

# Levy County FY 22-23

---

Budget Workshop 5-17-22

# General Scheduling Notes (subject to change)- dates changed

- 5/17/22 Workshop – Overview, Trends/Threats, BOCC Dep't Requests & Options
- 6/21/22 Workshop – Revenue Updates, Constitutional Officer Requests, Outside Agency Funding
- 7/5/22 Workshop – Prior Meeting Loose Ends (If Necessary)
- 7/12/22 or 7/19/22 Workshop – Municipal Fire Requests, Revenue Updates, Cleanup on Undecided Options, Capital Discussion, Etc.
- 8/2/22 Final Workshop – Required to receive Tentative Budget and set Proposed Millage. Full balancing with Anticipated Reserves here.
- 9/6/22 – Tentative Hearings
- 9/20/22 – Final Hearings
- NOTE: Crucial Assessment discussions/decisions will need to take place throughout the summer – coordinated by County Attorney & NGN with County Staff

# Things for today:

---

- ~~Consider Broader Economic Environment, A Few More Specific Revenue Impacts, and the Cases for Hopeful Caution~~ Available updates only – economic environment covered in April Workshop.
- Consider the prelim staff budget you've been given – follow up on any items that are in the “Recommended” section of the “Changes” sheet you're not sure about.
- Give direction with regard to the Departmental budget options that are listed on the “Changes” sheet.

# Overview – Levy County Trends/Good News

---

- Unemployment rate has generally dropped along with the State rate.
- Building Permit Revenues were (once again) stronger than ever (\$) from October 1<sup>st</sup> thru April 30<sup>th</sup> – indicating a growing economy, increased activity and wealth, and an expanding tax base.
- We're still awaiting updates from the Appraiser's Office, but recent trend history has been decisively upward, and since valuations were as of January 1, these should remain strong for the upcoming budget, and for at least a few years to come due to the lag of legal taxable values behind market values.

# Overview – Levy County Trends/Good News (2)

---

- General Fund & related/dependent fund balances were stronger than ever through March & April.
- While we are waiting for more information to further update major activity-driven revenues, and some major expenses, thus far the trends and information we do have remains well within the parameters used for estimating the sustainability of raise options presented last month.



### UNEMPLOYMENT RATE

# 3.2%

(Declining)

Jobs Year Over Year Change

# 497,800

[View Statewide Heat Map](#)



### CONSUMER SENTIMENT

# 63.6

(Declining)



### STATE OF FLORIDA VISITORS

# \$98.8

Billion Visitor Spending

# 122.4

Million Visitors



### STATE HOUSING STARTS & SALES

# 12,488

Starts (Improving)

# 30,793

Sales (Improving)



### SALES TAX REVENUE

# \$3.452

Billion per Month (Declining)



### WEALTH MIGRATION

# \$2M

Per Hour



### POVERTY RATE

# 13.3%

(Better)

[View Statewide Heat Map](#)



### HIGH SCHOOL GRADUATION RATE

# 90.1%

(Improving)

[View Statewide Heat Map](#)



### VOTER PARTICIPATION

# 77%

(Improving)



