

**SPECIAL WORKSHOP
DESTIN CITY COUNCIL
JULY 13, 2020
ANNEX COUNCIL CHAMBERS
5:30 PM**

*****Core Value of the Month - Professionalism*****

CALL TO ORDER

PLEDGE OF ALLEGIANCE

1. PUBLIC COMMENTS

2. WORKSHOP

- A. Fiscal Year 2021 Budget Cycle
- B. Update on Cares Act Funding (Verbal)
- C. Update On Beach Acquisition Funding-TDC/Okaloosa County (Verbal)

3. PUBLIC COMMENTS

4. ADJOURNMENT

****** Any invocation that is offered before the official start of the City Council meeting shall be the voluntary offering of a private person, to and for the benefit of the City Council. The views or beliefs expressed by the invocation speaker have not been previously reviewed or approved by the City Council, or the City staff, and the City is not allowed by law to endorse the religious beliefs or views of this, or any other speaker. Persons in attendance at the City Council meeting are invited to stand during the opening invocation and Pledge of Allegiance. However, such invitation shall not be construed as a demand, order, or any other type of command. No person in attendance at the meeting shall be required to participate in any opening invocation that is offered. A person may exit the City Council Chambers and return upon completion of the opening invocation if a person does not wish to participate in or witness the opening invocation.***

Persons with disabilities who require assistance to participate in City meetings are requested to notify the City Clerk's Office at (850) 837-4242 in advance. Hearing Impaired: TTY: 711. Assistance also available through Human Resources, Title VI Coordinator, at (850) 837-4242.

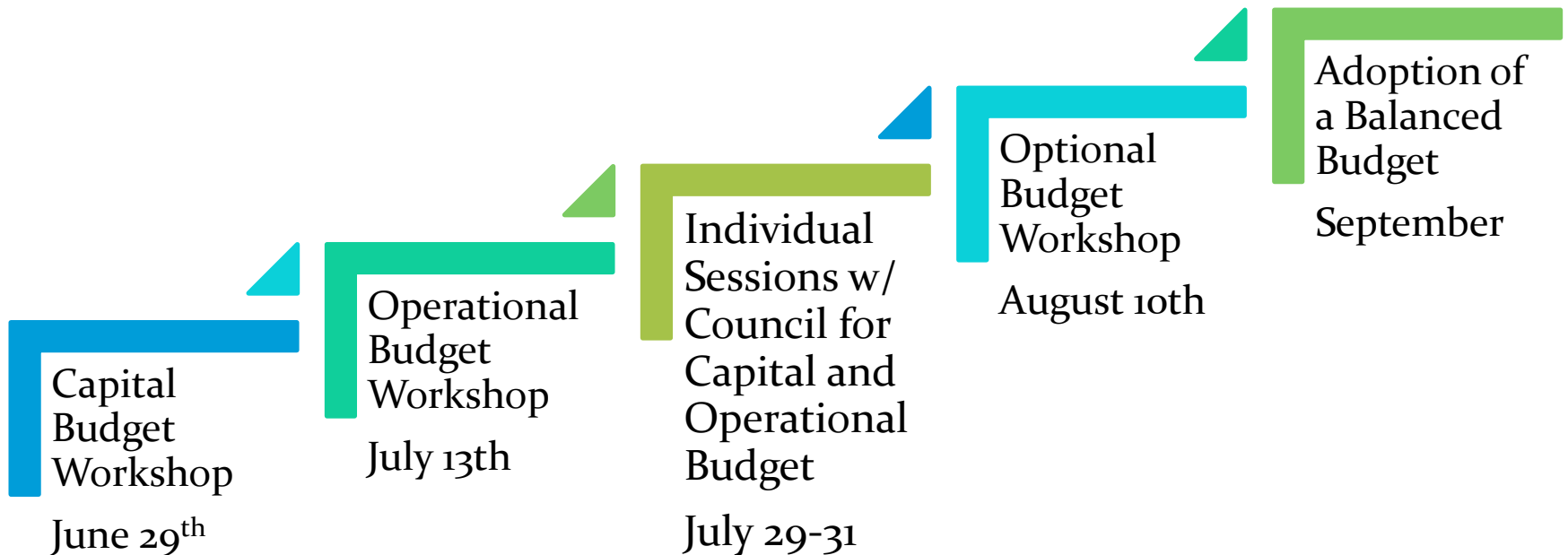
Personas con discapacidades que necesitan asistencia o personas que necesiten ayuda con un idioma para participar en las reuniones de la ciudad, deberán notificar la oficina de la Secretaria Municipal al (850) 837-4242 antes de la reunión. Discapacidad auditiva: TTY: 711 (Solicitar Espanol CA). La ayuda tambien está disponible por Recursos Humanos, Coordinador del Título VI, al (850) 837-4242.



