

Fiscal Year 2012 Budget

1st Public Hearing

September 13, 2011

Topics to be Discussed

1. Budget Summary - General Fund Update
2. TRIM Notice
3. Procedural Note
4. Tentative and Rolled-Back Millage Rates
5. Discussion of Tentative Millage Rates
6. Citizens' Comments
7. Discussion of Tentative Budget
8. Citizens' Comments
9. Adoption of Tentative Millage Rates and Tentative Budget
10. Set Date, Time, and Place of Final Budget Hearing

Budget Summary

General Fund Update

General Fund Revenue Reductions from FY2011

Estimated Property Tax Reduction (5%)	(\$2,200,000)
One Time Use of Reserves	(\$3,000,000)
One Time Use of Impact Fees	(\$1,750,000)
One Time Interest Earned on Capital Imp. Fund	(\$422,000)
Cost Allocation 10% Reduction	(\$345,000)
Balance Forward Cash - Excess Fees Constitutional Officers	\$1,800,000
Balance Forward Cash - BOCC Departments	\$700,000
FY2012 Initial Budget Shortfall:	<u>(\$5,217,000)</u>

General Fund Adjustments to Meet Shortfall

FY2012 Initial Budget Shortfall: (\$5,217,000)

Revenues:

Additional Decrease in Property Values (3.4%)	(\$745,284)
Adjusted Balance Forward Cash	(\$1,200,000)
Adjusted Certified Taxable Value	\$65,014

Expenses:

Tax Refunds	(\$757,231)
Value Adjustment Board Tax Refunds	(\$1,300,000)
Requested Constitutional Officers Reductions	\$2,954,296
Employee Contributions to Retirement (state mandated)	\$350,986
Board Department Reductions	\$2,229,456
Adjusted Reserves per Policy	\$669,459

FY2012 Remaining Budget Shortfall (\$2,950,304)

General Fund Adjustments to Balance

	FY2012 Remaining Budget Shortfall	(\$2,950,304)
Millage Increase (0.1885 mills)		\$1,365,804
Use of Stabilization Reserves		\$1,584,500
	Balance:	<u> </u> <u> </u> \$0

Changes In Budgeting Methodologies

Prior Year Carry Forward Funds

Carry Forward Funds Definition: Reserves plus prior year budgeted capital not encumbered on purchase orders

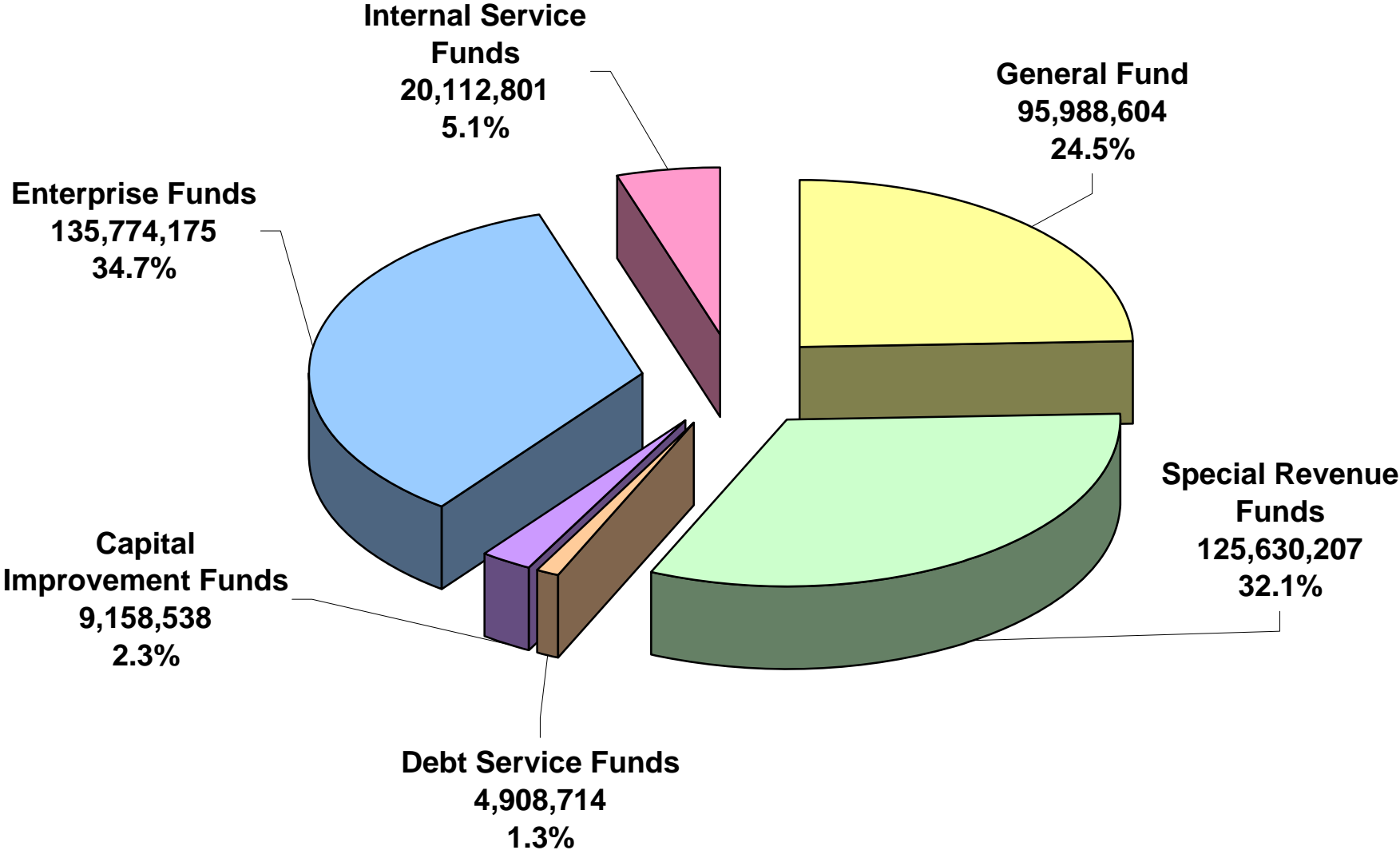
At the first Public Hearing, all division / department budgets include projected Carry Forward funds. This gives the appearance of larger budgets, but reduces the need for a significant mid-year adjustment in March as has been the past practice.

