



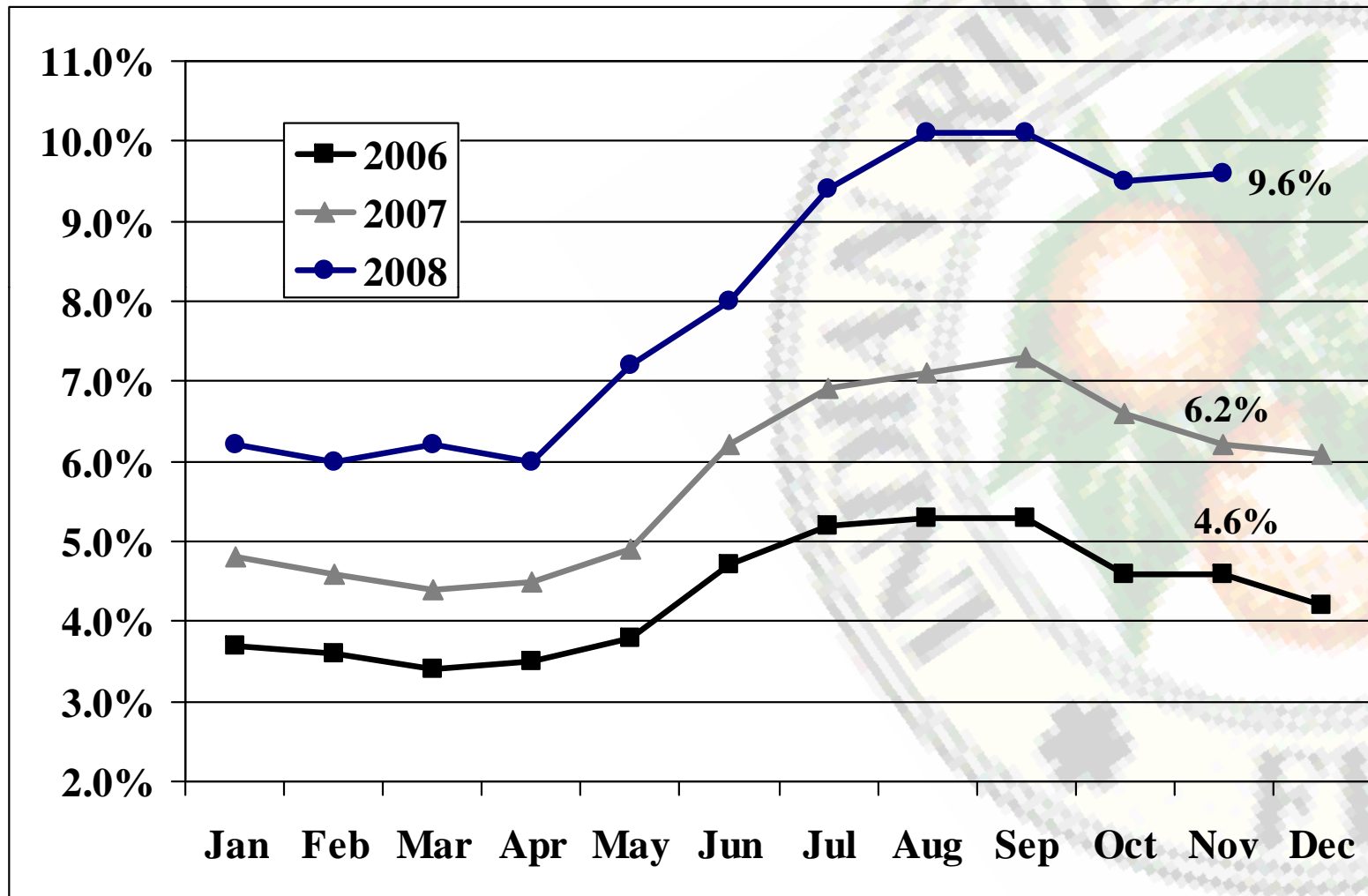
Fiscal Year 2008/2009 Mid-year Budget Review

January 2009

FY 2008/09 Outlook

- Florida's Unemployment Rate for November 2008 at 7.3%, up 2.9 percentage points from last year
- Indian River County's unemployment rate was 9.6% for November – up 3.4 points from last year (up 5% from '06)
- \$2.3 billion shortfall in State budget
- State has reduced its General Revenue Collections estimate for FY 2008/09 by \$1.4 billion or 6% below the August estimate, in addition to a 5% reduction from the original June estimate