City of Destin 2021 Budget Workshop #2

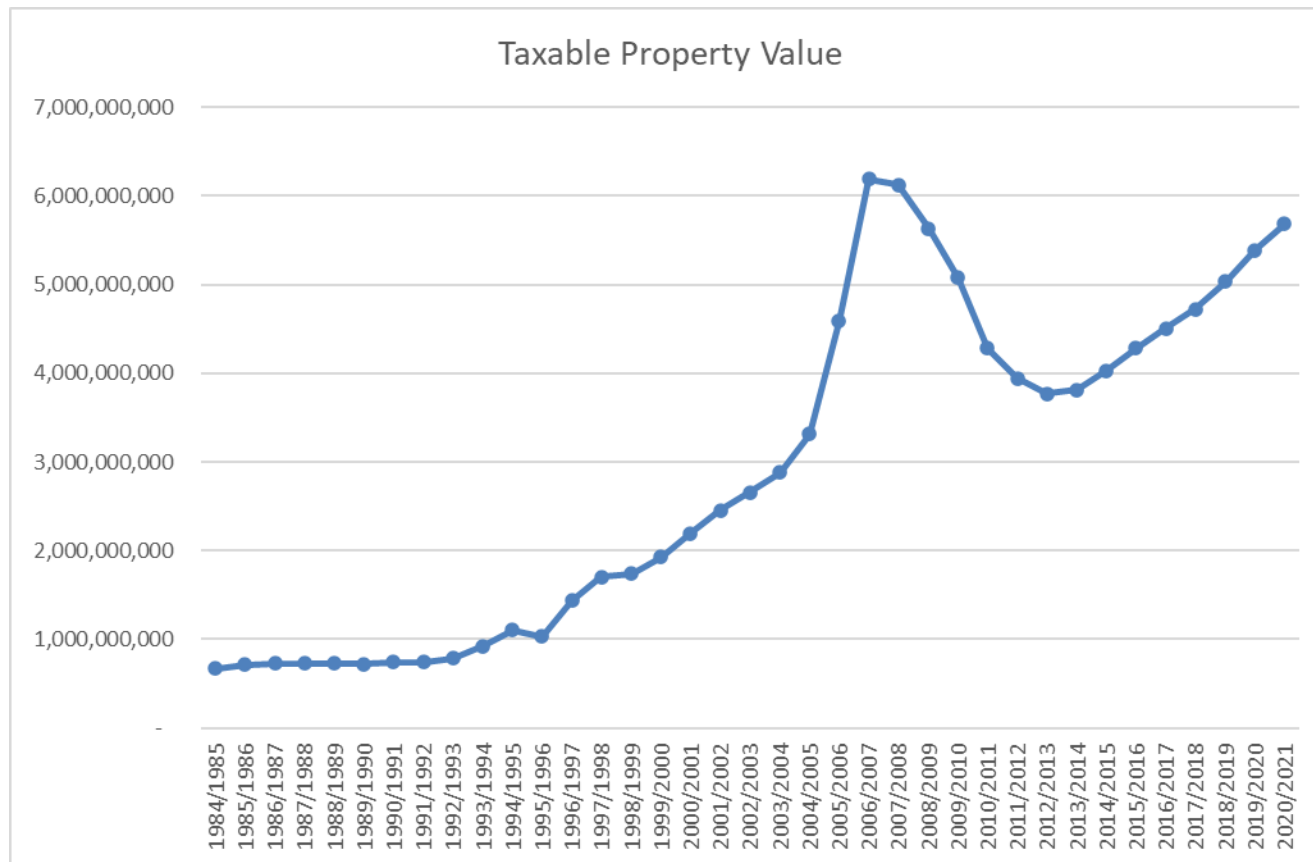
July 13, 2020

2021 Budget Process





Ad Valorem – Taxable Property Values





Ad Valorem – Actual vs Projected

	<u>FY2020</u>	<u>FY2021</u>	<u>Amount of</u>	
	<u>Actual</u>	<u>Projected</u>	<u>Increase</u>	<u>% Change</u>
GF Ad Valorem @ 1.6150	\$ 7,556,223	\$ 8,099,316	\$ 543,093	7%
Town Center CRA	257,304	290,297	32,993	13%
Harbor CRA	319,174	331,449	12,275	4%
	<u>\$ 8,132,701</u>	<u>\$ 8,721,062</u>	<u>\$ 588,361</u>	



Ad Valorem – at Different Millage Rates

Ad Valorem Taxes Payable per Household

Two scenarios to demonstrate the difference 1/10th of a mill creates

	<u>1.6150</u>	<u>1.7150</u>	<u>Variance</u>
Property Taxable Value			
\$100,000	\$161.50	\$171.50	\$10.00
\$400,000	\$646.00	\$686.00	\$40.00

Zip code 32541 median real property value = \$420,000

Funding to the City at the two Different Millage Rates

	<u>1.6150</u>	<u>1.7150</u>	
Total Taxable Property Value			
\$5,400,038,408	\$8,721,062	\$9,261,066	\$540,004