Open Purchase Orders

Open Purchase Orders Definition: Purchase Orders with a remaining balance.

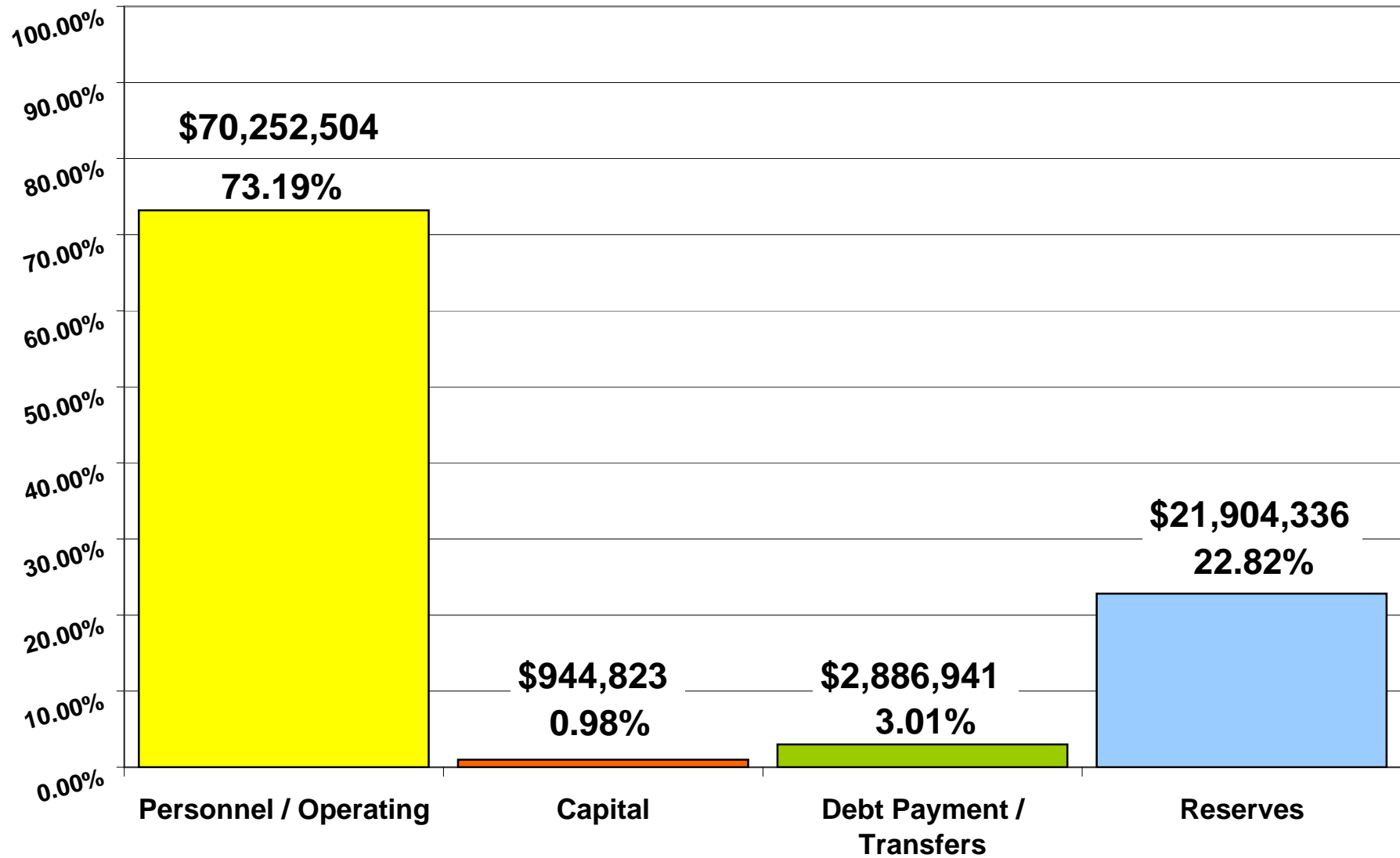
At the second Public Hearing, all division / department budgets include a Good Faith Estimate on the remaining open purchase orders to be carried forward. This eliminates the need for a large scale budget amendment for encumbered purchase orders in October as has been the past practice.