County Unemployment Rates by Month



FY 2008/09 Outlook

County Revenues

- Building Permit Revenue down 49.3% from last year
- Traffic Impact Fees down 42.3% from last year
- Other Impact Fees down 61.8% from last year
- Ad Valorem Tax Collections 3.1% behind last yr. through Dec
- State Revenue Sharing down 11.0% from last year
- Half-Cent Sales Tax down 14.3% in November
- Property Appraiser unofficial estimate of 15% - 20% reduction in taxroll for 2009/10



State Revenue Estimate Changes

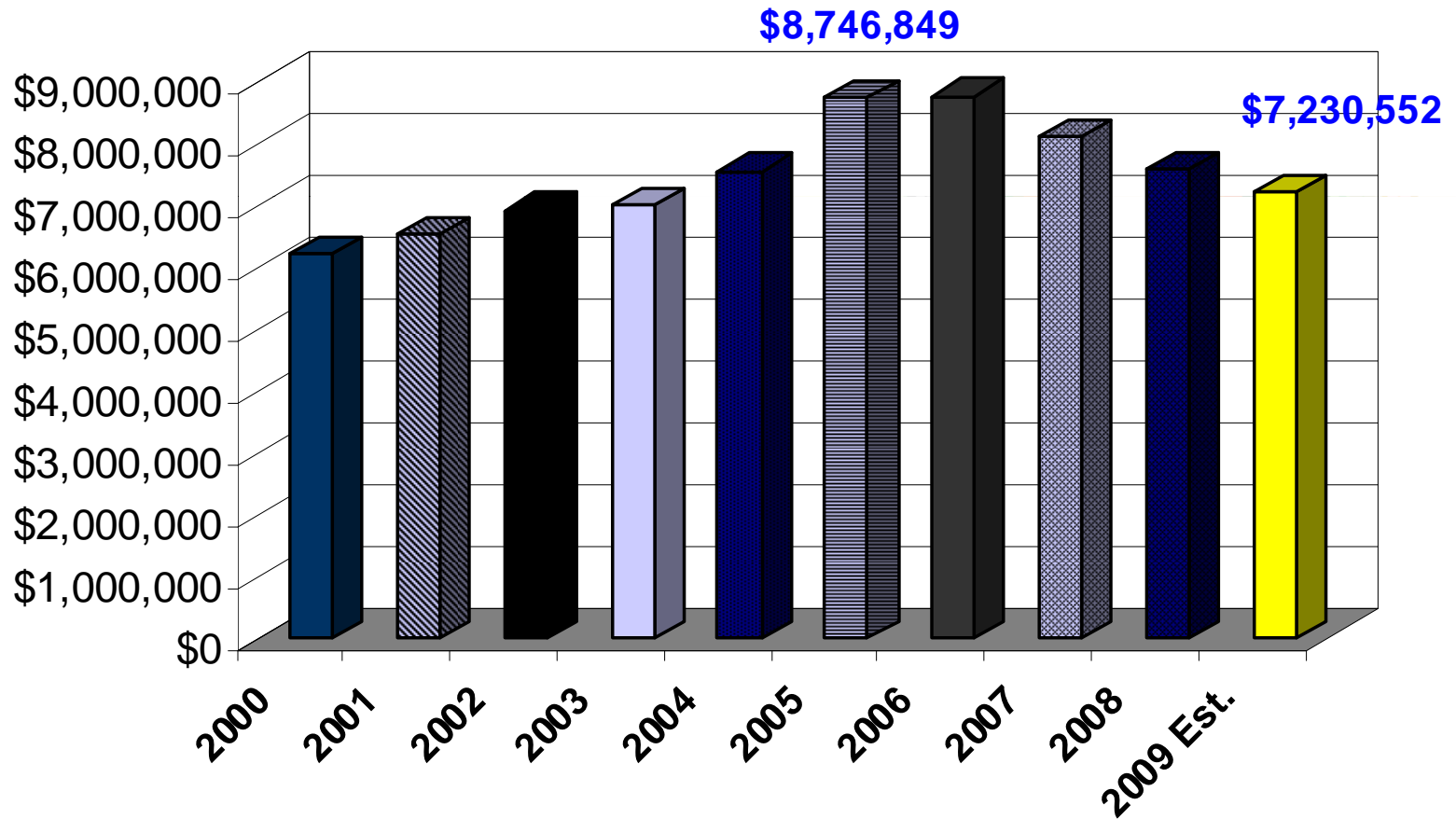
Revenue Source	Original Revenue Estimate-July	Office of Management and Budget Estimate	Revised November Estimate	Total Loss from Budget
Const. Fuel Tax	\$1,687,829	\$1,687,829	\$1,578,120	\$109,709
County Fuel Tax	\$769,587	\$769,587	\$719,564	\$50,023
Ninth-Cent Fuel Tax	\$190,125	\$190,125	\$177,767	\$12,358
Opt. Fuel Tax	\$3,371,362	\$3,371,362	\$3,152,223	\$219,139
Half-Cent Sales Tax	\$7,991,821	\$7,592,230	\$7,230,552	\$361,678
State Revenue Sharing	\$2,853,239	\$2,710,577	\$2,602,961	\$107,616
Local Disc. Sales Surtax	\$14,121,094	\$13,256,578	\$12,972,919	\$283,659

