

A large, stylized graphic in the background featuring a yellow sun with rays, a green leaf, and a blue wave-like shape.

# Charlotte County FY22/23 Proposed Budget

Final Public Hearing  
September 26<sup>th</sup>, 2022



**CHARLOTTE COUNTY**  
FLORIDA

# Agenda

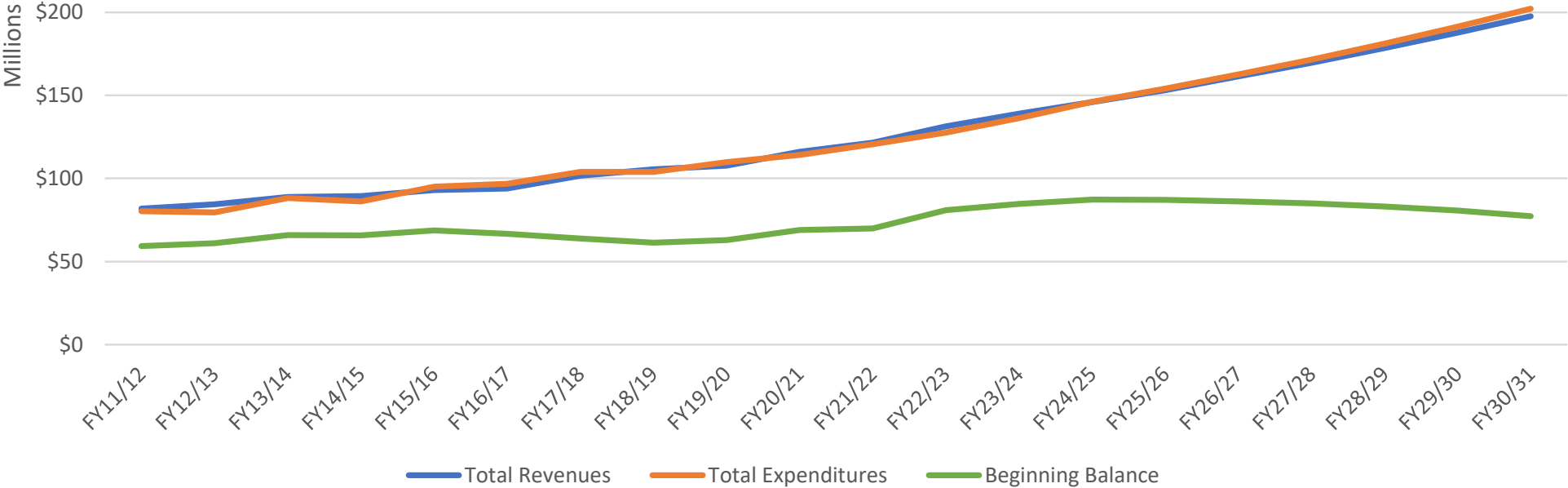
- Follow-up from September 7<sup>th</sup> Public Hearing
- Review Millage options
- Announce Total Proposed Net Budget
- Adopt Final Rates and Budgets
  - Adopt Millage Rate Resolution First
  - Adopt Budget Resolution Second

