



PALM BEACH
Gardens

Ordinance 4, 2021
FY 2020/2021
Budget Amendments
April 1, 2021

Overview



Overview



Re-appropriate balances on purchase orders and uncompleted projects from FY 2020 to FY 2021



Adjust beginning FY 2021 budgeted fund balances to actual ending FY 2020 balances

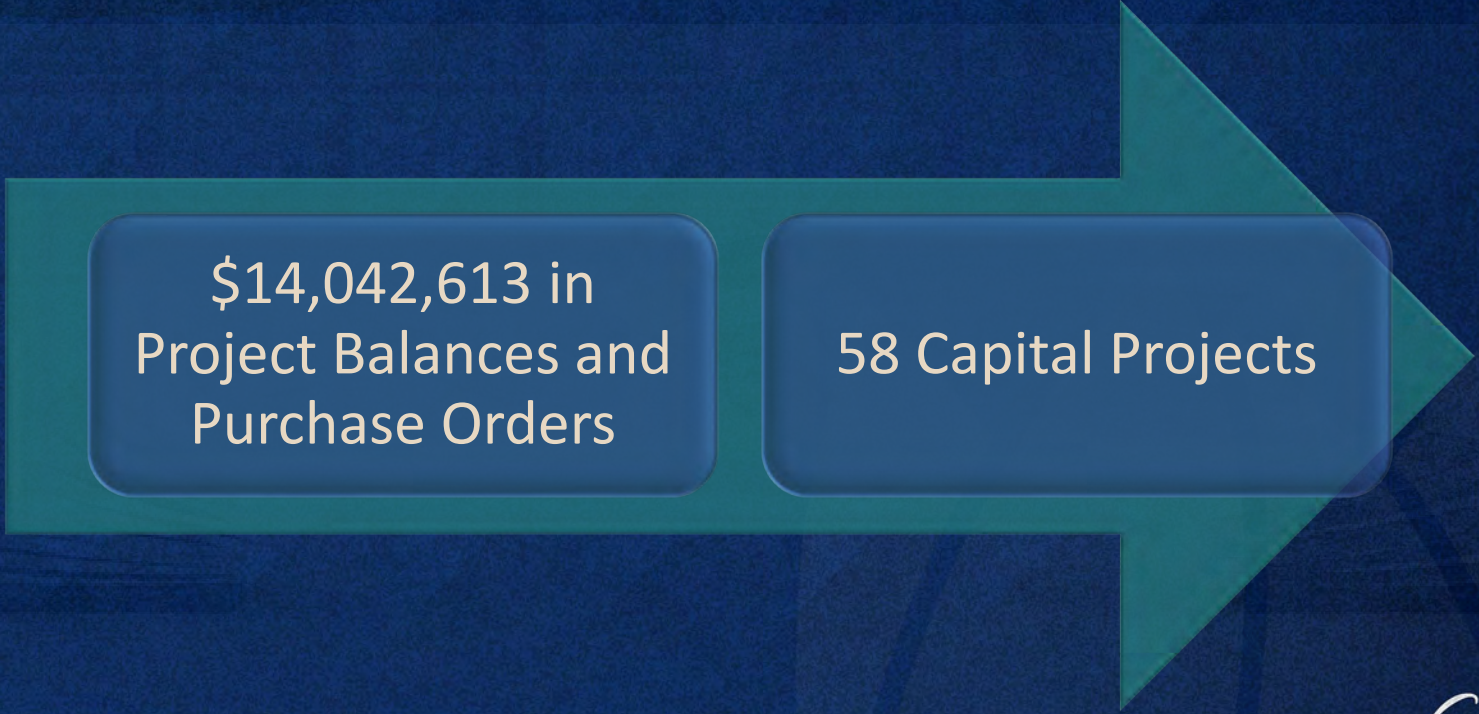


Other adjustments

Carryforward of Projects and Purchase Orders From FY 2020 to FY 2021



Carryforward of Projects From FY 2020 to FY 2021



\$14,042,613 in
Project Balances and
Purchase Orders

58 Capital Projects

Significant Projects Carried Forward



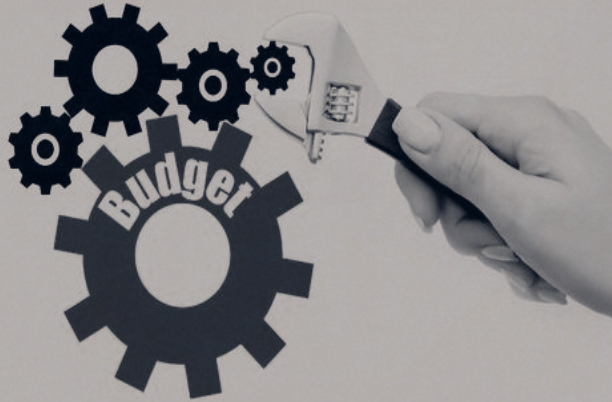
Significant Projects Carried Forward

Project	Amount
Aquatic complex renovation	\$2,995,737
Burns Road Community Center renovation	1,295,869
Gardens North County District Park	868,271
City Hall expansion	671,733
IT capital - software	500,000
Signal Improvement – Golf Course	432,025
Avenir Radio Tower and Infrastructure	425,000
Turf Care Chemical Building	424,920
Johnson Dairy/Military Trail Improvements	390,281
Tennis Center clubhouse	321,763

Significant Projects Carried Forward

Project	Amount
Fire Station 1 renovations	\$270,977
Apparatus and central supply building	252,443

Other Budget Adjustments



- Records 2021 Public Improvement Bond – par amount of \$14,000,000
- Records bond issuance costs of \$59,000
- Establishes capital project budget of \$13,941,000
- Allocates \$2,000,000 to special revenue recreation fund to offset estimated revenue loss for remainder of fiscal year due to COVID-19 impacts
- Records \$1,208,675 CDBG funding for repair, infrastructure, and mortgage and rent assistance programs

Analysis of General Fund Reserves



Analysis of Budget Stabilization Reserve

• Balance in Budget Stabilization Reserve (“BSR”)	\$5,281,732
• Increase (Decrease) in BSR after budget amendment <i>(1.5% of total GF expenditures)</i>	<u>1,568,435</u>
• Ending balance in BSR after adjustments	\$6,850,167

Unassigned Reserves remain at \$26 million, or 26.1% of FY 2021 budgeted GF expenditures