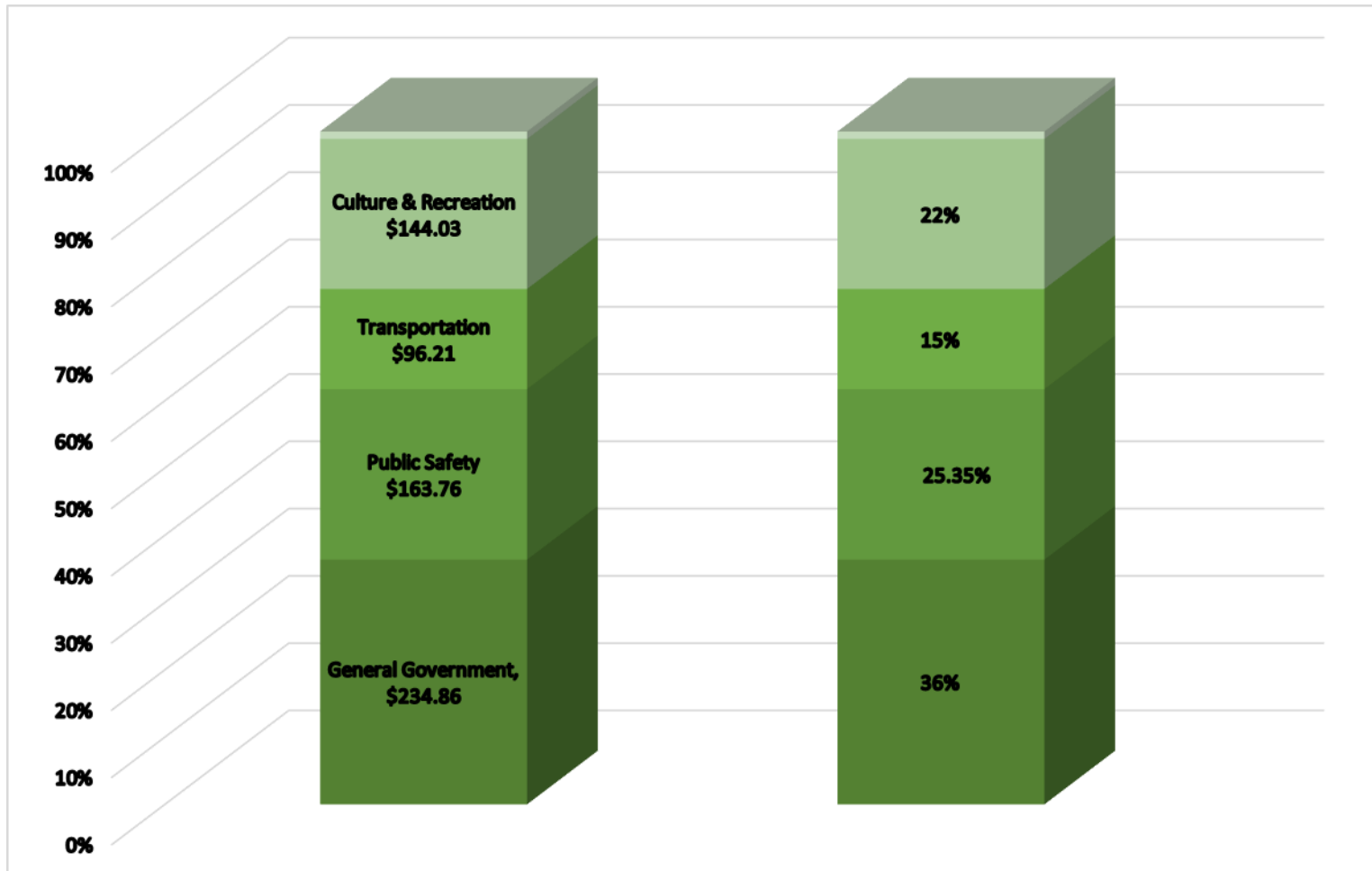


How we leverage your tax dollar – FY 2021 grants and aids

	Total Funding to City		Average Household
Ad Valorem you pay	\$ 8,721,062	26%	\$646.00
Grants and Aids	24,899,292	74%	
	<u>\$ 33,620,354</u>		



How are your tax dollars spent? (\$646 per median household)





General Fund Operating Revenues

	<u>FY2019</u>	<u>FY2020</u>	<u>FY2020</u>	<u>FY2021</u>
	<u>Actuals</u>	<u>Adopted</u>	<u>Projected</u>	<u>Projected</u>
Ad Valorem	7,346,575	7,777,693	7,559,732	8,099,316
Licenses & Permits	2,848,464	2,683,525	2,817,611	3,565,470
Intergovernmental	3,494,078	3,716,736	2,310,667	5,321,633
Other Revenues	2,480,160	2,632,718	2,194,101	2,066,451
TOTAL OP REVENUES	\$ 16,169,277	\$ 16,810,672	\$ 14,882,112	\$ 19,052,870

- Electric Franchise (Licenses) may increase to assist towards Undergrounding
- Intergovernmental increase in FY2021 with RESTORE and NFWF reimbursements
- Other Revenues decrease due to moving restricted \$ from GF into CIP restricted fund



General Fund Operating Expenditures

	<u>FY2019</u>	<u>FY2020</u>	<u>FY2020</u>	<u>FY2021</u>
	<u>Actuals</u>	<u>Adopted</u>	<u>Projected</u>	<u>Projected</u>
General Government	4,310,583	5,215,598	4,779,770	5,140,145
Public Safety	3,061,646	3,581,031	3,482,665	3,584,206
Transportation	1,777,864	2,586,012	1,771,731	2,105,683
Culture & Recreation	2,576,438	3,603,930	2,675,110	3,152,301
Other Expenditures	110,151	250,930	242,149	156,237
TOTAL OP EXPENDITURES	\$ 11,836,683	\$ 15,237,501	\$ 12,951,426	\$ 14,138,572

FY2021 assumes the 11 open positions will be filled.