# Reserves



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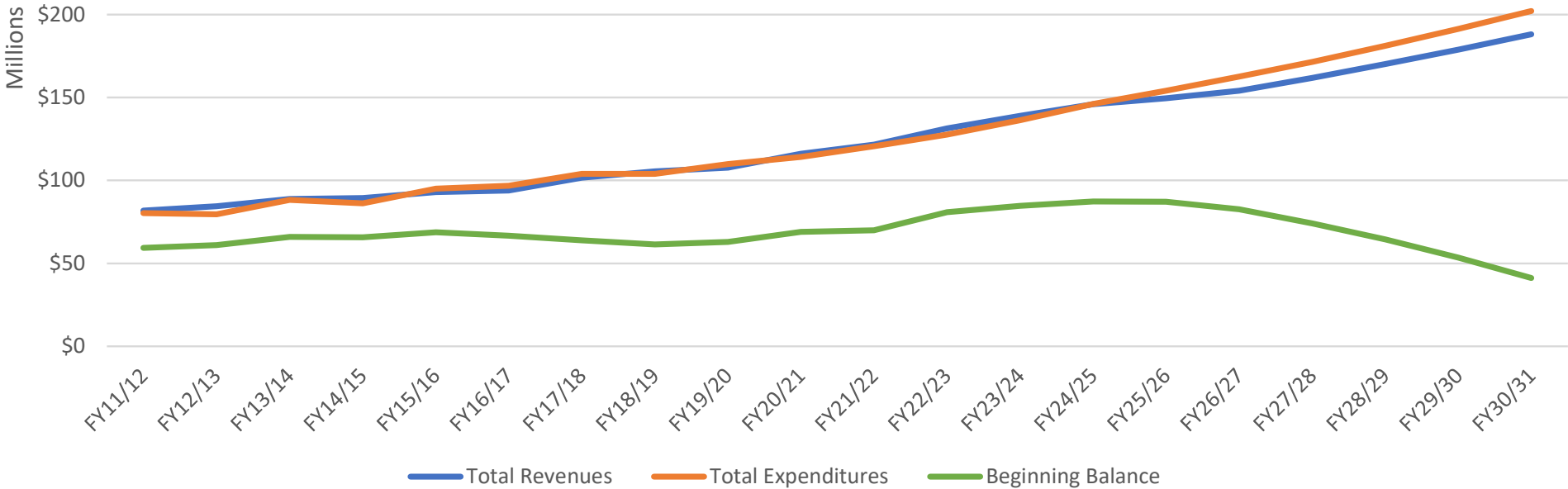
# General Fund Projection



\* Presented 4.18.22 – BCC Workshop Long-range Financial Trends – General Fund



# General Fund Projection (Recession scenario)



\* Presented 4.18.22 – BCC Workshop Long-range Financial Trends – General Fund



# Reserve Policy

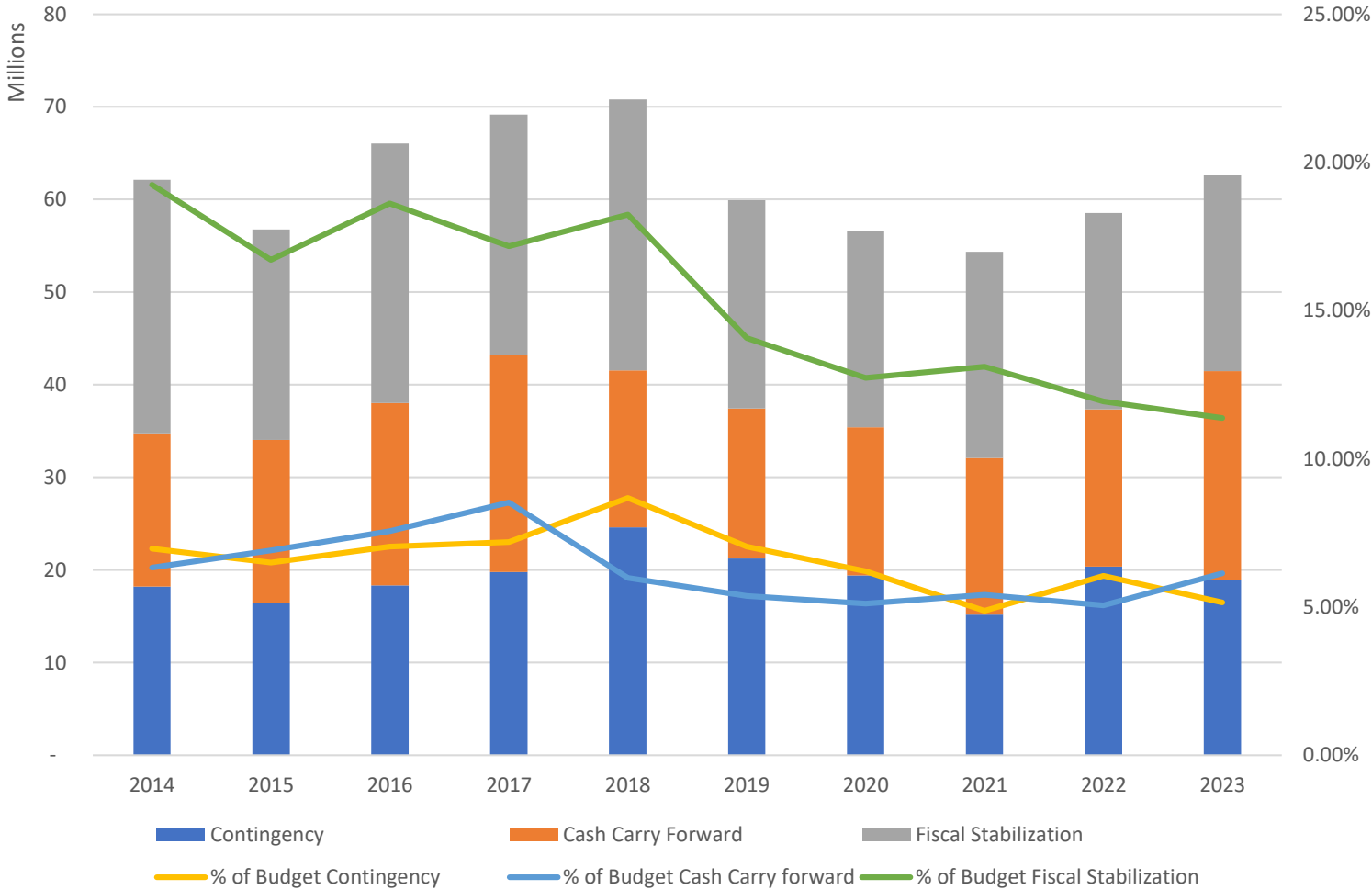
The components of the Ad Valorem Reserve are the combined reserves of the General Fund, Capital Projects Fund, and Law Enforcement Fund