### RIGHT / WRONG DIRECTION

# 49%/43%



### LAND IN CONSERVATION

# 28%



### POPULATION

# 21.70

Million

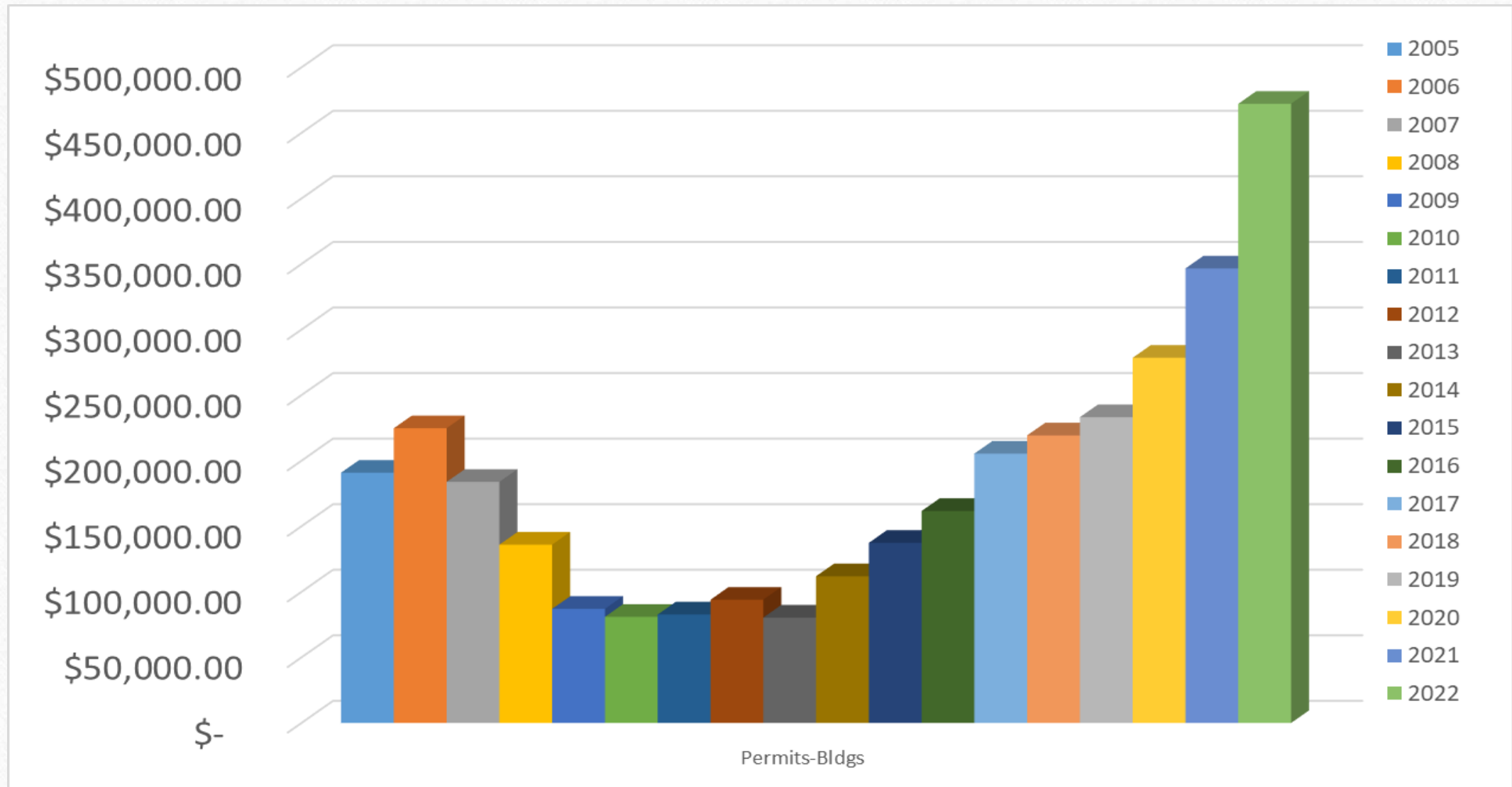
[View Statewide Heat Map](#)