FY2021 begin staffing and maintenance of Leonard Destin Park.

OCSO Contract for 2021 is \$28K lower than the 2020 contract



Personnel: 87 FT & 20 PT

- 2% Cost of Living \$89,490
- 2% Merit \$64,345
- Health Insurance increase 3.5% \$63,058
- New Positions
 - Zero Additions for FY2021
 - Currently recruiting to fill 11 FT vacancies

	FY2021 Expenditures	
Personnel	\$6,606,234	47%
Other Expenditures	7,532,338	53%
TOTAL GF Op Expenditures	<u>\$14,138,572</u>	



General Fund Transfers Out

	<u>FY2019</u> <u>Actuals</u>	<u>FY2020</u> <u>Adopted</u>	<u>FY2020</u> <u>Projected</u>	<u>FY2021</u> <u>Projected</u>
Facilities R&R Fund	-	-	-	1,556,000
2013 Debt Service	543,600	556,827	556,827	556,047
Infrastructure R&R Fund (gas tax #1)	774,746	714,617	1,180,586	470,879
1/2 Cent Sales tax for Capital Projects	-	-	645,000	1,431,792
CD Technology Fund	-	-	-	120,459
CIP Grants (NFWF, RESTORE)	-	878,196	-	2,744,151
Special Capital Projects	-	-	-	3,000,000
TOTAL TRANSFERS OUT	\$ 1,318,346	\$ 2,149,640	\$ 2,382,413	\$ 9,879,327

FY2021

- Establish a facilities Renewal and Replacement Fund
- Reimbursement from NFWF and RESTORE
- Beach acquisition and matching funds for capital grants



General Fund Balance

	<u>FY2019</u>	<u>FY2020</u>	<u>FY2020</u>	<u>FY2021</u>
	<u>Actuals</u>	<u>Adopted</u>	<u>Projected</u>	<u>Projected</u>
Operating Revenues	16,169,277	16,810,672	14,882,112	19,052,870
Operating Expenditures	11,836,683	15,237,501	12,951,426	14,138,572
Transfers Out	1,318,346	2,149,640	2,382,413	9,879,327
Net Change in Fund Balance	<u>\$ 3,014,248</u>	<u>\$ (576,470)</u>	<u>\$ (451,727)</u>	<u>\$ (4,965,030)</u>
Beginning Fund Balance	21,762,217	24,776,465	24,776,465	24,324,738
Ending Fund Balance	\$ 24,776,465	\$ 24,199,995	\$ 24,324,738	\$ 19,359,708



General Fund Balance

	<u>FY2019</u> <u>Actuals</u>	<u>FY2020</u> <u>Adopted</u>	<u>FY2020</u> <u>Projected</u>	<u>FY2021</u> <u>Projected</u>
Nonspendable				
Interfund Advance	2,448,824	2,448,824	2,448,824	2,448,824
Restricted:				
Impact fees	2,584,256	2,584,256	2,410,452	1,934,882
Gas Tax #2	224,345	221,809	215,000	220,000
Debt Service	2,327,337	2,392,206	2,346,194	2,336,115
Committed:				
Emergency	2,793,067	2,793,067	2,793,067	2,793,067
1/2 Penny Local Surtax	918,383	1,768,383	1,768,383	2,968,383
Assigned:				
Encumbrances	965,486		2,054,487	
Software Upgrades	248,106			120,459
Unassigned:	12,266,660	11,991,450	10,288,330	6,537,979
FUND BALANCE	<u>\$ 24,776,465</u>	<u>\$ 24,199,995</u>	<u>\$ 24,324,738</u>	<u>\$ 19,359,708</u>