**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.

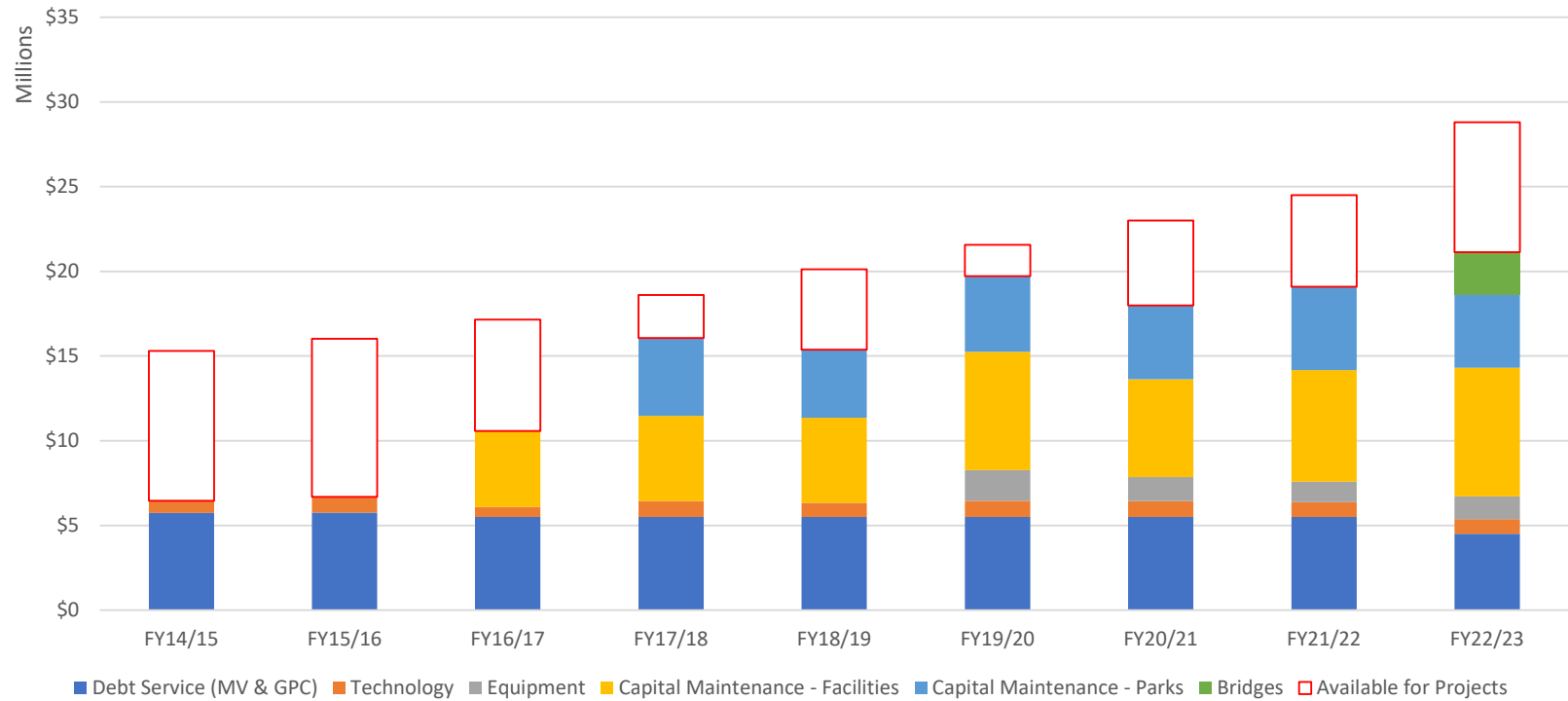
**Cash Carried Forward Reserve:** For the purpose of paying expenses from October 1 of the ensuing fiscal year until the time when the revenues for that year are expected to be available. A balance not less than 5% and not greater than 10% percent of the total budget.