Proposed Budget - All Funds - Fiscal Year 2012



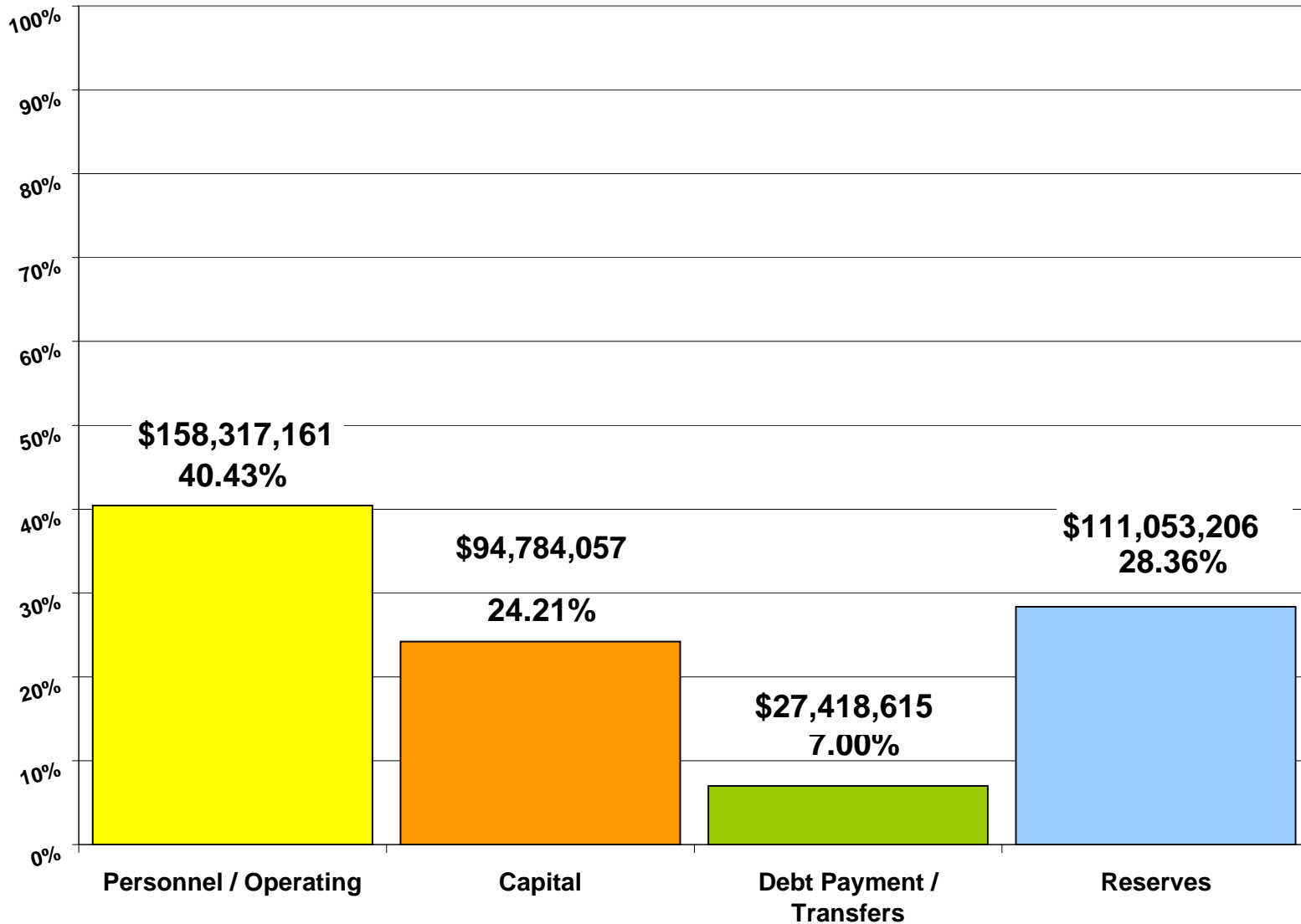
Total Proposed Budget - \$391,573,039
(Includes Carry Forwards, Reserves and Spring Hill Fire / Rescue)