# Unemployment Rate

Levy County



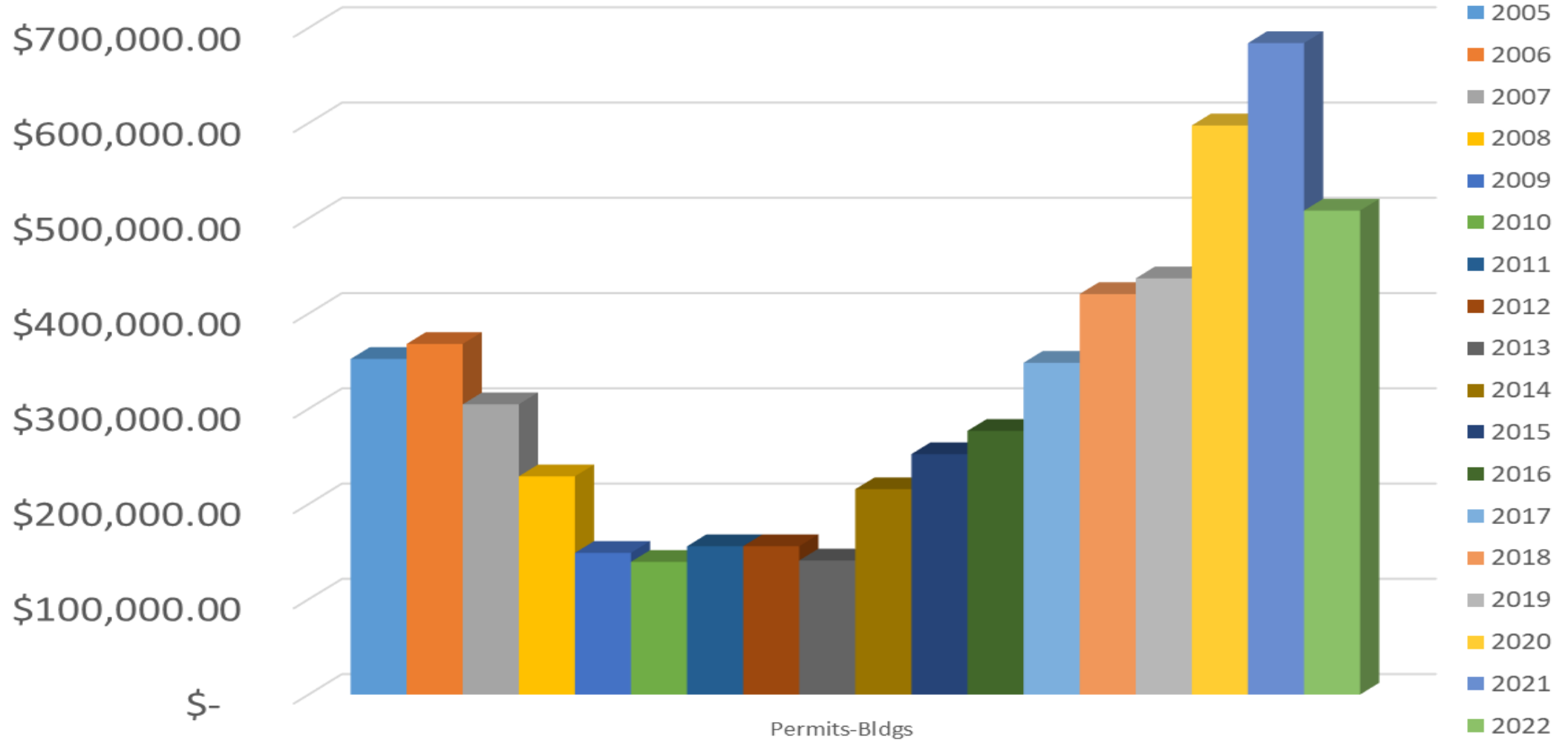
# Building Permit Revenues as of April 30<sup>th</sup> of Each Fiscal Year



