

Policy Review Reserves & Debt

March 17, 2020



CHARLOTTE COUNTY
FLORIDA

Types of Reserves

- Cash Carry Forward Reserves
- Contingency Reserves
- Fiscal Stabilization Reserves
- Future Capital Reserves
- Restricted Reserves

Reserve Policy

Reserve for Contingencies: To mitigate current and future risks such as revenue shortfalls, unanticipated expenditures, and to ensure stable tax rates; and other unforeseen financial situations. A balance not less than 5% and not greater than 10% percent of the total budget. **Currently @ 6.41%**

Cash Carried Forward Reserve: For the purpose of paying expenses from October 1 of the ensuing fiscal year until the time when the revenues for that year are expected to be available. A balance not less than 5% and not greater than 10% percent of the total budget.

Currently @ 5.12%

Fiscal Stabilization Reserve: To meet unexpected immediate increases in service delivery costs, or to maintain service levels in the event that an economic downturn should cause a shortfall in revenues or for expenditures associated with a major storm or other unforeseen disaster that fundamentally alters the current tax base. A balance not less than 15% percent of the General Fund.

Currently @ 12.73%

Ad Valorem Reserves

	<u>Total Reserves</u>	<u>% of Budget</u>	<u>Target</u>
Contingency	\$ 20,058,655	6.41%	5% - 10%
Cash Carry Forward	\$ 16,013,967	5.12%	5% - 10%
Fiscal Stabilization	<u>\$ 21,156,236</u>	12.73%	> 15% *
Total:	\$ 57,228,858		

* Percentage of General Fund only.



Reserves

	Contingency	Cash Carry Forward	Fiscal Stabilization	Future Capital	Restricted	Total
Ad Valorem	20,058,655	16,013,967	21,156,236			57,228,858
Transportation Trust	4,352,000	6,018,689				10,370,689
Building Const Services		1,352,158				1,352,158
MSBU / MSTU	19,191,207	14,316,897		37,735,166	2,093,742	73,337,012
Fire Rescue Unit	1,563,630	2,073,812				3,637,442
Capital Projects				28,966,097		28,966,097
Utilities	35,706,487		2,481,182	4,450,000	14,890,819 a	57,528,488
Landfill	2,914,986	2,892,500		1,660,464	12,674,916 b	20,142,866
All Other *	10,826,563	3,518,144	8,718,103	2,374,285	10,602,916	36,040,011
	94,613,528	46,186,167	32,355,521	75,186,012	40,262,393	288,603,621

a Restricted by Bond Covenant to guarantee debt service

b Restricted for future landfill closure

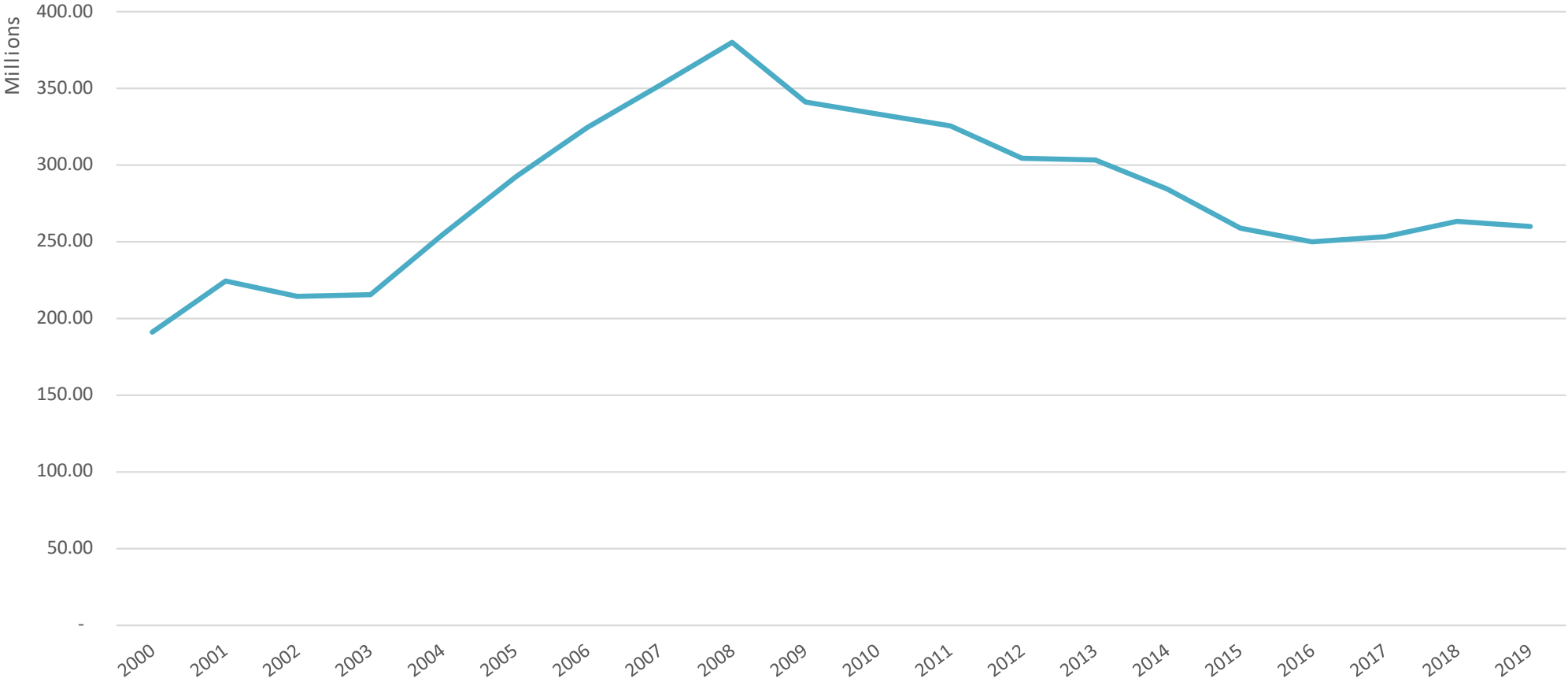
* All Other consists of:

- Internal Service Funds such as Self Insurance and Vehicle Revolving Fund
- Special Revenue Funds such as Tourism Development and Boater Revolving Fund

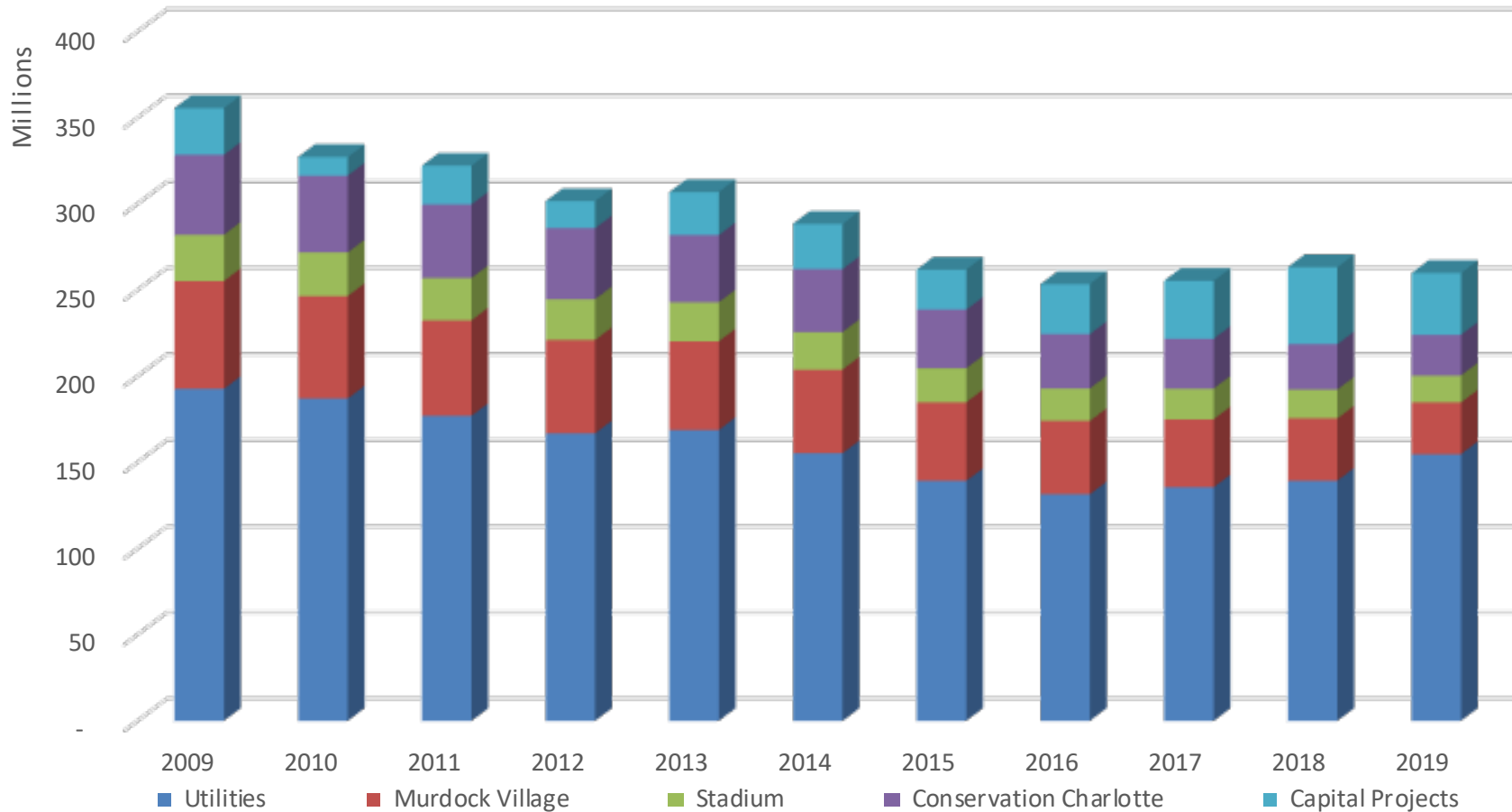
Debt Policy

The objective of Charlotte County's Debt Policy is to maintain the County's ability to incur present and future debt at the most advantageous circumstances to the County and its citizens, for purposes of financing or refinancing approved elements of its capital improvements program and other County projects.

Charlotte County 20 Year Debt Position



County Debt Comparisons



Internal Loans

Charlotte Harbor CRA	366,105
Parkside CRA	7,861,006
Conservation Charlotte	1,940,662
US 41 Utility Expansion	5,796,671
Utility Road projects	9,376,120
	25,340,564

Assessed Valuation