General Fund FY2012 Budget by Category



General Fund Budget - \$95,988,604
(includes BOCC Departments & Constitutional Officers)

All Funds FY12 Budget by Category



All Funds Budget - \$391,573,039

FY 2012 ALL FUNDS PROPOSED BUDGETS

		FY 2009 Actual	FY 2010 Actual	FY 2011 * Approved Budget	FY 2012 * Proposed Budget
<u>General Fund</u>					
	Total - General Fund:	\$94,267,555	\$86,271,546	\$96,280,496	\$95,988,604
<u>Special Revenue Funds</u>					
	Total - Special Revenue Funds:	\$78,260,921	\$51,141,370	\$92,958,662	\$125,630,207
<u>Debt Service Funds</u>					
	Total - Debt Services Funds:	\$4,524,669	\$10,043,217	\$5,361,722	\$4,908,714
<u>Capital Improvement Funds</u>					
	Total - Capital Improvement Funds:	\$3,004,158	\$3,654,196	\$17,324,591	\$9,158,538
<u>Enterprise Funds</u>					
	Total - Enterprise Funds:	\$58,746,496	\$62,673,621	\$106,160,569	\$135,774,175
<u>Internal Service Funds</u>					
	Total - Internal Service Funds:	\$12,612,708	\$9,954,595	\$19,324,099	\$20,112,801
<u>Trust Funds</u>					
	Total - Trust Funds:	\$0	\$0	\$7,502,433	\$0
Total All Funds:		\$251,416,507	\$223,738,545	\$344,912,572	\$391,573,039

* Approved and Proposed Budgets include Reserves.

FY 2009 - FY 2012 FTE Summary

	FY 2009 Budget FTE	FY 2010 Budget FTE	FY 2011 * Budget FTE	FY 2012 * Budget FTE
<u>General Fund - Board Division</u>				
Sub Total - GF Board Divisions:	274.70	243.44	213.17	179.19
<u>General Fund - Constitutional Officers</u>				
Sub Total - GF Constitutionals:	525.30	527.60	644.80	624.35
Total - General Fund:	800.00	771.04	857.97	803.54
<u>Special Revenue Funds</u>				
Total - Special Revenue Funds:	246.00	246.35	248.30	248.70
<u>Enterprise Funds</u>				
Total - Enterprise Funds:	272.87	238.47	238.25	233.90
<u>Internal Service Funds</u>				
Total - Internal Service Funds:	19.50	16.54	16.65	13.62
Total All Funds:	1,338.37	1,272.40	1,361.17	1,299.76

* FY2011 & FY2012 Budgets include the Jail Personnel in the Constitutional Officers Budgets.

Budget Changes - General Fund

	<u>July 12th</u>	<u>Sept. 13th</u>	<u>Change</u>
	\$91,494,300	\$95,988,604	\$4,494,304
		<u>Changes to Revenue</u>	<u>Changes to Expense</u>
Sheriff / Emergency Management Grants:		\$385,089	\$385,089
H&HS: CDBG / NSP3 Programs:		\$1,891,268	\$1,891,268
H&HS: CDBG Neighborhood Revitalization So. B'Ville:		\$610,853	\$610,853
Planning: Mass Transit System Grant:		\$184,174	\$184,174
Department of Public Works Cleanup:		\$451,000	\$451,000
State Aid to Libraries Grants:		\$484,297	\$484,297
Technology Services Capital:		\$35,000	\$35,000
Human Resources Volunteer Screenings:		\$45,000	\$45,000
Bring Reserves in line with policy:		\$229,493	\$229,463
Clerk for SHFR Workload:		\$50,000	\$50,000
Parks Maintenance:		\$125,758	\$96,720
Miscellaneous Minor Adjustments:		\$2,372	\$31,440
Total General Fund Budget Changes:		\$4,494,304	\$4,494,304