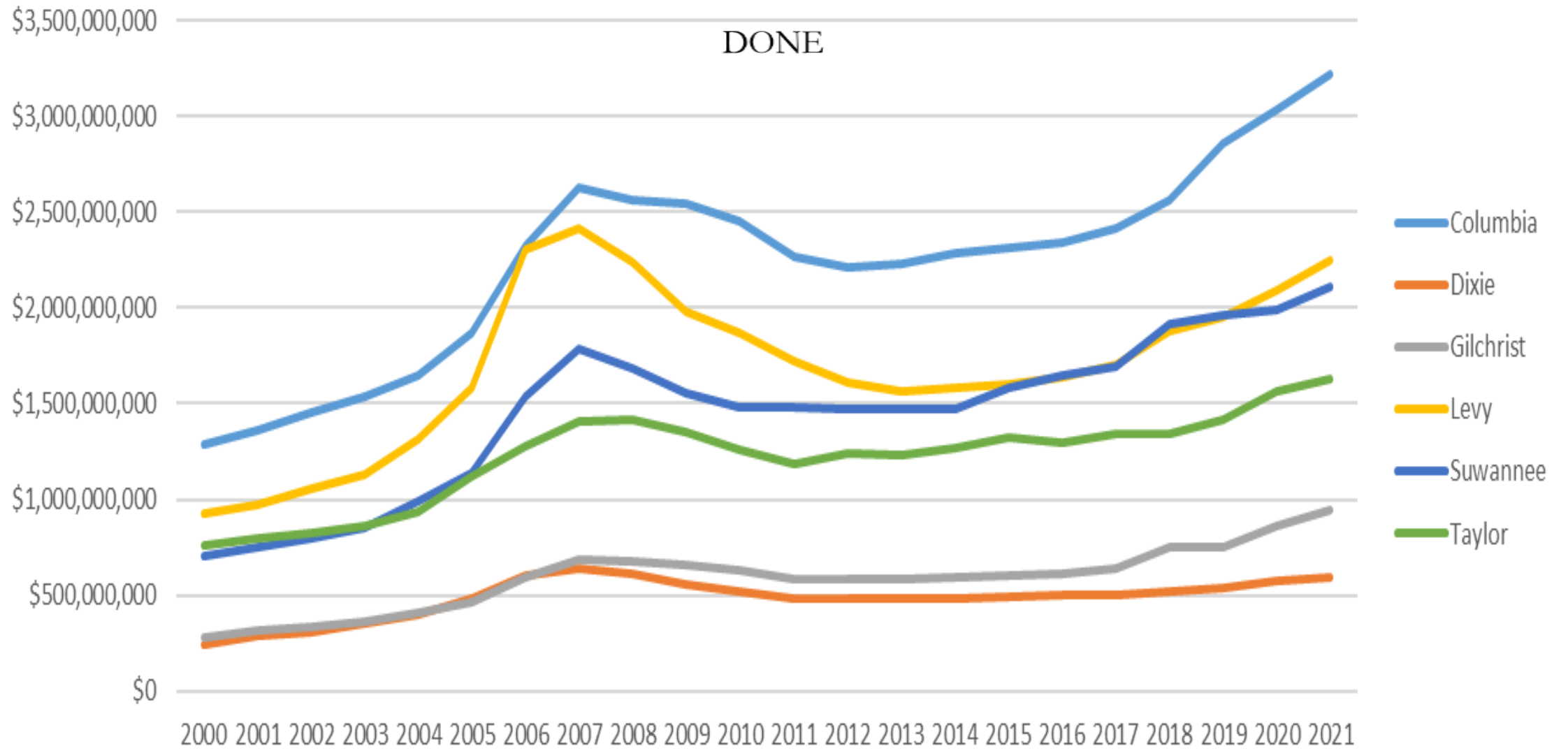


# PERMITTING REVENUES BY YEAR – Update after April close

Full Year 2005-2021, Thru May 5<sup>th</sup>, 2022



# AREA TAXABLE VALUE TRENDS BY COUNTY (2000-2021)



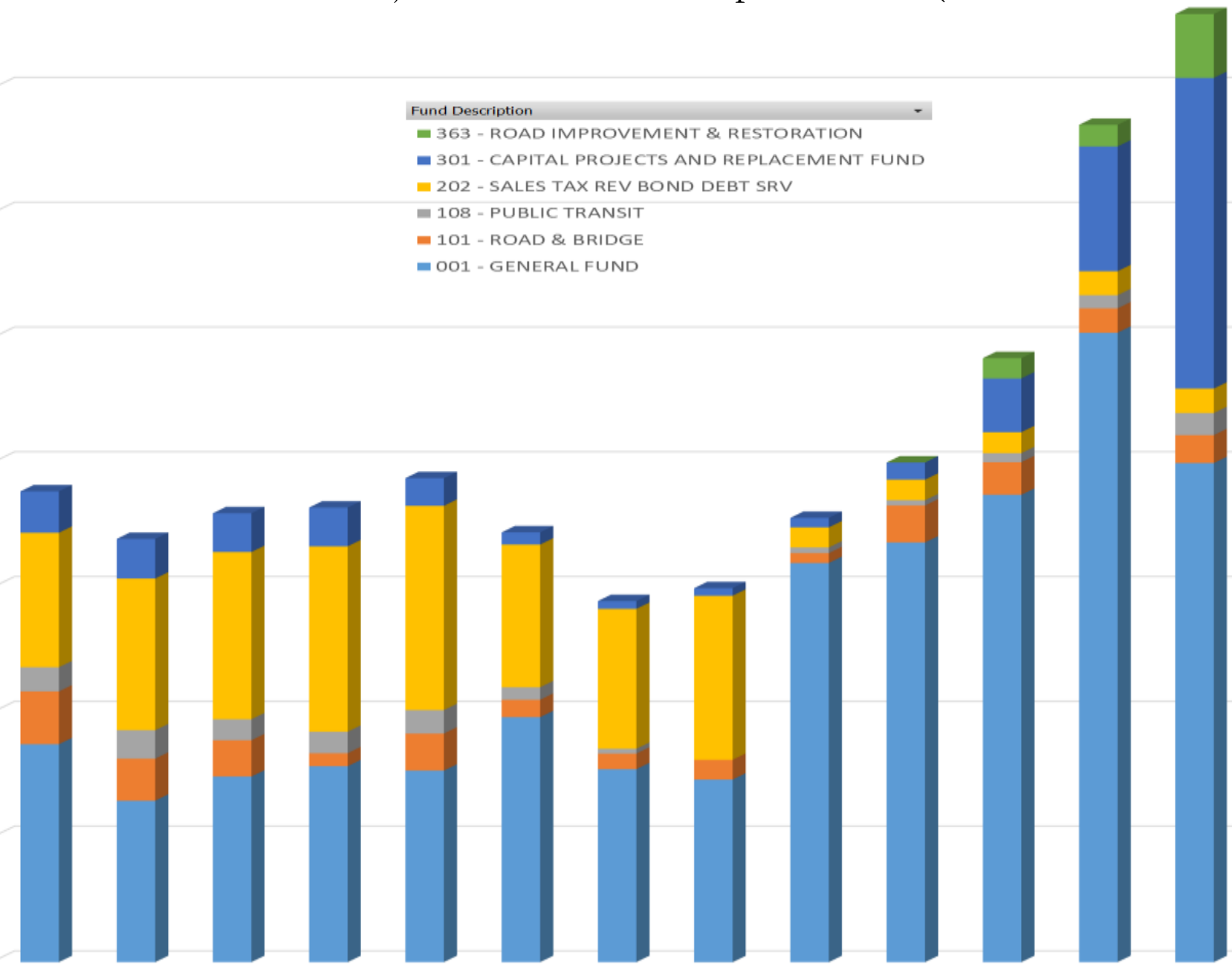
# Fund Balance Trends, Major General Fund “Dependents” – (As of March 31<sup>st</sup> of Each Fiscal Year)