**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.

# History



# Capital Projects Fund





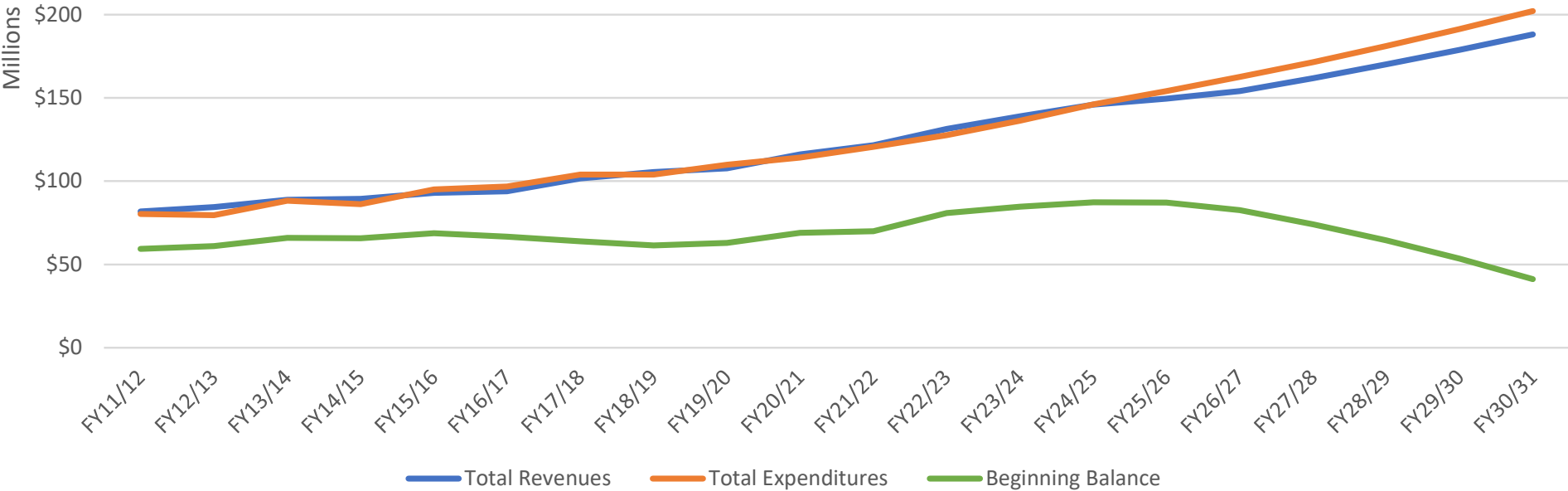
# Sheriff Capital Fund

2015	\$1,699,542
2016	\$2,573,560
2017	\$1,776,389
2018	\$2,678,273
2019	\$3,520,056
2020	\$2,788,155
2021	\$6,465,335 *
<b>Total</b>	<hr/> <b>\$21,501,310</b>