Budget Changes - Special Revenue Funds

<u>July 12th</u>	<u>Sept. 13th</u>	<u>Change</u>
\$93,255,278	\$125,630,207	\$32,374,929

	<u>Changes to Revenue</u>	<u>Changes to Expense</u>
<u>Transportation Trust Fund</u>		
Pavement Management:	\$950,000	\$950,000
Shoulder Improvement:	\$192,000	\$192,000
LAP Grants:	\$825,083	\$825,083
Suncoast Trailhead Grant:	\$388,309	\$388,309
Entrance to Parrott Middle School Grant:	\$489,026	\$489,026
Entrance to Deltona Elementary School Grant:	\$430,182	\$430,182
Department of Public Works Minor Adjustments:	(\$33,592)	(\$33,592)
Additional Reserves:	\$733,592	\$733,592
<u>Constitutional Gas Tax:</u>		
Road Improvements:	\$243,000	\$243,000
Road Surface Treatment:	\$348,674	\$348,674
Additional Reserves:	\$401,326	\$401,326

Budget Changes - Special Revenue Funds (continued)

	Changes to Revenue	Changes to Expense
<u>County Fuel Tax</u>		
Land Acquisition:	\$50,000	\$50,000
Pavement Management:	\$100,000	\$100,000
<u>Local Option Gas Tax</u>		
Lake Lindsey Shoulder:	\$292,000	\$292,000
Culvert Improvements:	\$225,000	\$225,000
Additional Reserves:	\$1,000,000	\$1,000,000
<u>Additional Local Option Gas Tax</u>		
Pavement Management:	\$2,000,000	\$2,000,000
<u>Health Unit Trust Fund</u>		
Return Funds to General Fund:	\$60,000	\$60,000
Miscellaneous Minor Adjustments:	\$985	\$985

Budget Changes - Special Revenue Funds (continued)

	Changes to Revenue	Changes to Expense
Mosquito Control - State:	\$5,000	\$5,000
Law Enforcement Trust Fund (per Sheriff):	\$293,000	\$293,000
Crime Prevention Fund (per Sheriff):	\$227,500	\$227,500
<u>Sensitive Lands Fund</u>		
Adjustments (Including funding for designated parks)	\$202,842	\$202,842
Sensitive Lands Grants:	\$277,630	\$277,630
Additonal Reserves:	\$1,004,438	\$1,004,438
Court Improvement Funds:	\$250,523	\$250,523
<u>Tourist Development Fund</u>		
TDC Contribution to Parks	\$25,000	\$25,000
Additonal Reserves:	\$177,604	\$177,604
SHIP - Housing Authority:	\$515,307	\$515,307
<u>Road Impact Fees - Dist. 1</u>		
Sunshine Grove Road:	\$500,000	\$500,000
Additional Reserves:	\$1,000,000	\$1,000,000

Budget Changes - Special Revenue Funds (continued)

	Changes to Revenue	Changes to Expense
<u>Road Impact Fees - Dist. 2</u>		
Croom / 41 Signal:	\$350,000	\$350,000
<u>Road Impact Fees - Dist. 4</u>		
Elgin:	\$264,000	\$264,000
Cobblestone:	\$393,000	\$393,000
Elgin TRIP Grant:	\$2,700,000	\$2,700,000
Anderson / County Line Signal:	(\$200,000)	(\$200,000)
Reduce Reserves:	(\$797,295)	(\$797,295)
Law Enforcement Impact Fee:	\$650,781	\$650,781
Hernando Beach Volunteer Fire Impact Fees:	(\$1,765)	(\$1,765)
Spring Hill Fire / Rescue Impact Fees:	\$221,592	\$221,592
Spring Hill Fire / Rescue (returned to the County):	\$13,008,939	\$13,008,939
Industrial / Economic Incentive:	\$430,748	\$430,748
Hernando County Fire:	\$371,923	\$371,923
Hernando County EMS:	(\$218,852)	(\$218,852)

Budget Changes - Special Revenue Funds (continued)

	Changes to Revenue	Changes to Expense
<u>Municipal Service Benefit Unit (MSBUs)</u>		
Hernando Beach Fire MSBU Adjustments:	(\$36,617)	(\$36,617)
River County Multi MSBU:	\$132,627	\$132,627
Hernando Beach Boatlift:	\$44,512	\$44,512
17 Road Paving MSBUs:	\$257,836	\$257,836
<u>Stormwater Municipal Service Taxing Unit</u>		
Watershed Management:	\$458,578	\$458,578
Additional Reserves:	\$1,131,240	\$1,131,240
Miscellaneous Adjustments:	\$39,253	\$39,253
Total Special Revenue Funds Budget Changes:	\$32,374,929	\$32,374,929