DONE

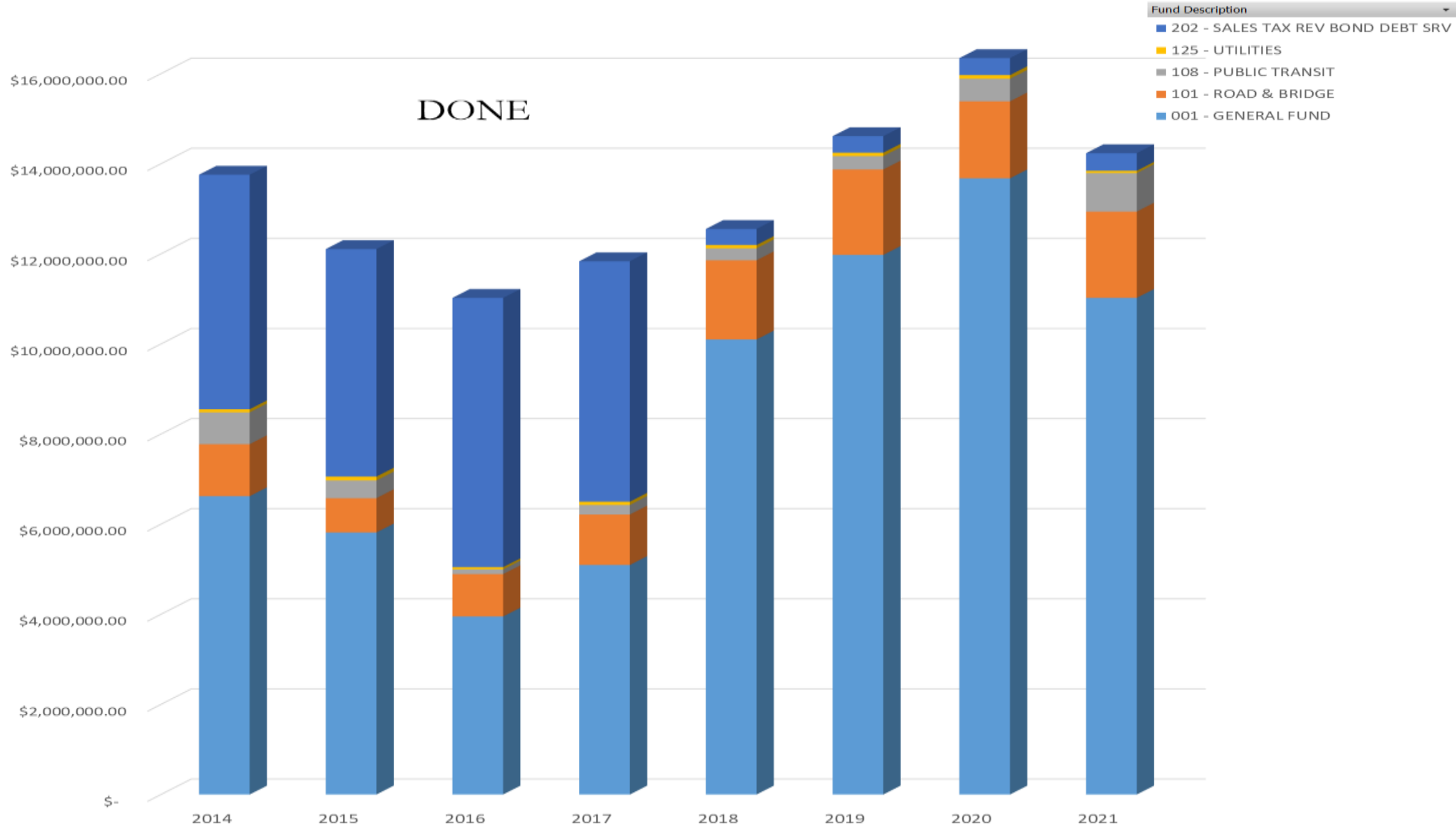
\$40,000,000.00  
 \$35,000,000.00  
 \$30,000,000.00  
 \$25,000,000.00  
 \$20,000,000.00  
 \$15,000,000.00  
 \$10,000,000.00  
 \$5,000,000.00  
 \$-



