MEMORANDUM

Date: September 9, 2016
To: Joseph F. Lo Bello, Town Manager
From: Matthew Pazanski, Finance Director
Re: Ordinance No. 690-Setting the Tentative Millage Rate and related Budget Updates

BACKGROUND

At the July 20th Town Council meeting, the Council set the proposed ad valorem millage tax rate for fiscal year 2016-2017 at 2.33 mills which represented a 3.34% tax increase over the rolled-back rate of 2.2547. During the August Town Council meeting, Council and staff reviewed the Proposed Annual Budget and made recommendations that included setting the tentative ad valorem millage tax rate below the rolled-back rate.

DISCUSSION

Attached is Ordinance No. 690-Setting and Fixing a Millage Rate for your consideration. The Ordinance includes an ad valorem millage tax rate of 2.2545 mills which represents a 0.01% tax decrease and is 7.18% less than last year's 2.4288 millage rate.

Staff has reviewed and updated the budget and has prepared the 2016-2017 Tentative Annual Budget. The updated budget includes Town Council recommendations and other material and non-material proposed changes as reviewed below and included in the budget.

Comparative Revenue changes from the Proposed to the Tentative Budget

	Proposed Budget	Tentative Budget	Difference
Revenues	**$6,131,610**	**$6,103,656**	**($27,954)**

Description	Budgeted Change
Ad Valorem Revenues Millage Rate change from 2.33 to 2.2545 mills.	($92,954)
Fund Balance - Unassigned Excess Reserves over the 50% Policy guideline	65,000
Total Revenue Changes from Proposed Budget	**($27,954)**

Comparative Expenditure changes from the Proposed to the Tentative Budget

	Proposed Budget	Tentative Budget	Difference
Salaries/Wages	**$2,617,483**	**$2,617,483**	**$0**

Salaries/Wages: $0

	Proposed Budget	Tentative Budget	Difference
Benefits	**$960,855**	**$949,666**	**($11,189)**

Benefit changes include:

Workers Compensation Insurance	($11,189)

	Proposed Budget	Tentative Budget	Difference
Operating Expenses	**$1,683,870**	**$1,670,507**	**($13,363)**

Operating Expense changes include:

Building Official, Permit and Inspection Services	($20,000)	
Dispatch Services-PBG	(1,363)	
Service Contracts- net	1,000	
Community Activities	1,500	
Contributions	2,500	
Insurance-General Liability, Property, Auto and Dependent	3,000	
		($13,363)

	Proposed Budget	Tentative Budget	Difference
Capital Expenses	**$367,000**	**$366,000**	**($1,000)**

Capital Expense changes include:

Document Management - Print/Scan/Fax	($5,000)	
Lawn Tractor	4,000	
		($1,000)

	Proposed Budget	Tentative Budget	Difference
Contingency	**$502,402**	**$500,000**	**($2,402)**

Contingency changes include:

Proposed Budget Surplus Reduction	($2,402)

Total Expenditure Changes from Proposed Budget **($27,954)**

RECOMMENDATION:

Staff recommends approving Ordinance No. 690 on first reading Setting and Fixing the tentative ad valorem millage tax rate at 2.2545 mills which is 0.01% lower than the rolled-back rate of 2.2547.

TOWN OF JUNO BEACH, FLORIDA

ORDINANCE NO. 690

AN ORDINANCE OF THE TOWN COUNCIL OF THE TOWN OF JUNO BEACH, FLORIDA, SETTING AND FIXING A MILLAGE RATE TO BE LEVIED AND SET FOR AND UPON ALL REAL PROPERTY WITHIN THE BOUNDARIES OF THE TOWN FOR THE FISCAL YEAR COMMENCING OCTOBER 1, 2016 AND ENDING SEPTEMBER 30, 2017; PROVIDING FOR SEVERABILITY, CONFLICTS AND AN EFFECTIVE DATE; AND FOR OTHER PURPOSES.

WHEREAS, the Town Council of the Town of Juno Beach, Florida, has determined that the sum of $2,775,711 will be required from ad valorem tax sources to operate the Town during the fiscal year commencing October 1, 2016 and ending September 30, 2017 ("Fiscal Year 2016-17"); and

WHEREAS, at a duly advertised public hearing held on September 14, 2016, the Town Council tentatively adopted a millage rate; and

WHEREAS, at a duly advertised public hearing held on September 28, 2016, the Town Council reviewed the tentative millage rate and adopted a final millage rate to meet the needs and requirements of the Town and its residents for Fiscal Year 2016-17.

NOW, THEREFORE, BE IT ORDAINED BY THE TOWN COUNCIL OF THE TOWN OF JUNO BEACH, FLORIDA as follows:

Section 1. The tax rate is hereby levied in the amount of 2.2545 mills on each dollar of non-exempt valuation of real property within the boundaries of the Town of Juno Beach.

Section 2. The Fiscal Year 2016-17 operating millage rate of 2.2545 is 0.01% **lower** than the rolled-back rate of 2.2547.

Section 3. All ordinances or parts of ordinances and resolutions or parts of resolutions of the Town of Juno Beach, Florida, which are in conflict with this Ordinance, are hereby repealed to the extent of such conflict.

Section 4. If any section, paragraph, sentence, clause, phrase, or word of this Ordinance is for any reason held by a court of competent jurisdiction to be unconstitutional, inoperative or void, such holding shall not affect the remainder of the Ordinance.

Section 5. This Ordinance shall be effective immediately upon adoption and shall be implemented as of October 1, 2016.

FIRST READING this 14th day of September, 2016.

SECOND, FINAL READING AND PASSAGE, this 28th day of September, 2016.

_____ AYE	_____ NAY	_____ JASON HASELKORN, MAYOR
_____ AYE	_____ NAY	_____ JIM LYONS, VICE MAYOR
_____ AYE	_____ NAY	_____ FRANK FAHY, VICE MAYOR PRO TEM
_____ AYE	_____ NAY	_____ ELLEN ANDEL, COUNCILMEMBER
_____ AYE	_____ NAY	_____ BILL GREENE, COUNCILMEMBER

ATTEST:

_____
VANESSA M. MUTCHNIK, MMC
TOWN CLERK

APPROVED AS TO FORM AND LEGAL SUFFICIENCY:

_____
LEONARD G. RUBIN
TOWN ATTORNEY