Grand Total \$1,144,182

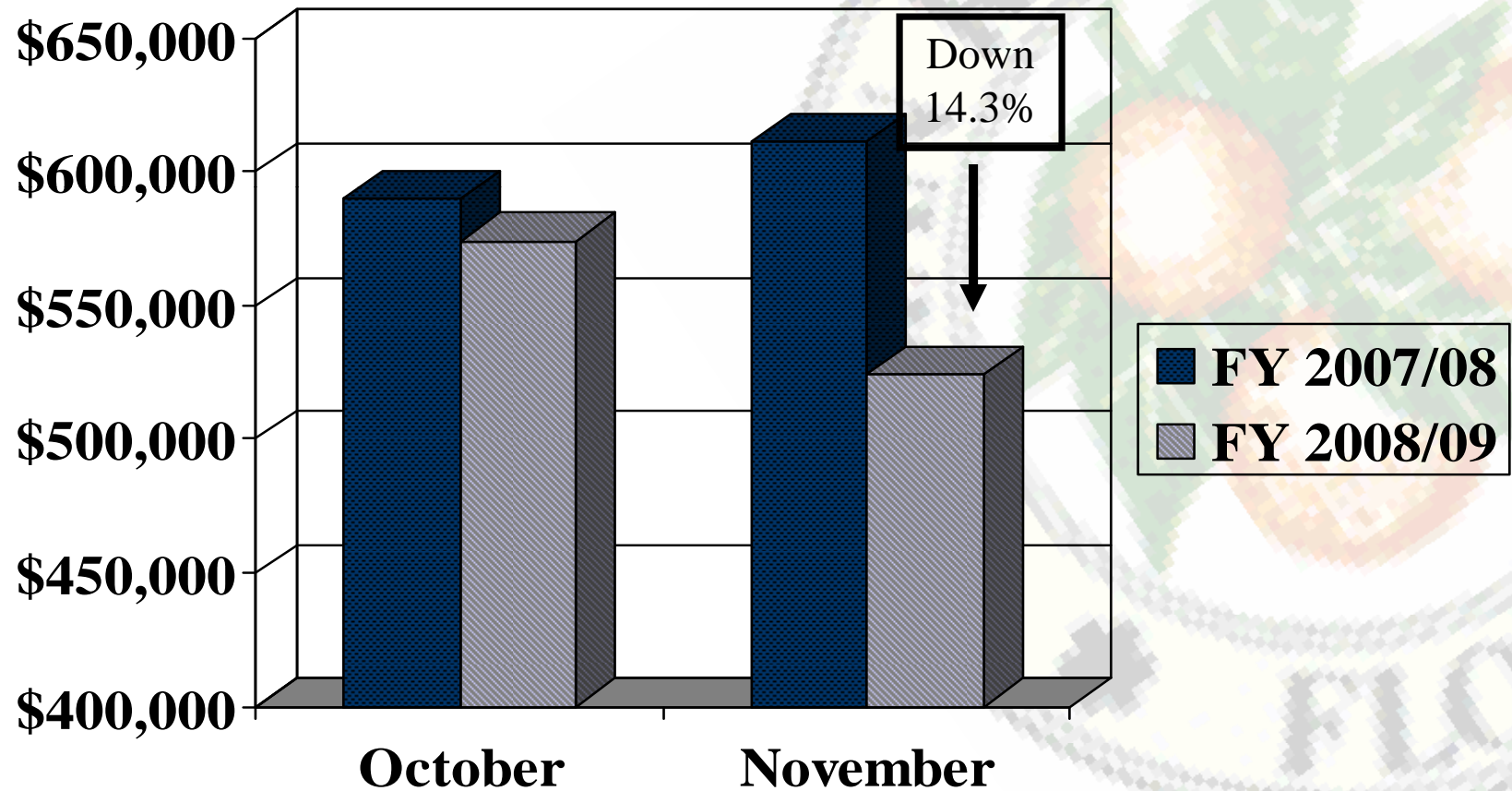
Half-Cent Sales Tax Estimate Changes

State Estimate	County Estimate
\$7,991,821 Original Est.	\$7,592,230 Original Est.
<u>\$7,230,552 Nov. Revision</u>	<u>\$7,230,552 Nov. Revision</u>
\$761,269 Total Loss	\$361,678 Total Loss