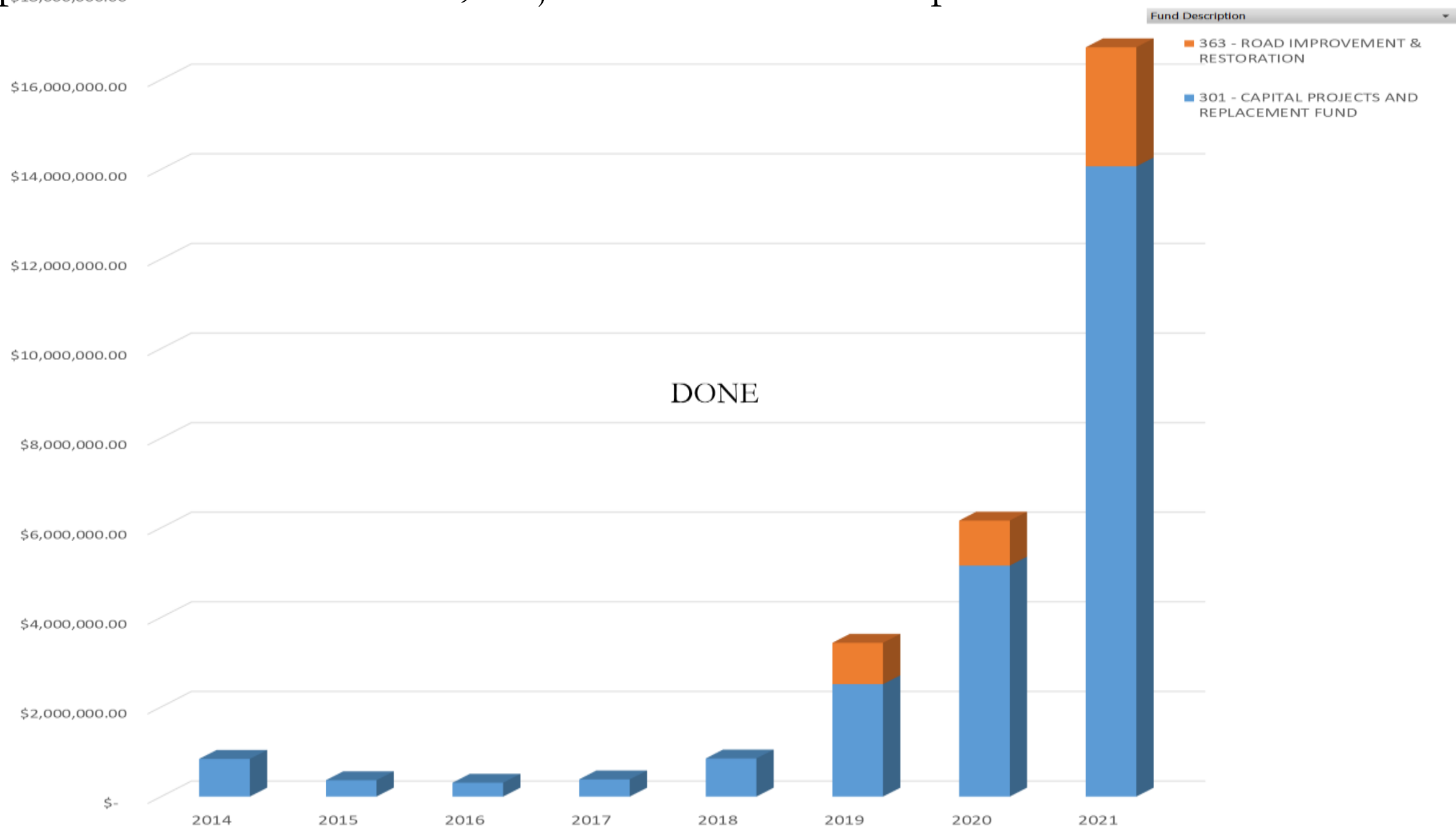
2010 2011 2012 2013 2014 2015 2016 2017 2018 2019 2020 2021 2022



# Operating Fund Balance Trends, Major General Fund “Dependents” – Fiscal Year End



# Capital Fund Balance Trends, Major General Fund “Dependents” – Fiscal Year End



# Overview of Trends / Threats

---

- MACRO Environment & Florida
- Levy County

Given that it's been less than a month since we extensively covered economic factors, we'll save more of that for a better revenue update in June.

# Built-In Changes Section

---

Major Mandates, Revenue Adjustments, Minor Staff  
Recommendations

## Overview – Major Built-in Changes (Revenue)

---

Activity-based revenue trends like fuel taxes, sales taxes, shared revenue, are *generally* up, though not in the same proportions. Generally, revenues were projected at current rates (which are high in many cases), but with a 15-20% recessionary reduction. Building Fees and Parks Fees still resulted in Budget Increases. More adjustments and updates will come in June and July as we learn more of our own trends and Florida EDR releases more projections.

