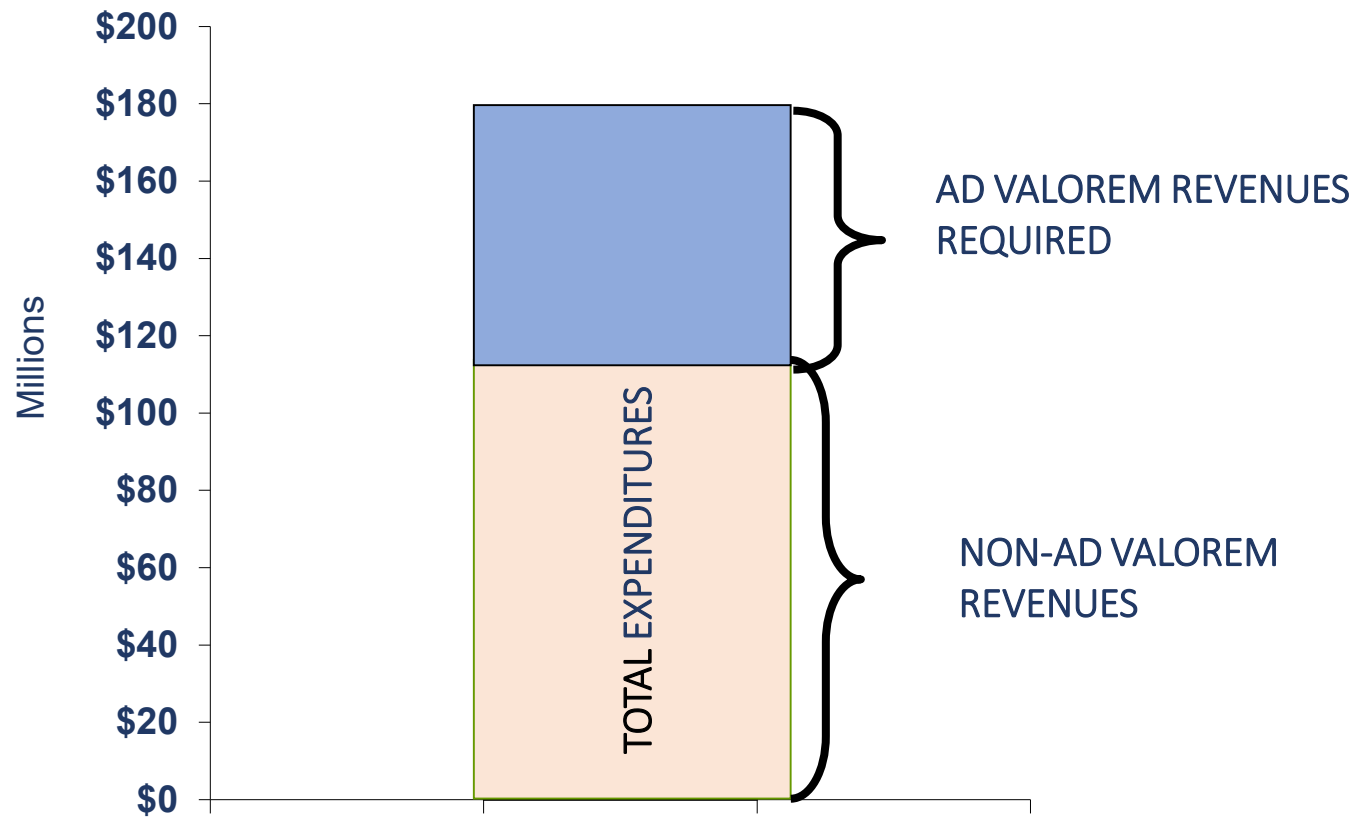
## FY 2024 Proposed Fire Assessment Fees

Fire Assessment Fees	Adopted FY 2023	Estimated FY 2024	Variance
Residential	\$250	\$331	\$81
<b>Rates Per Square Feet</b>			
Commercial	\$0.357	\$0.560	\$0.203
Industrial	\$0.191	\$0.080	(\$0.111)
Institutional	\$0.441	\$0.350	(\$0.091)
<b>Estimated Revenue</b>			
Estimated Gross Revenue	\$26,294,305	\$30,281,467	\$3,987,162
Discounts	-\$1,314,715	-\$1,514,073	(\$199,358)
<b>Total Net Revenue</b>	<b>\$24,979,590</b>	<b>\$28,767,394</b>	<b>\$3,787,804</b>