Half-Cent Sales Tax Historical Revenues



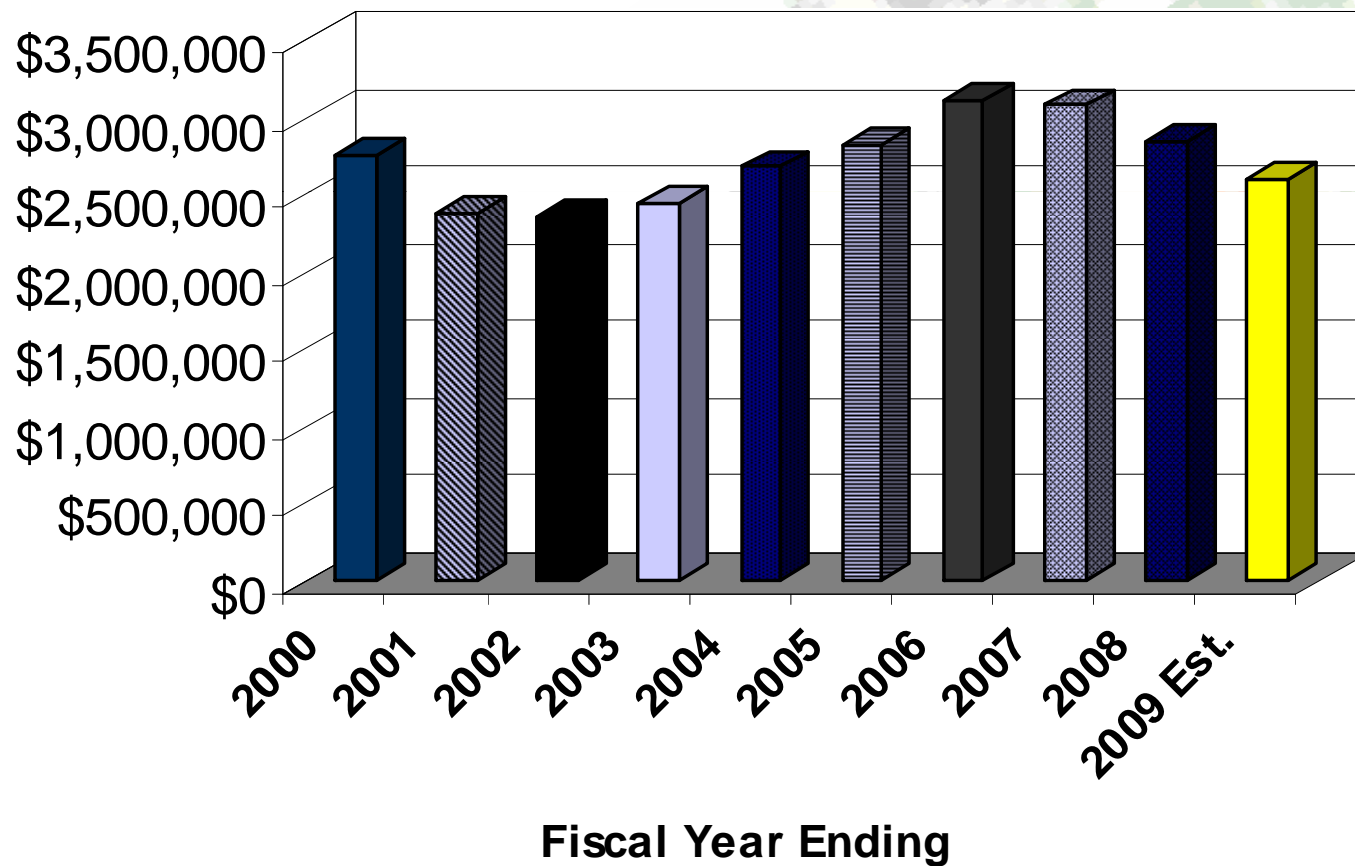
Half-Cent Sales Tax Historical Revenues



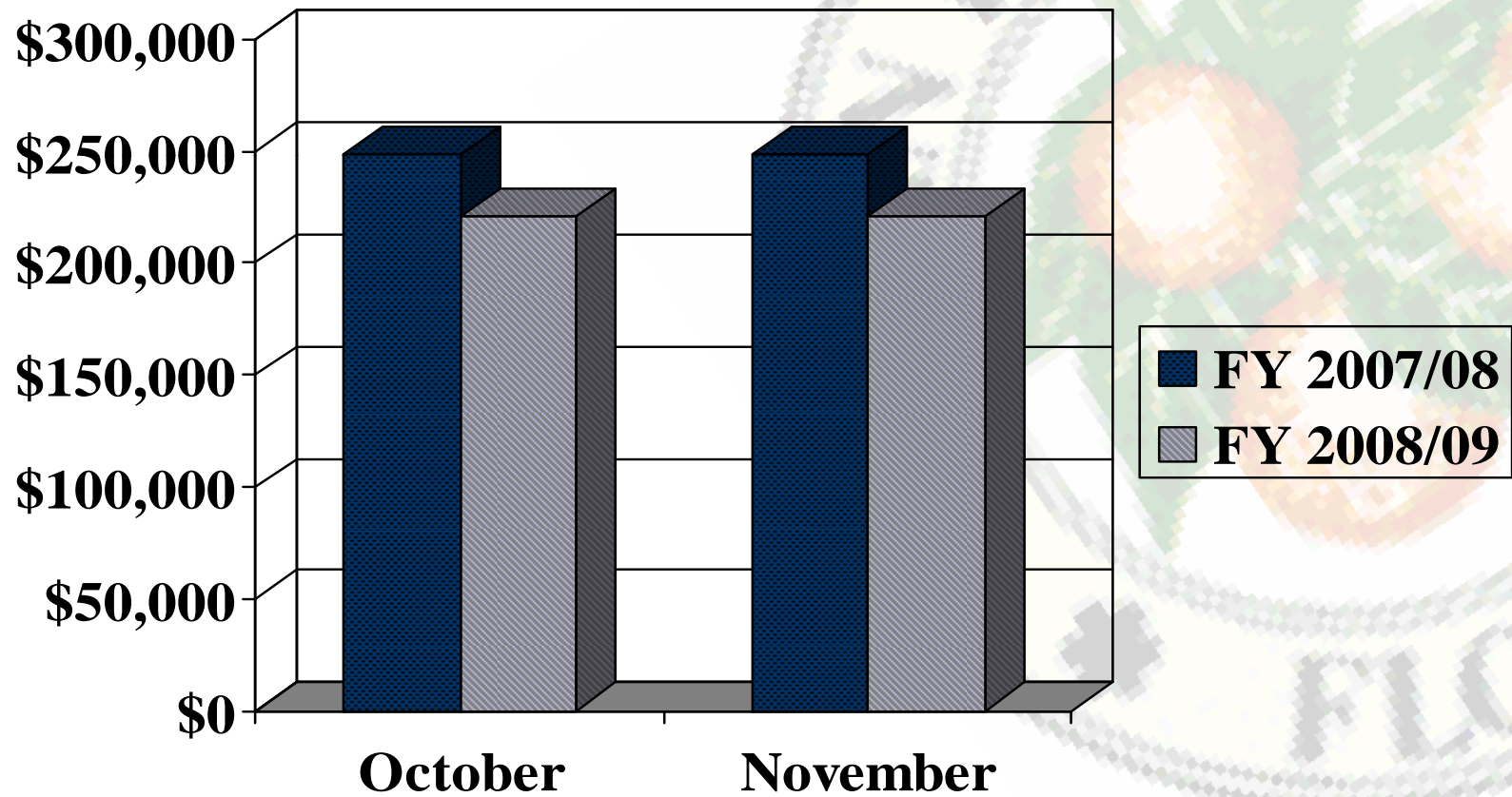
State Revenue Sharing Estimate Changes

State Estimate	County Estimate
\$2,853,239 Original Est.	\$2,710,577 Original Est.
<u>\$2,602,961</u> Nov. Revision	<u>\$2,602,961</u> Nov. Revision
\$250,278 Total Loss	\$107,616 Total Loss