Localized revenue changes we did build in at this juncture:

1. Net Revenue Adjustment - Building & Planning / Zoning Activities - \$166K
2. Other Activity Revenue Increases - \$34K (Parks Related)



## Overview – Major Built-in Changes (Payroll)

---

- Budget, as usual, includes revised payroll projections based on current experience and moves that have already happened in current year.
  1. Increase in Florida Retirement Rates - \$181K
  2. Estimated Health Insurance Increase at 5% (pure guess) - \$125K
  3. Non-IAFF BOCC Raises - \$1.969M
  4. New Maintenance Positions - \$211.5K (Additional Facilities and succession planning).

## Overview – Built-in Changes (Operating)

---

1. Increase in AG Extension Personnel Service Contract \$31.1K
2. GENERAL 6% INFLATION ADJUSTMENT AND ACTIVITY VOLUMES \$629.7K
3. General Property Casualty Insurance Increases \$237.0K
4. Planning Consultant for 7-Year Comp Plan Update 8.2K
5. Grant Software\$10.2K
6. Maintenance Operation Expansion Operating \$115.6K
7. Medicaid Cost Increases \$45.K
8. Court Building Utilites Increases \$28.3K
9. Courthouse Security System Replacement \$30.0K
10. Repair and Replacement of Meters, Plus Service Growth\$32.0K
11. New River Solid Waste Transport Costs \$75.0K

## Overview – Built-in Changes (Capital & Other Uses)

---

1. Replace Copier in Building Department – \$8.0K
2. Custodial Van and Maintenance Truck - \$75.0K
3. Line Extension Improvements for Water Utilities - \$50.5K
4. Subsidize Boating Improvement - \$10.0K
5. Eliminate Building Fund Budgeted Transfer \$(50)K

DPS Capital items are scheduled for discussion in June or July workshops while we wait on Ambulance Lease terms to settle (as of time of constructing this slide on Thursday we were still awaiting some info)

**BUILT IN Major Changes to Deficit Summary**

5/12/2022 8:29

Change	Type	Integration	General Fund	R&B	Transit	Court Facilities	Misc Grants	EMS	Fire	Tourism	Utility	Building Inspection	Capital Projects	Landfill	Total	Notes
1 Increase in Florida Retirement Contribution Rates	Payroll	Staff Recommended	\$ (47,851)	\$ (31,632)	\$ (4,669)		\$ (372)	\$ (69,703)	\$ (12,786)	\$ (1,172)	\$ (668)	\$ (4,322)		\$ (8,449)	\$ (181,624)	Required by law
2 Increase in Health Insurance (Estimated at 5% until Info Available)	Payroll	Staff Recommended	\$ (35,100)	\$ (32,100)	\$ (8,200)			\$ (27,100)	\$ (6,900)	\$ (1,100)	\$ (1,000)	\$ (4,300)		\$ (9,500)	\$ (125,300)	5% Estimate until better info available
3 FY 2023 Raise BOCC Employees	Payroll	Staff Recommended	\$ (854,739)	\$ (568,642)	\$ (200,813)		\$ (8,139)	\$ (36,757)	\$ (36,757)	\$ (18,673)	\$ (12,577)	\$ (76,220)		\$ (155,977)	\$ (1,969,293)	Per Option 4 on April Workshop
4 GENERAL 6% INFLATION ADJUSTMENT AND ACTIVITY VOLUMES	Operating	Staff Recommended	\$ (185,230)	\$ (112,000)	\$ (26,000)	\$ (9,100)		\$ (95,000)	\$ (50,000)	\$ (15,500)	\$ (4,700)	\$ (13,209)		\$ (119,000)	\$ (629,739)	Base Level Inflation Adjustment - First in Several Years.
5 General Property Casualty Insurance Increases	Operating	Staff Recommended	\$ (237,000)												\$ (237,000)	Replacement Costs Driving Rates
6 Net Revenue Adjustment - Building & Planning / Zoning Activities	Revenue	Staff Recommended	\$ 16,000									\$ 150,000			\$ 166,000	Per Current Trends, Tempered for Slowdown 15% Reduction
7 4 New Maintenance Positions	Payroll	Staff Recommended	\$ (211,536)												\$ (211,536)	Additional Space Burdens, HVAC, Succession Planning
8 Increase in AG Extension Personnel Service Contract	Operating	Staff Recommended	\$ (31,084)												\$ (31,084)	Ag Staff are Officially UF Personnel
9 Planning Consultant for 7-Year Comp Plan Update	Operating	Staff Recommended	\$ (8,200)												\$ (8,200)	Required by law
10 Grant Software	Operating	Staff Recommended	\$ (10,150)												\$ (10,150)	Facilitate Efficient Grants Coordination
11 Maintenance Operation Expansion	Operating	Staff Recommended	\$ (115,571)												\$ (115,571)	Additional Space Burdens, Cleaning Chemical & Equipment Rental Cost increases
12 Other Activity Revenue Increases	Revenue	Staff Recommended	\$ 34,000									\$ -			\$ 34,000	
13 Medicaid Cost Increases	Operating	Staff Recommended	\$ (45,000)												\$ (45,000)	Statutory Obligation
14 Subsidize Boating Improvement	Other	Staff Recommended	\$ (10,000)												\$ (10,000)	Expenses Increasing, Revenue Decreasing
15 Eliminate Building Fund Budgeted Transfer	Other	Staff Recommended	\$ 50,000												\$ 50,000	Fund Self-Sufficient Currently
16 Court Building Utilities Increases	Operating					\$ (28,300)									\$ (28,300)	Propane Costs
17 Courthouse Security System Replacement	Operating	Staff Recommended				\$ (30,000)									\$ (30,000)	Proprietary Camera Security System
18 Replace Copier in Building Department	Capital	Staff Recommended										\$ (5,000)	\$ (3,000)		\$ (8,000)	Copier is 9 years old and is down a lot
19 Custodial Van and Maintenance Truck	Capital	Staff Recommended											\$ (75,000)		\$ (75,000)	Replace Aging Vehicles
20 Repair and Replacement of Meters, Plus Service Growth	Operating	Staff Recommended									\$ (31,960)		\$ -		\$ (31,960)	Neighborhood Growth of Over 10% & Efficiency
21 Line Extension Improvements for Water Utilities	Capital	Staff Recommended									\$ -		\$ (50,500)		\$ (50,500)	Neighborhood Growth of Over 10% & Efficiency
22 New River Solid Waste Transport Costs	Operating	Staff Recommended												\$ (75,000)	\$ (75,000)	Increasing Waste Haul Volumes
<b>Net Built-In Deficit Reduction/(Addition)</b>			<b>\$ (1,691,461)</b>	<b>\$ (744,374)</b>	<b>\$ (239,682)</b>	<b>\$ (67,400)</b>	<b>\$ (8,511)</b>	<b>\$ (228,560)</b>	<b>\$ (106,443)</b>	<b>\$ (36,445)</b>	<b>\$ (50,905)</b>	<b>\$ 46,949</b>	<b>\$ (128,500)</b>	<b>\$ (367,926)</b>	<b>\$ (3,623,257)</b>	