9 \* \$5 million in CARES funding



# General Fund Projection (Recession scenario)



\* Presented 4.18.22 – BCC Workshop Long-range Financial Trends – General Fund



# Ad Valorem Reserves

	<u>Total Reserves</u>	% of Budget	Target
Contingency	\$ 18,950,180	5.16%	5% - 10%
Cash Carry Forward	\$ 22,534,529	6.14%	5% - 10%
Fiscal Stabilization	<u>\$ 21,200,042</u>	11.38%	>15% *
<b>Total:</b>	<b>\$ 62,684,751</b>		

\* Percentage of General Fund Only.

\* Presented 7.19.22 – July Workshop Tentative Budget

# Ad Valorem Reserves

	Current	Minimum	Maximum	Variance
Contingency	18,950,180	18,348,936	36,697,871	17,747,691
Cash Carry Forward	22,534,529	18,348,936	36,697,871	14,163,342
Fiscal Stabilization	21,200,042	27,950,333		<b>6,750,291 *</b>

\* During FY2023 we plan to draw down \$10 million in Revenue Reimbursement from the American Recovery Plan Act (ARPA) funding which will go into the reserves at year end.

# Projected Adjustments



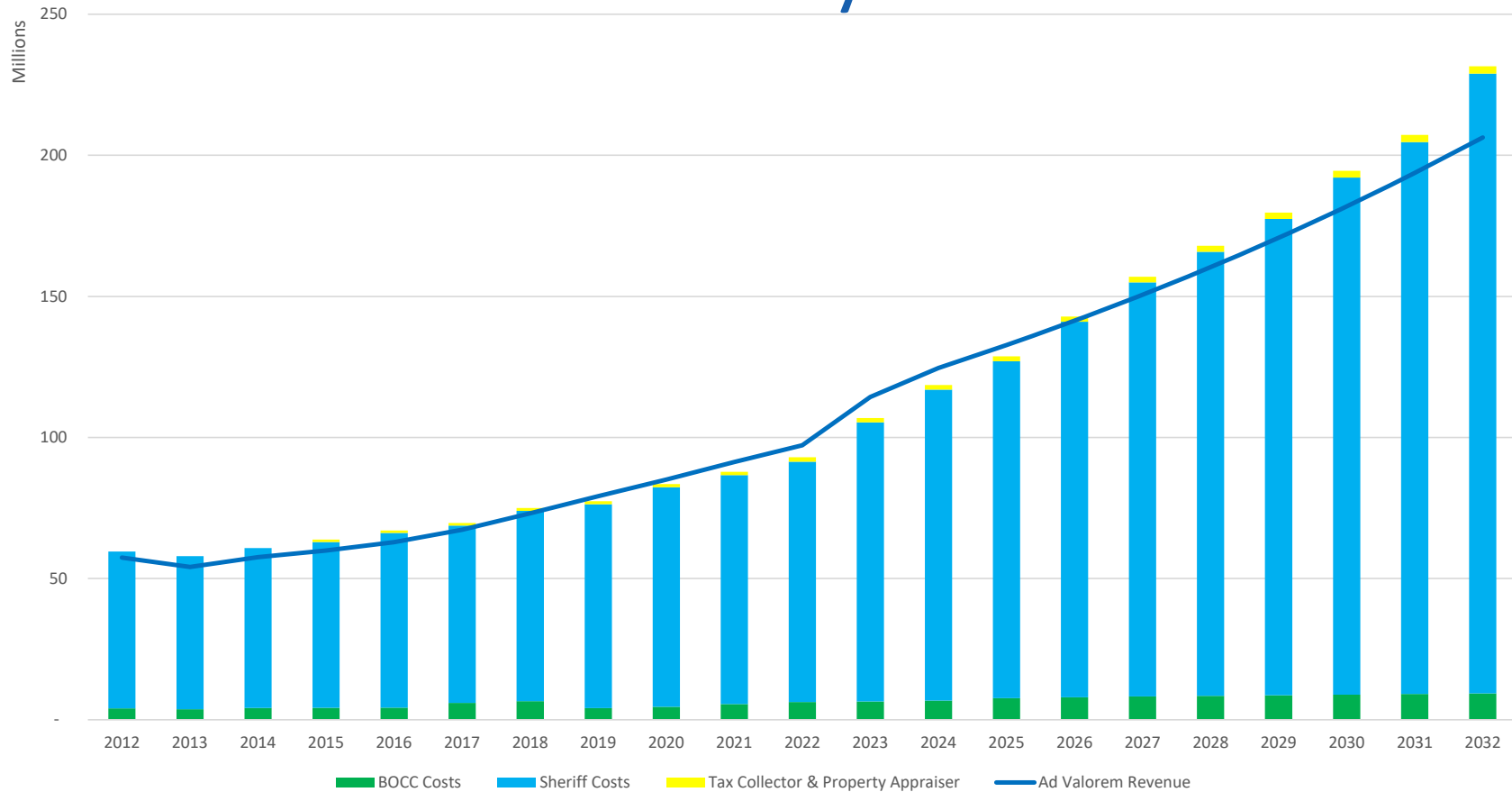
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# Undesignated Revenue

