

C6 D REPORT OF THE JUNE 21, 2024 FINANCE AND ECONOMIC RESILIENCY
COMMITTEE - BUDGET WORKSHOP.

Applicable Area:

MIAMI BEACH

COMMISSION MEMORANDUM

TO:	Honorable Mayor and Members of the City Commission
FROM:	Rickelle Williams, Interim City Manager
DATE:	July 24, 2024
TITLE:	REPORT OF THE JUNE 21, 2024 FINANCE AND ECONOMIC RESILIENCY COMMITTEE - BUDGET WORKSHOP.

RECOMMENDATION

BACKGROUND/HISTORY

ANALYSIS

FISCAL IMPACT STATEMENT

NA

Does this Ordinance require a Business Impact Estimate? (FOR ORDINANCES ONLY)

If applicable, the Business Impact Estimate (BIE) was published on . See BIE at:
<https://www.miamibeachfl.gov/city-hall/city-clerk/meeting-notices/>

FINANCIAL INFORMATION

CONCLUSION

Applicable Area

Citywide

Is this a "Residents Right to Know" item, pursuant to City Code Section 2-17?

No

Is this item related to a G.O. Bond Project?

No

Was this Agenda Item initially requested by a lobbyist which, as defined in Code Sec. 2-481, includes a principal engaged in lobbying? No

If so, specify the name of lobbyist(s) and principal(s):

Department

Finance

Sponsor(s)

City Manager

Co-sponsor(s)

Condensed Title

Report: June 21, 2024 FERC - Budget Workshop. FN

MIAMI BEACH

Finance and Economic Resiliency Committee

City Hall, Commission Chambers, 3rd Floor, 1700 Convention Center Drive; or

<https://miamibeachfl.gov.zoom.us/j/86360595462>; or Dial: 1-301-715-8592 or 888-475-4499 (Toll Free)

Webinar ID: 86360595462

June 21, 2024 - 10:30 AM

Commissioner Joseph Magazine, Chair
Commissioner Kristen Rosen Gonzalez,
Vice-Chair Commissioner Tanya K. Bhatt,
Member Commissioner Alex Fernandez,
Member

Jason Greene, Liaison
Nattaly Cuervo,
Support Staff

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NEW BUSINESS

1) FISCAL YEAR 2025 PRELIMINARY OPERATING BUDGET UPDATE

Office of Management and Budget

ACTION:

- The Administration recommended, and the FERC recommended, the following as part of the FY 2025 General Fund budget:
 - Dedicated CRR Millage Adjustment
 - Realign the reduction in the required voted debt service millage rate in FY 2025 of 0.0268 mills to the dedicated CRR millage rate based on the 2024 Estimated Taxable Values provided by the Miami-Dade County Property Appraiser. This would result in an estimated additional increase in dedicated CRR funding of approximately \$1.3 million in FY 2025. The recommended realignment of the reduction in the required voted debt service millage rate to the dedicated CRR millage rate for FY 2025 would be updated once the 2024 Certified Taxable Values are received from the Miami-Dade County Property Appraiser on July 1, 2024.
 - General Fund Interest Income for Capital Projects
 - Allocate 25%, or approximately \$2.0 million, of the total projected FY 2025 interest income in the General Fund for one-time capital expenditures. Using General Fund interest income for one-time expenditures is a prudent financial strategy for local governments, particularly given the volatility of interest rates.

2) FISCAL YEAR 2025 PRELIMINARY CAPITAL BUDGET

Office of Management and Budget

ACTION:

- All capital project funding was recommended for approval by FERC, as presented by the Administration.
- FY 2024 Projected General Fund Golf Course Surplus
 - The Miami Beach and Normandy Shores golf courses are projected to generate a surplus of \$2,343,000. The Administration recommended and FERC approved that this projected surplus be transferred to the Pay-As-You-Go (PAYGO) Fund in order to allow for the partial funding of the Miami Beach Golf Course Renovation project that has a total project budget of \$9.2 million, of which \$1.0 million was appropriated in FY 2024.
- FERC requested that the Administration provide a list of major capital projects with funding gaps, as well as a proposed funding plan for the Fire Station 1 project at the July 12, 2024 FERC meeting.