State Revenue Sharing Historical Revenues



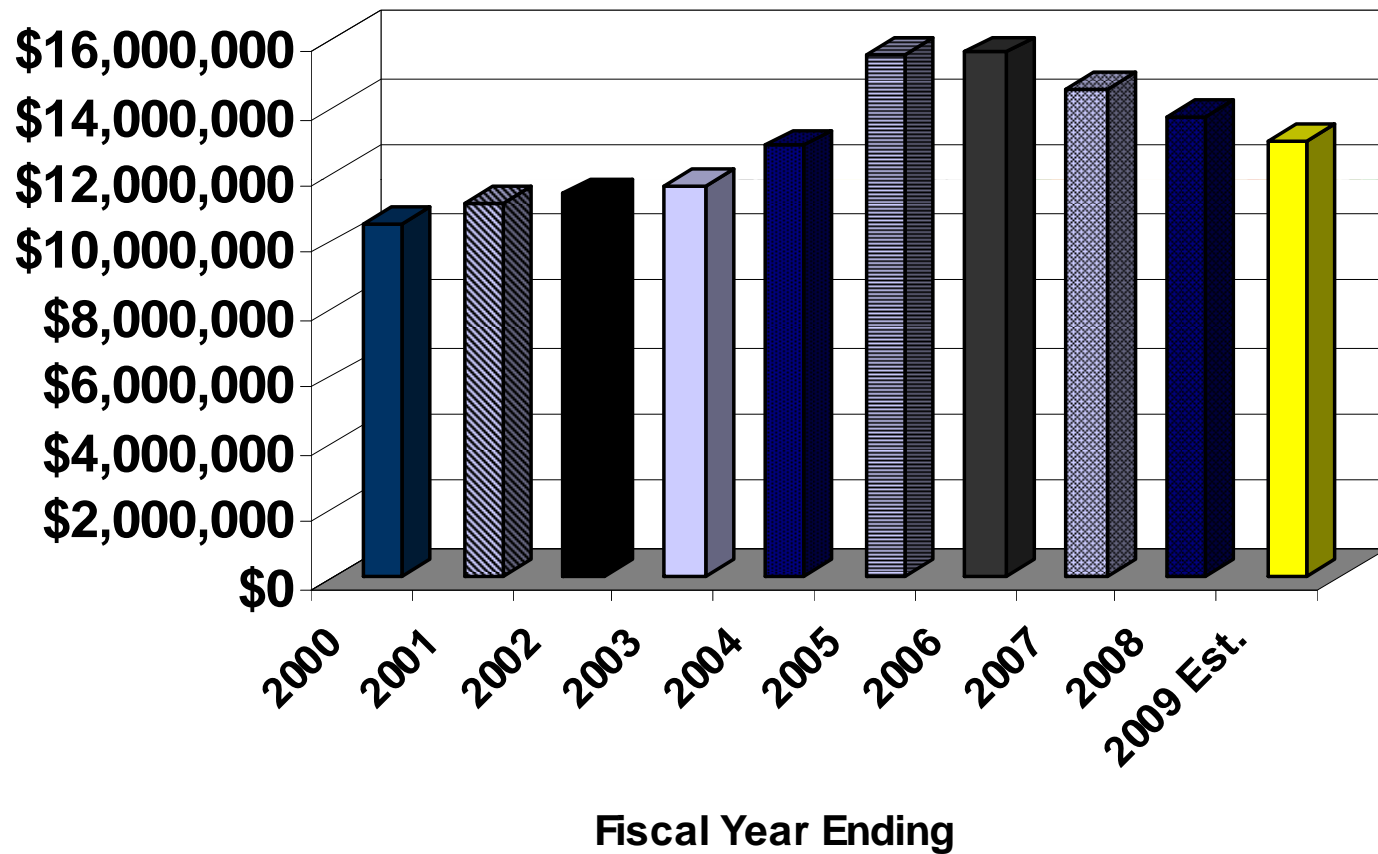
State Revenue Sharing Historical Revenues