Budget Changes - Debt Service Funds

	<u>July 12th</u>	<u>Sept. 13th</u>	<u>Change</u>
No Change	\$4,908,714	\$4,908,714	\$0

Budget Changes - Capital Funds

	<u>July 12th</u>	<u>Sept. 13th</u>	<u>Change</u>
	\$8,701,814	\$9,158,538	\$456,724

	<u>Changes to Revenue</u>	<u>Changes to Expense</u>
Capital Improvement Revenue Bonds S04 - Fund Closed:	(\$57,681)	(\$57,681)
Hernando Beach Dredge:	\$514,405	\$514,405
Total Capital Funds Budget Changes:	\$456,724	\$456,724

Budget Changes - Enterprise Funds

<u>July 12th</u>	<u>Sept. 13th</u>	<u>Change</u>
\$104,331,938	\$135,774,175	\$31,442,237

	<u>Changes to Revenue</u>	<u>Changes to Expense</u>
<u>Hernando County Utilities</u>		
Minor Operational Adjustments:	\$138,783	\$138,783
Water Conservation Funding Program:	\$96,300	\$96,300
Dogwood Estates:	\$300,000	\$300,000
Sunshine Grove Road:	\$56,526	\$56,526
US 50 Widening Relocate:	\$78,380	\$78,380
US 19 S Water Main Extension:	\$80,000	\$80,000
Operating Fund Reserves:	\$5,887,359	\$5,887,359
Renewal & Replacement Reserves:	\$2,514,825	\$2,514,825
Connection Fees Reserves:	\$4,213,629	\$4,213,629
Loan Proceeds Minor Projects:	\$150,785	\$150,785

Budget Changes - Enterprise Funds (continued)

	Changes to Revenue	Changes to Expense
<u>Hernando County Utilities (continued):</u>		
<u>State Revolving Funds:</u>		
Northcliffe Force Main:	\$114,908	\$114,908
Seville Water Storage Tank:	\$3,500,000	\$3,500,000
Ridge Manor Storage Tank:	\$3,250,000	\$3,250,000
US 19 Force Main Pump:	\$1,010,596	\$1,010,596
US 19 Force Main to the Glen:	\$905,884	\$905,884
SR 50 East Transmission System:	\$4,000,000	\$4,000,000
Adjustments to Reserves:	(\$4,800)	(\$4,800)
<u>Capital Projects Fund:</u>		
Airport Waste Water Treatment Plant:	\$37,834	\$37,834
Mobile Sludge Dewatering:	\$931,424	\$931,424
Elgin Force Main:	\$400,000	\$400,000
Reserves:	\$748,433	\$748,433

Budget Changes - Enterprise Funds (continued)

	Changes to Revenue	Changes to Expense
<u>Airport Operations</u>		
Loan Payment Adjustment:	\$99,539	\$99,539
Transfer to Grant Adjustment:	\$170,000	\$170,000
Minor Operating Adjustments:	\$100,000	\$100,000
Grants:	\$2,601,832	\$2,601,832
<u>Development Services - Building:</u>		
Minor Operational Adjustments:	\$4,884	\$4,884
Balance Forward Reserves:	\$55,116	\$55,116
Total Enterprise Funds Budget Changes:	\$31,442,237	\$31,442,237

Budget Changes - Internal Service Funds

<u>July 12th</u>	<u>Sept. 13th</u>	<u>Change</u>	<u>Changes to Revenue</u>	<u>Changes to Expense</u>
\$20,114,175	\$20,112,801	(\$1,374)		
Risk Management Minor Adjustments:			(\$1,374)	(\$1,374)

Budget Changes - Trust Funds

<u>July 12th</u>	<u>Sept. 13th</u>	<u>Change</u>	<u>Changes to Revenue</u>	<u>Changes to Expense</u>
\$6,743,616	\$0	(\$6,743,616)		
Spring Hill Fire / Rescue (Taxes only):				
Returned to County Control (changed to Special Revenue Fund):			(\$6,743,616)	(\$6,743,616)

2011 NOTICE OF PROPOSED PROPERTY TAXES

DO NOT PAY

THIS IS NOT A BILL

Maximum 2011 Taxes Allowed by State Law (If advertised in Column 3 of TRIM Notice) **NO LONGER A LEGAL OPTION**

Your 2010 Taxes **ACTUAL**

Maximum 2011 Taxes (As advertised in Column 3 of TRIM Notice) **CURRENT MAXIMUM TAXES**