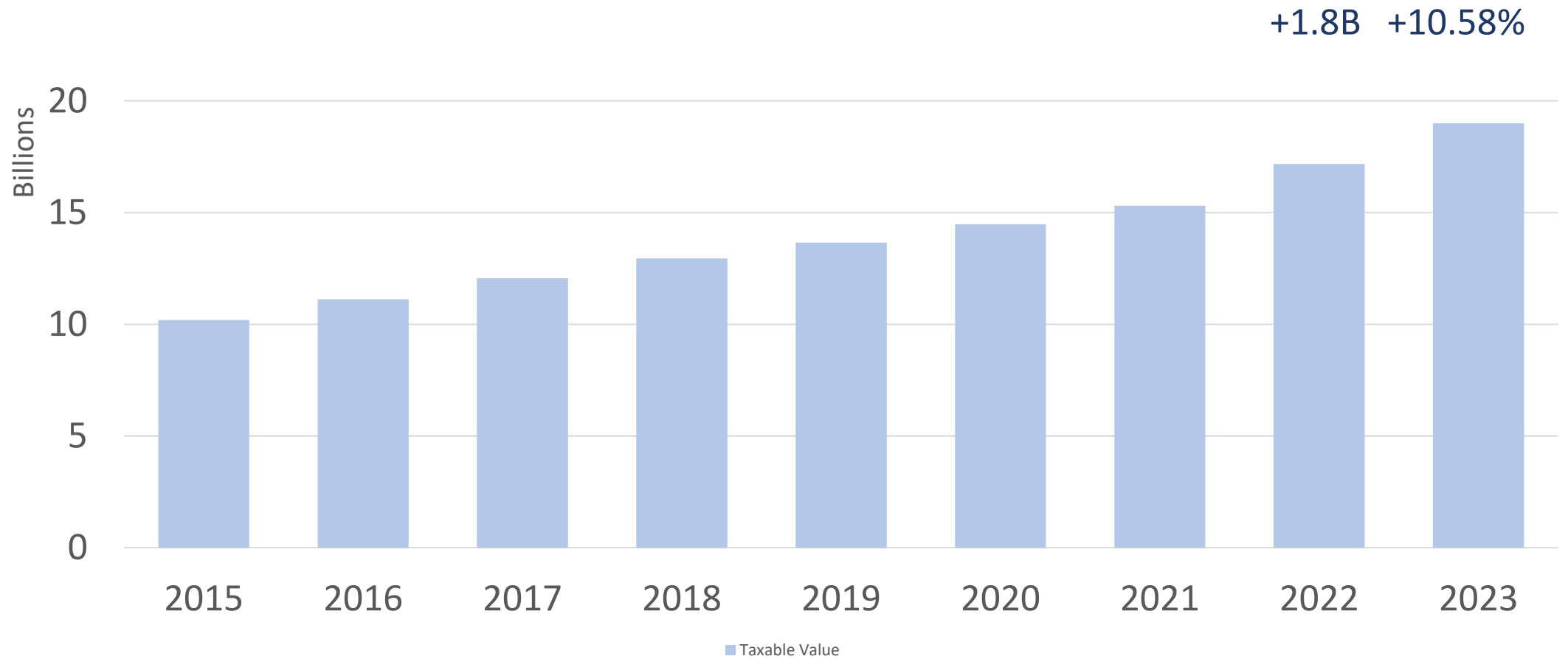
# FY 2024 Estimated Millage Requirement and Ad-Valorem Revenues







# Pompano Beach Property Valuation (billions) (2015-2023 Tax Roll Year)





# FY 2024 Estimated Operating Millage Rate and Ad-Valorem Requirement

FY 24 Estimated Expenditures	\$209,587,000
FY 24 Estimated Revenues (Non-Ad Valorem)	<u>\$113,475,511</u>
	\$96,111,489

\$96,111,489 (net ad-valorem) / 18,055,209 (net mill)

= 5.3232 FY 2024 Recommended Operating Millage Rate





## FY 2024 Recommended Millage Rates


Millage Rates	FY 2023	FY 2024	Variance	% Change
General Operating	5.2705	5.3232	0.0527	1.00%
EMS	0.5000	0.5000	0.0000	0.00%
G.O. Bond 2018 Series	0.3535	0.3198	-0.0337	-9.53%
G.O. Bond 2021 Series	0.2413	0.2186	-0.0227	-9.41%
<b>Aggregate Millage Decrease</b>	<b>6.3653</b>	<b>6.3616</b>	<b>-0.0037</b>	<b>-0.06%</b>





# Aggregate Millage Rate Impact on Property Taxes

For each \$100,000 of assessed taxable value.

	<u>FY 2023</u>	<u>FY 2024</u>	<u>Tax Impact</u>
Homesteaded Property			
	\$318	\$318	\$0
Non Homesteaded Property			
	\$637	\$637	\$0





# Next Steps in the Budget Process for FY 2024

We are here



June 27  
June Budget Workshop

June 28-29  
Individual Meetings with the City Commission

July 18  
July Budget Workshop

July 25  
Adoption of the Preliminary Fire Assessment Fees Resolution FY 2024

September 13  
First Budget Public Hearing

- Adoption of the preliminary millage rates and budgets FY 2024
- Adoption of the Final Fire Assessment Fees Resolution FY 2024

September 20  
Final Budget Public Hearing

- Adoption of the final millage rates and budgets FY 2024
- CIP Adoption FY 2024-2028