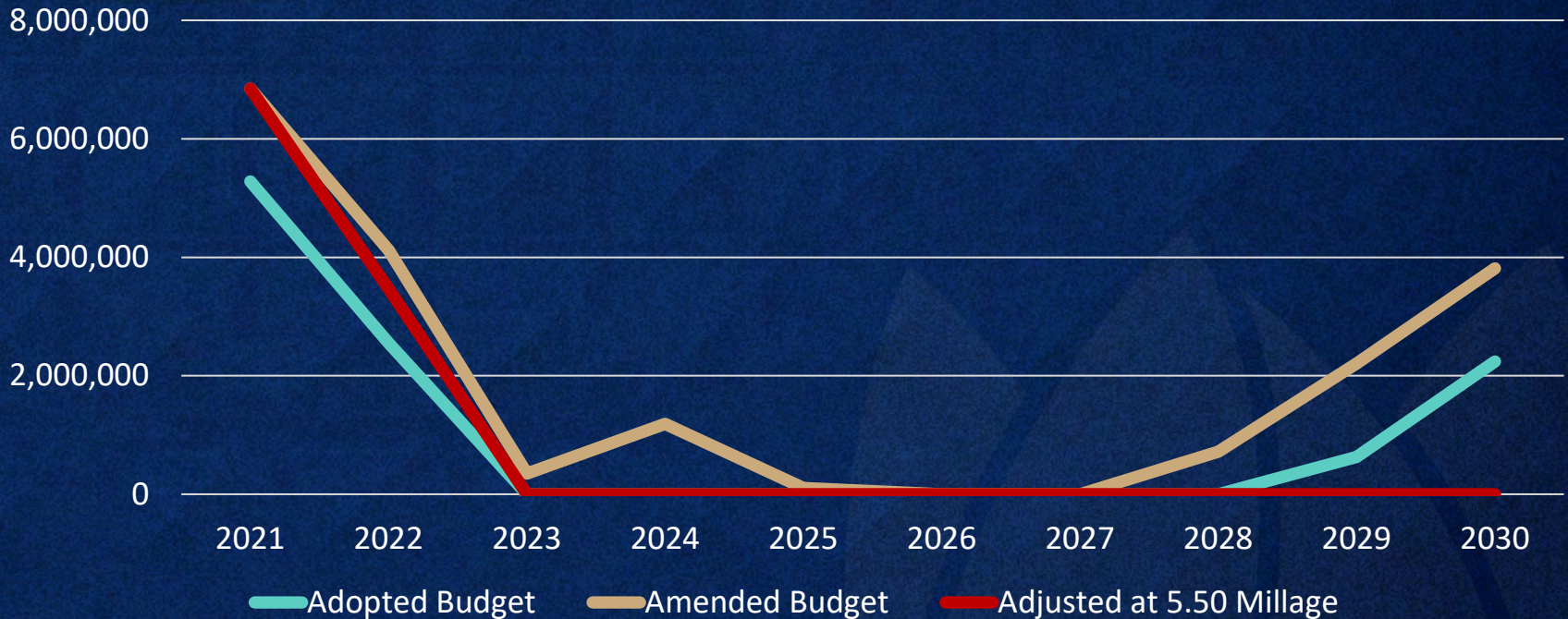
Staff Recommendation

Staff recommends approval of Ordinance 4, 2021 as presented on first reading