	<b>Undesignated Revenue</b>	<b>Equivalent Millage</b>
County General - Sheriff	3,130,853	0.1320
Public Safety MSTU	3,212,757	0.1623
County General - Capital Projects	2,588,712	0.1091
Greater Charlotte Street Lighting District	565,476	0.0325

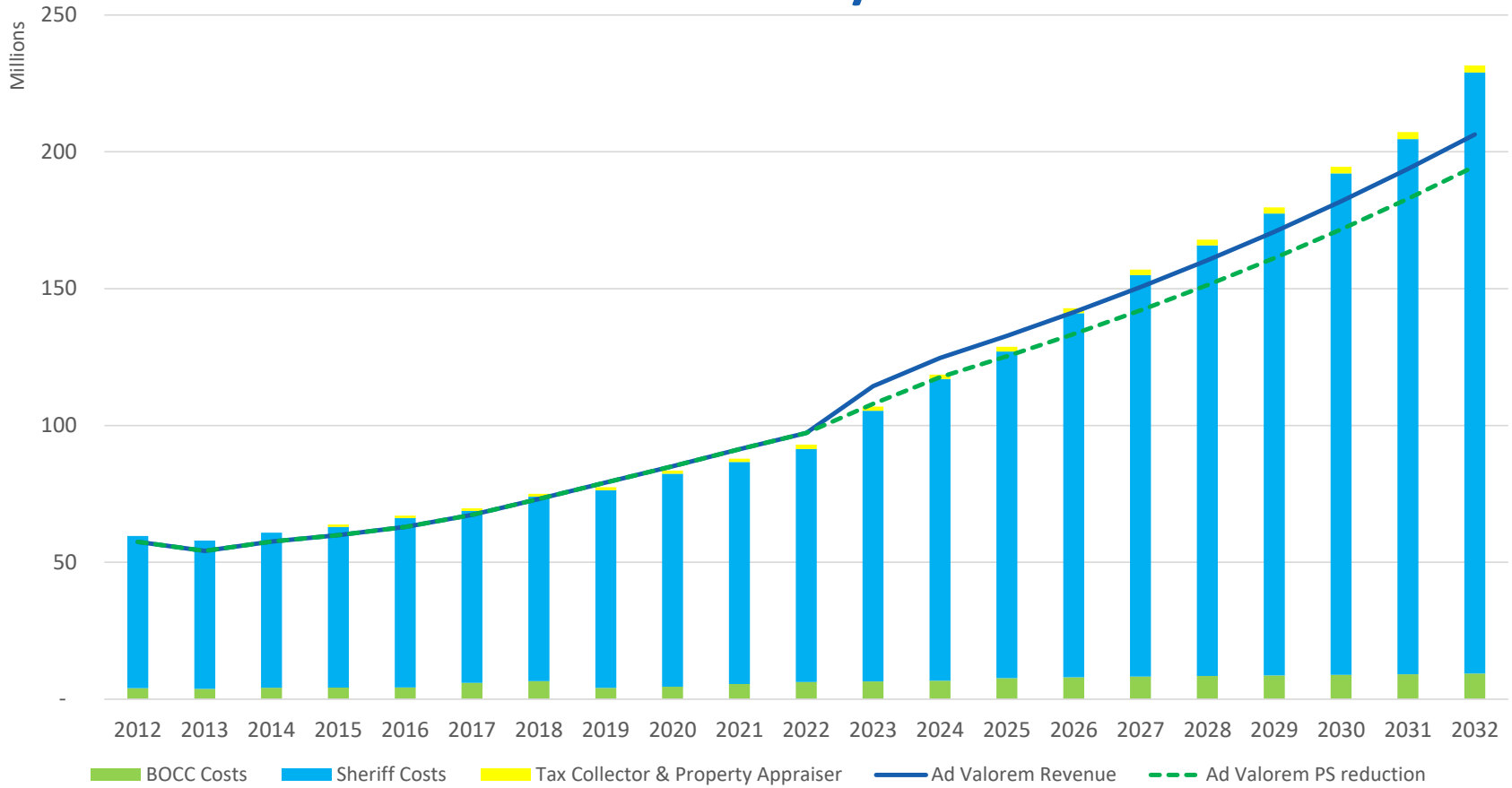
\* Presented 9.7.22 – First Public Hearing