TAXING AUTHORITIES							See Reverse Side For Explanation A Public Hearing on the Proposed Taxes and Budget Will Be Held:
TAXING AUTHORITY	Column 1		Column 2		Column 3		
	2010 Actual Tax Rate	2010 Property Taxes	2011 Tax Rate IF NO Budget Change is Made	2011 Taxes IF NO Budget Change is Made	2011 Proposed Tax Rate	2011 Taxes IF PROPOSED Change is Made	
COUNTY							
General Fund	5.439400	135.99	6.147100	53.68	5.627900	140.70	9/13/11 5:01PM COMM CHMBRS 352-754-4002
Transport Trust	0.709100	17.73	0.801400	20.04	0.709100	17.73	9/13/11 5:01PM COMM CHMBRS 352-754-4002
County Health	0.110200	2.76	0.124500	3.11	0.110200	2.76	9/13/11 5:01PM COMM CHMBRS 352-754-4002
Stormwater	0.113900	2.85	0.128700	3.22	0.113900	2.85	9/13/11 5:01PM COMM CHMBRS 352-754-4002
Sprg Hill Fire	2.500000	62.50	2.877400	70.69	2.500000	62.50	9/13/11 5:01PM COMM CHMBRS 352-754-4002
Mosquito Cntrl					0.084400	2.11	9/13/11 5:01PM COMM CHMBRS 352-754-4002
PUBLIC SCHOOLS							
By State Law:							
Local Effort	5.169000	153.56	5.795700	145.25	5.260000	131.82	9/06/11 6:00PM SCHL BRD RM 352-797-7004
By Local Board:							
Discretionary	2.248000	66.78	2.520600	63.17	2.248000	56.34	9/06/11 6:00PM SCHL BRD RM 352-797-7004
Municipality							
Water Management							
Countywide	0.377000	9.43	0.676800	15.42	0.392800	9.82	9/13/11 5:01PM TAMPA SERV OFC 352-796-7211
CR Basin	0.188500	4.71					9/13/11 5:01PM TAMPA SERV OFC 352-796-7211
Independent Dist.							
Voted Debt Service							
Rec & Sen Land	0.084400	2.11	0.095400	2.39			9/13/11 5:01PM COMM CHMBRS 352-754-4002
	16.939500	458.42	19.057600	476.97	17.046300	426.63	

NOTICE OF PROPOSED OR ADOPTED NON-AD VALOREM ASSESSMENTS

Levying Authority	Purpose of Assessment	Units	Rate	Assessment
County	Street Lighting-Transport Svc 352-754-4062			12.00
County	HCUD - Solid Waste (Landfill) 352-754-4112			63.05
				Non-Ad Valorem Tax
				75.05

TAX RE-CAP

ASSESSMENT REDUCTIONS/EXEMPTIONS

	Column 1	Column 2	Column 3	
Penalty				SAVE OUR HOMES CAP APPLIES TO ALL LEVIES: \$0 HOMESTEAD APPLIES TO ALL LEVIES: \$25,000 ADDITIONAL HOMESTEAD APPLIES TO NON-SCHOOL LEVIES: \$61
Ad Valorem Tax	458.42	476.97	426.63	
Non-Ad Valorem Tax	75.05	75.05	75.05	
Total Tax	533.47	552.02	501.68	

Property Appraiser

Taxing	Market Value		Assessed Value		Exemptions		Taxable Value	
	2010	2011	2010	2011	2010	2011	2010	2011
COUNTY	56,295	50,061	54,708	50,061	29,708	25,061	25,000	25,000
PUBLIC SCHOOLS	56,295	50,061	54,708	50,061	25,000	25,000	29,708	25,061
SWFWMD	56,295	50,061	54,708	50,061	29,708	25,061	25,000	25,000

If you feel that the market value of your property is inaccurate or does not reflect fair market value, or if you are entitled to an exemption or classification that is not reflected on this form,

contact your county property appraiser at 20 N. Main St. Rm. 463 or 7525 Forest Oaks Blvd. or (352) 754-4190
Brooksville, FL 34601-2893 Spring Hill, FL 34605-2400 www.hamandocounty.us/pa

If the property appraiser's office is unable to resolve the matter as to market value, classification, or an exemption, you may file a petition for adjustment with the Value Adjustment Board. Petition forms are available from the county property appraiser and must be filed ON OR BEFORE

September 13, 2011

PROCEDURE: BUDGET AND MILLAGE DISCUSSION (as per Florida Statute)

First Issue: The percentage increase/decrease in millage over the Rolled-Back Rate and

1. specific purpose for which ad valorem taxes increase/decrease, if any.

- a. Discussion of Rolled-Back Rate by the Board of County Commissioners.
- b. Receive public comments and explain reasons for increase/decrease (if any) in Rolled-Back Rate.