Updated 5-year Capital Budget Summary

	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	Total
FACILITIES R&R SUBTOTAL	\$ 1,566,000	\$ 242,078	\$ 242,078	\$ 242,078	\$ 242,078	\$ 2,534,310
INFRASTRUCTURE R&R SUBTOTAL	1,568,589	\$ 920,000	\$ 866,800	\$ 800,000	\$ 800,000	\$ 4,955,389
COMP PLAN INFRASTRUCTURE SUBTOTAL	200,000	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000	\$ 1,000,000
GROWTH NECESSITATED SUBTOTAL	352,000	\$ 750,000	\$ -	\$ -	\$ -	\$ 1,102,000
CITIZEN/COUNCIL DIRECTED SUBTOTAL	26,100,000	\$ 3,300,000	\$ 1,600,000	\$ -	\$ 48,000,000	\$ 79,000,000
OTHERS SUBTOTAL	5,323,621	\$ 1,009,000	\$ -	\$ -	\$ -	\$ 6,332,621
GRAND TOTAL BUDGET REQUESTS	\$ 35,110,210	\$ 6,421,078	\$ 2,908,878	\$ 1,242,078	\$ 49,242,078	\$ 94,924,320

AVAILABLE FUNDING	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	Total
FACILITIES R&R	\$ 1,566,000	\$ 242,078	\$ 242,078	\$ 242,078	\$ 242,078	\$ 2,534,312
GAS TAX #1	470,879	480,296	489,902	499,700	509,694	2,450,471
GAS TAX #2	213,128	213,128	213,128	213,128	213,128	1,065,640
POLICE PROTECTION IMPACT FEES	4,800	400	400	400	400	6,400
TRAFFIC IMPACT FEES	1,001,657	20,000	20,000	20,000	20,000	1,081,657
PUBLIC LIBRARY IMPACT FEES	116,679	2,000	2,000	2,000	2,000	124,679
PARK IMPACT FEES	142,368	4,000	4,000	4,000	4,000	158,368
NPEB	114,589					114,589
MITIGATION FEE MULTI-MODAL	92,994					92,994
1/2 CENT SALES TAX	1,431,792	438,128	446,891	455,829	464,945	3,237,585
1/2 PENNY LOCAL DISCRETIONARY	3,260,603	1,200,000	1,200,000	1,200,000	1,200,000	8,060,603
CD TECH FUND	120,459	120,459	120,459	120,459	120,459	602,295
Harbor CRA '09 Bond Proceeds	17,188					17,188
02 Construction Bond Proceeds	39,533					39,533
Obligated Grants	2,714,119					2,714,119
Potential Grants	18,162,932	3,300,000	1,600,000	-	-	23,062,932
FUNDING TBD	100					100
GF FOR SPECIAL CAPITAL PROJECTS	3,000,000					3,000,000
GRAND TOTAL AVAILABLE FUNDS	\$ 32,469,820	\$ 6,020,489	\$ 4,338,858	\$ 2,757,594	\$ 2,776,704	\$ 48,363,465

FUNDING TO BE DETERMINED \$ 46,560,855



FY 2021 Grants

Grant: National Fish & Wildlife Foundation (Deep Horizon)	768,589
Grant: RESTORE Captain Royal Melvin	1,216,530
Grant: RESTORE Clement Taylor	729,000
Grant: TPO Stahlman Ave Intersection*	1,501,500
Grant: TPO X-Town ROW Acquisition*	1,000,000
Grant: TPO HWY 98 Landscaping*	1,161,432
Grant: TDD Beach Acquisition*	13,000,000
Grant: TDD New Beach Park*	1,500,000
FEDERAL GRANT-PHY ENVIRONMENT	2,744,151
GRANTS/MEDIAN MAINTENANCE	13,595
TRAFFIC SIGNAL/HWY LGT MAINT	114,269
FDEP OPS LEONARD DESTIN PARK	83,236
BEACH OPERATIONS/TDC FUNDING	421,976
COUNTY OCCUPATIONAL LICENSES	12,385
COUNTY LIBRARY COOPERATIVE	62,629
CARES ACT*	570,000
	24,899,292

*Expected to be signed within 3-6 months.

X-Town Connector Construction Funding Update: TDC has scheduled \$3.2m to be granted to the City



Questions and Discussion