# Public Safety Fund



\* Presented 7.19.22 – BCC Workshop Long-range Financial Trends – Public Safety, Lighting, Habitat Conservation, Transit and Landfill

# Public Safety Fund





# Projected Millage

## FY2025

	<b>Revenue Needed</b>	<b>Equivalent Millage</b>
County General - Sheriff	1,578,467	0.0616
Public Safety MSTU	1,619,760	0.0738

# Impact on Homestead Tax Bill

## FY2025

<b>Valuation</b>	<b>Variance</b>
\$100,000	\$6.77
\$200,000	\$20.30
\$300,000	\$33.83

Note: \$50,000 Homestead Exemption assumed

# Inflationary Factors



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# Escalated Future Costs

## Parks Infrastructure

Item	Prior Cost	Current Cost	Increase
<b>Park Projects (from 2019 to 2022)</b>			
Pour in Place Playground Surface	\$ 32,650.00	\$ 35,890.00	9%
Shade Structures w/Installation	\$ 98,927.00	\$ 108,082.00	9%
Metal Signage	\$ 192.00	\$ 285.00	48%
Park Benches (premier furniture category)	\$ 750.00	\$ 1,020.00	36%
Playground Equipment (apx. 2000 sq. ft)	\$ 35,225.00	\$ 42,612.00	21%

\* Presented 5.24.22 Charlotte County Impact Fees – Workshop Dedicated to Extraordinary Circumstances

# Escalated Future Costs

## Fire Apparatus

Component	Increase over Last Year
Engine / Accessories	6%
Transmission / Accessories	13%
Axles / Accessories	4%
Tanks / Accessories	17%
Paint / Chemicals / Accessories	9%
HR Steel	127%
Aluminum	52%
Pumps / Hydraulics / Accessories	4%
Lighting / Accessories	9%
Metal Fabrication	4%
All Other Components	2%
Labor Wage Scales	6-8%

\* Presented 5.24.22 Charlotte County Impact Fees – Workshop Dedicated to Extraordinary Circumstances



# Escalated Future Costs

## Construction Costs

Index	2020	2021
Producer Price Index	1.49%	26.70%
Engineer News Record	1.62%	5.82%

\* Presented 5.24.22 Charlotte County Impact Fees – Workshop Dedicated to Extraordinary Circumstances