2. Second Issue: Amend Tentative Budget

- a. Discussion of Tentative Budget by the Board of County Commissioners.
- b. Receive public comments relating to the Tentative Budget.

3. Third Issue: Adoption of the Tentative Millage Rate

- a. Publicly announce any re-computed Millage Rate and Rolled-Back Rate.
- b. Adopt Tentative Millage Rate.

4. Fourth Issue: Adoption of Tentative Budget

- a. Amend Tentative Budget.
- b. Adopt Tentative Budget.

Tentative and Rolled-Back Millage Rates

Fund Description	Tentative Millage Rate	Rolled-Back Rate	Percent Increase over Rolled-Back Rate
General Fund	5.6279	6.1471	-8.45%
Transportation Trust Fund	0.7091	0.8014	-11.52%
Health Unit Trust Fund	0.1102	0.1245	-11.49%
Sensitive Lands Fund	0.0000	0.0954	-100.00%
Emergency Medical Services MSTU	0.5598	0.6298	-11.11%
Spring Hill Fire and Rescue MSTU	2.5000	2.8274	-11.58%
Stormwater Management MSTU	0.1139	0.1287	-11.50%
Mosquito Control MSTU	0.0844	0.0000	100.00%

Discussion of Tentative Millage Rates

A. BOARD OF COUNTY COMMISSIONERS

County Budget

- (1) General Fund
- (2) Transportation Trust Fund
- (3) Health Unit Trust Fund
- (4) Sensitive Lands Fund
- (5) Spring Hill Fire & Rescue Municipal Service Taxing Unit
- (6) Emergency Medical Services Municipal Service Taxing Unit
- (7) Stormwater Management Municipal Service Taxing Unit
- (8) Mosquito Control Municipal Service Taxing Unit

B. CITIZENS' INPUT RELATING TO TENTATIVE MILLAGE RATES

County Budget

- (1) General Fund
- (2) Transportation Trust Fund
- (3) Health Unit Trust Fund
- (4) Sensitive Lands Fund
- (5) Spring Hill Fire & Rescue Municipal Service Taxing Unit
- (6) Emergency Medical Services Municipal Service Taxing Unit
- (7) Stormwater Management Municipal Service Taxing Unit
- (8) Mosquito Control Municipal Service Taxing Unit

Discussion of Tentative Budget

A. BOARD OF COUNTY COMMISSIONERS

County Budget

- (1) General Fund
- (2) Transportation Trust Fund
- (3) Health Unit Trust Fund
- (4) Sensitive Lands Fund
- (5) Spring Hill Fire & Rescue Municipal Service Taxing Unit
- (6) Emergency Medical Services Municipal Service Taxing Unit
- (7) Stormwater Management Municipal Service Taxing Unit
- (8) Mosquito Control Municipal Service Taxing Unit

B. CITIZENS' INPUT RELATING TO TENTATIVE BUDGET

County Budget.

- (1) General Fund
- (2) Transportation Trust Fund
- (3) Health Unit Trust Fund
- (4) Sensitive Lands Fund
- (5) Spring Hill Fire & Rescue Municipal Service Taxing Unit
- (6) Emergency Medical Services Municipal Service Taxing Unit
- (7) Stormwater Management Municipal Service Taxing Unit
- (8) Mosquito Control Municipal Service Taxing Unit

Note:

Tentative Millage Rates must be adopted first and the Tentative Budgets second.

Board of County Commissioners' Actions

A. AMEND TENTATIVE BUDGET

B. ADOPT TENTATIVE MILLAGE RATE

County Budget

1. General Fund – 5.6279
2. Transportation Trust Fund – 0.7091
3. Health Unit Trust Fund - 0.1102
4. Sensitive Land Fund - 0.0000
5. Spring Hill Fire & Rescue Municipal Service Taxing Unit - 2.5000
6. Emergency Medical Services Municipal Service Taxing Unit - 0.5598
7. Stormwater Management Municipal Service Taxing Unit – 0.1139
8. Mosquito Control Municipal Service Taxing Unit – 0.0844 *

C. ADOPT TENTATIVE BUDGET

D. ADOPT MUNICIPAL SERVICE BENEFIT UNIT TENTATIVE ASSESSMENTS

* New Mosquito Control MSTU must be adopted by a Unanimous vote.

Board of County Commissioners' Actions

E. SET FINAL PUBLIC HEARING

**1 September 27, 2011 at 5:01 p.m.
20 N. Main Street
Brooksville, Fl. 34601
County Commission Chambers**

2 Authorize Notice of Public Hearing

F. ADJOURNMENT.