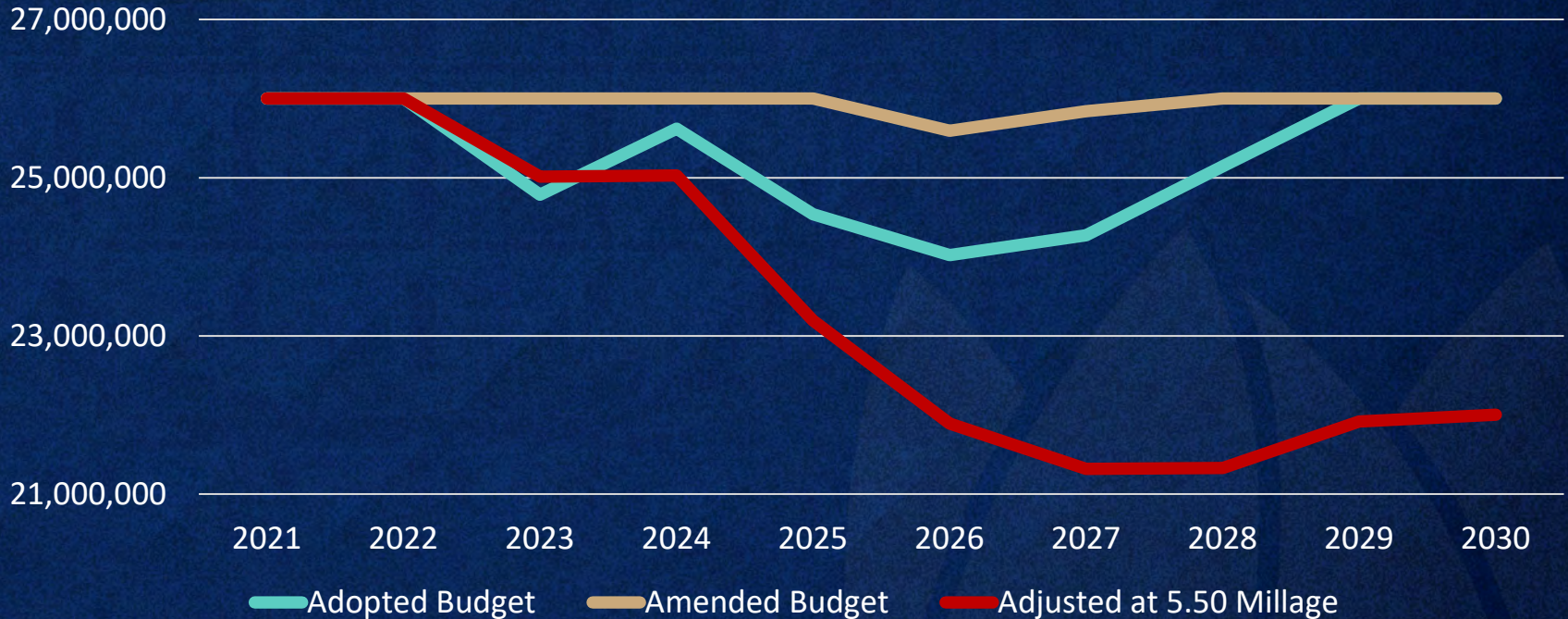
Funding Shortfall Projections



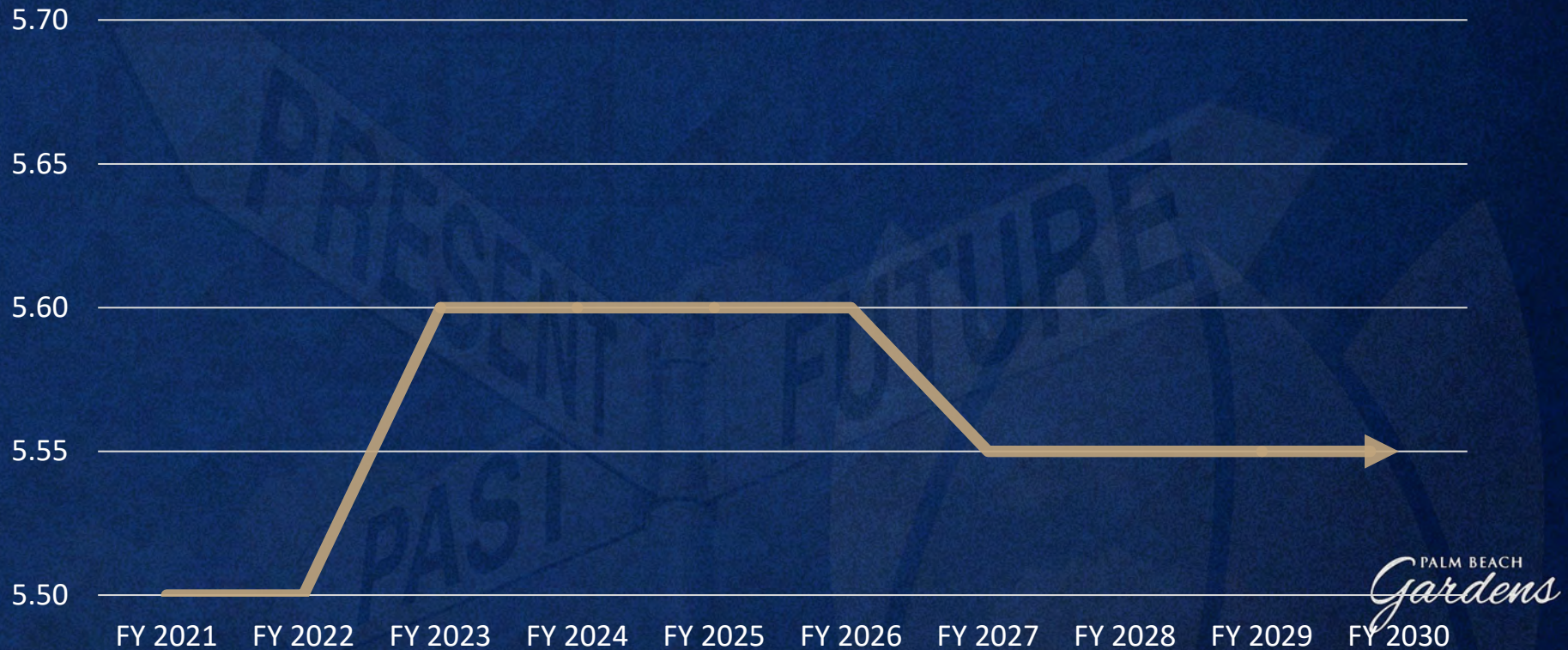
Original and Revised Budget Stabilization Reserve Projections