# Escalated Future Costs

## Public Works Materials

<b>Punta Gorda</b>	FY22 - Cost	FY23 - Bid	% increase
Mason Sand - per ton	\$ 17.50	\$ 19.60	12%
Beach Sand - per ton	\$ 12.90	\$ 14.40	12%
Small Rock - per ton	\$ 17.50	\$ 25.90	48%
Grade Rock - per ton	\$ 25.75	\$ 31.90	24%
Rip Rap - up to 5" - per ton	\$ 29.50	\$ 45.00	53%
Rip Rap - to per ton	\$ 39.80	\$ 47.80	20%
		Average	28%
<b>Englewood</b>	FY22 - Cost	FY23 - Bid	% increase
Mason Sand - per ton	\$ 23.60	\$ 26.60	13%
Beach Sand - per ton	\$ 17.80	\$ 23.80	34%
Small Rock - per ton	\$ 21.60	\$ 31.90	48%
Grade Rock - per ton	\$ 29.75	\$ 37.90	27%
Rip Rap - up to 5" - per ton	\$ 35.59	\$ 52.40	47%
Rip Rap - to per ton	\$ 44.80	\$ 55.80	25%
		Average	32%
<b>Port Charlotte</b>	FY22 - Cost	FY23 - Bid	% increase
Mason Sand - per ton	\$ 20.64	\$ 23.60	14%
Beach Sand - per ton	\$ 14.80	\$ 15.90	7%
Small Rock - per ton	\$ 20.60	\$ 28.90	40%
Grade Rock - per ton	\$ 26.50	\$ 34.90	32%
Rip Rap - up to 5" - per ton	\$ 32.64	\$ 46.50	42%
Rip Rap - to per ton	\$ 41.35	\$ 48.90	18%
		Average	26%

# Escalated Future Costs

## Public Works – Concrete Culvert Pipe

W/O Holes	Bid		% Increase
	FY22 \$/Foot	FY23 \$/Foot	
12" x 18"	\$ 22.08	\$ 55.00	149%
14" x 23"	\$ 26.66	\$ 68.20	156%
19" x 30"	\$ 43.25	\$ 110.00	154%
24" x 38"	\$ 60.83	\$ 159.50	162%
29" x 45"	\$ 87.10	\$ 220.00	153%
34" x 53"	\$ 113.56	\$ 297.00	162%
38" x 60"	\$ 139.44	\$ 363.00	160%
43" x 68"	\$ 172.22	\$ 467.50	171%
48" x 76"	\$ 205.60	\$ 577.50	181%
53" x 83"	\$ 260.70	\$ 907.50	248%
58" x 91"	\$ 296.25	\$ 935.00	216%



# Millage Options



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# Millage Rate Scenarios

	Rolled-Back Rate		Millage Rate the Same		Undesignated Revenue Option	
County-wide	5.5402	131,416,195	6.3007	149,456,015	6.0596	143,736,450
General Fund	1.8110	42,957,682	2.1614	51,269,578	2.1614	51,269,578
Sheriff Operations	2.5892	61,416,404	2.8739	68,170,464	2.7419	65,039,611
Capital Projects Fund	1.1400	27,042,109	1.2654	30,015,973	1.1563	27,427,261
Environmentally Sensitive Land Program	0.2000	4,792,478	0.2000	4,792,478	0.2000	4,792,478
Greater Charlotte Street Lighting District	0.2819	4,907,034	0.3250	5,657,276	0.2925	5,091,800
Charlotte Public Safety Unit	2.2565	44,679,616	2.5855	51,193,949	2.4232	47,981,192
Don Pedro/Knight Island Street/Drainage	1.2856	591,160	1.4410	662,618	1.4410	662,618
Manasota Key Street & Drainage Unit	0.6862	487,518	0.7798	554,017	0.7798	554,017
Stump Pass/Beach Renourishment	0.1726	1,449,605	0.1978	1,661,251	0.1978	1,661,251
Sandhill Municipal Service Taxing Unit	0.6438	137,174	0.7062	150,470	0.7062	150,470
<b>Total Revenue:</b>	<b>11.0668</b>	<b>188,460,781</b>	<b>12.5360</b>	<b>214,128,074</b>	<b>12.1001</b>	<b>204,630,277</b>

## Homestead Millage Impact

(per \$100,000 of value)

	Current Year 2021/22	Proposed 2022/23	Undesignated Revenue Option	Variance from Current Year	Variance from Proposed
County General - Sheriff	278.77	287.39	274.19	(4.58)	(13.20)
Public Safety MSTU	250.79	258.55	242.32	(8.47)	(16.23)
County General - Capital Projects	122.74	126.54	115.63	(7.11)	(10.91)
Greater Charlotte Street Lighting District	31.53	32.50	29.25	(2.28)	(3.25)
<b>Total</b>	<b>683.83</b>	<b>704.98</b>	<b>661.39</b>	<b>(22.44)</b>	<b>(43.59)</b>

