

**LEGISLATIVE #
110705**



FY13/FY14 Budget Process



FY13 – FY14 Budget Process

- FY 13 – FY17 Five Year Financial Forecast projects expenditures in excess of revenues for each of fiscal years in the forecast
 - FY13 approximately \$200K
 - FY14 is approximately \$3.2M



FY13 – FY14 Budget Process

- City Manager's recommended FY13-FY14 budget will contain balanced revenues and expenditures
- Traditional tools and Strategic measures for balancing budget include:
 - Hiring freeze/unfunding vacant positions
 - Evaluating organizational efficiencies
 - Elimination of vacant positions
 - Evaluating projected salary increases
 - Deferring or eliminating some of the additional positions identified as part of the Five Year Forecast
 - Evaluating the adequacy of the vacancy rate
 - Quantifying projected potential pension savings for FY14



FY13 – FY14 Budget Process

- Millage rate considerations
 - Keep millage rate at 4.2544 (results in lower property tax revenue)
 - Adjust the millage rate to the rolled back rate to generate the same level of property tax revenue as generated in the prior year (plus new growth)
 - Increase millage rate to a level higher than the rolled back rate to generate a moderate increase in property tax revenue
- City Manager approach
 - Maintain same level of property tax revenue (rolled back rate)



FY13 – FY14 Budget Process

- City Commission Discussion and Direction
 - Millage Rate considerations
 - Exceptions to assumptions in the Five Year Forecast for FY13 and FY14
 - Additional City Commission enhancements or decrements