Original and Revised Unassigned Reserve Projections



Projected Millage Rates if 5.50 Had Been Adopted in FY 2021



BRCC Expansion Project – Current Financing Plan

- Total estimated project cost: \$20,000,000
- Multi-year, multiple phase project
- Original funding plan pay-go, as funding is available in Recreation Impact Fund and payment from Avenir is received
 - FY 2020 adopted 5-year CIP included \$1.2 million for design; \$7.1 million in FY 2022; \$3.3 million in FY 2024; and \$9 million in FY 2025
 - These amounts were carried to FY 2021 adopted budget

BRCC Expansion Project – Current Financing Plan

- Need exists to begin Phases I and II
 - Phase I consists of new aquatics facilities, and should be done in conjunction with the current pool replacement project
 - Phase II consists of a new gym, which is desperately needed at this time
- Estimated funding needed to complete Phases I and II, including construction, sitework, architectural and engineering, and contingencies, is approximately \$11 million
- Inflation will only increase the ultimate cost

Current Funding Available for BRCC Expansion Project

Amount available from FY 2020 budget:

001.2000.572.6900 BRCC Modernization	\$ 77,369
301.2000.572.6900 BRCC Renovation-design	<u>1,218,500</u>
Total current funding available from FY 2020 budget	\$1,295,869

Proposed Funding Plan for BRCC

FY 2021 adjustments:

Transfer from BSR as of 10/1/2020	\$5,000,000
Transfer from One-cent Sales Surtax Reserves as of 10/1/2020	3,800,000
Transfer from Recreation Impact Reserve as of 10/1/2020	<u>1,075,432</u>
Total proposed adjustments	9,875,432
Available funding carried from FY 2020	<u>1,295,869</u>
Total funding available in FY 2021	\$11,171,301

Phases III and IV will remain in the 5-year CIP and be addressed as funding becomes available

Analysis of Budget Stabilization Reserve

• Balance in Budget Stabilization Reserve (“BSR”)	\$5,281,732
• Increase in BSR after closing of FY 2020 (represents 3.5% of total revenues or expenditures)	3,718,435
• Less: requested transfer	<u>(5,000,000)</u>
• Ending balance in BSR after adjustments	\$4,000,167

Unassigned Reserves remain at \$26 million, or 26.1% of FY 2021 budgeted expenditures

Proposed Funding Plan for BRCC

Future funding sources:

Payment from Avenir - due 12/6/2021	\$5,000,000
FY 2022 CIP appropriation	<u>3,828,699</u>
Total funding available in FY 2022	8,861,699
Total funding available in FY 2021	<u>11,171,301</u>
 Total FY 2021 and FY 2022 funding	 \$20,000,000

Future Unknown Budgetary Impacts

- IAFF collective bargaining agreement
- Additional subsidies to Recreation Fund due to continued COVID-19 impacts
- COVID-19 impacts on 2021 commercial property valuations
- COVID-19 impacts on current year state revenues
- Timing and cost of western fire station
- Projected shortfalls in the current 10-year financial forecast

Other Adjustments



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