## BUILT IN Major Changes to Deficit Summary– Update Later

	Change <span style="float: right;">▼</span>	Total <span style="float: right;">▼</span>
1	Increase in Florida Retirement Contribution Rates	\$ (181,624)
2	Increase in Health Insurance (Estimated at 5% until Info Available)	\$ (125,300)
3	FY 2023 Raise BOCC Employees	\$ (1,969,293)
4	GENERAL 6% INFLATION ADJUSTMENT AND ACTIVITY VOLUMES	\$ (629,739)
5	General Property Casualty Insurance Increases	\$ (237,000)
6	Net Revenue Adjustment - Building & Planning / Zoning Activities	\$ 166,000
7	4 New Maintenance Positions	\$ (211,536)
8	Increase in AG Extension Personnel Service Contract	\$ (31,084)
9	Planning Consultant for 7-Year Comp Plan Update	\$ (8,200)
10	Grant Software	\$ (10,150)
11	Maintenance Operation Expansion	\$ (115,571)
12	Other Activity Revenue Increases	\$ 34,000
13	Medicaid Cost Increases	\$ (45,000)
14	Subsidize Boating Improvement	\$ (10,000)
15	Eliminate Building Fund Budgeted Transfer	\$ 50,000
16	Court Building Utilites Increases	\$ (28,300)
17	Courthouse Security System Replacement	\$ (30,000)
18	Replace Copier in Building Department	\$ (8,000)
19	Custodial Van and Maintenance Truck	\$ (75,000)
20	Repair and Replacement of Meters, Plus Service Growth	\$ (31,960)
21	Line Extension Improvements for Water Utilities	\$ (50,500)
22	New River Solid Waste Transport Costs	\$ (75,000)
	<b>Net Built-In Deficit Reduction/(Addition)</b>	<b>\$ (3,623,257)</b>

This concludes our presentation about staff recommendations – now we can move on to your questions about these and other built-in items, and then review the current list of Options for potential decisions.

To be clear – Obviously any changes, including a different approach to built-in items, are at the discretion of the Board. The idea behind the recommendations is to streamline the process as much as possible to filter out things like mandates, recent past decisions, and contractual obligations.

# BOCC Options Section

---

Maintenance Repair of Court Facilities

# Options for BOCC to Consider Summary

	Total
<b>1 Replace Courthouse Elevator</b>	<b>\$ (100,000)</b>

**½ from General Fund and ½ from Court Facilities**