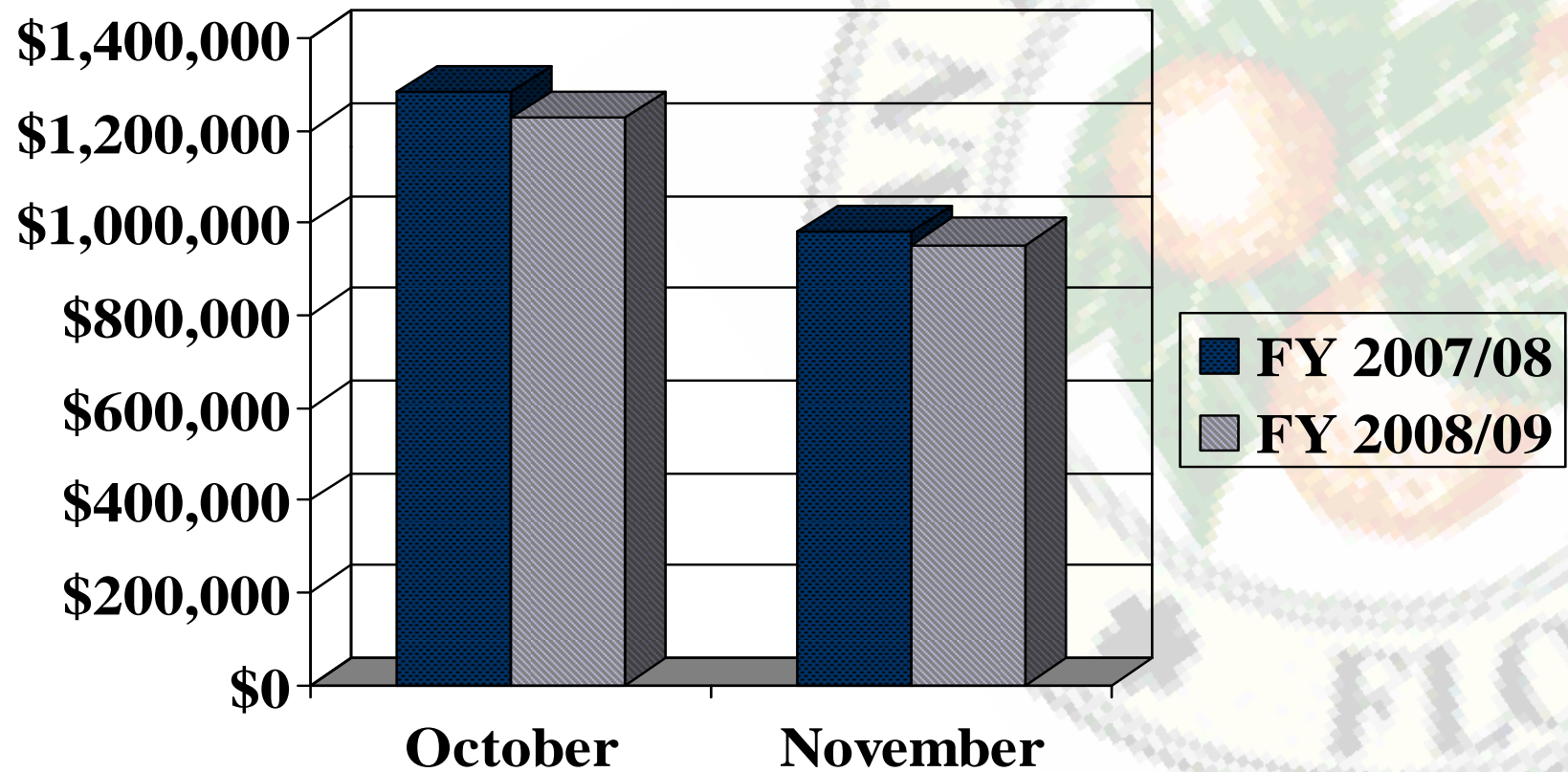
Local Discretionary Sales Surtax Estimate Changes

State Estimate	County Estimate
\$14,121,094 Original Est.	\$13,256,578 Original Est.
<u>\$12,972,919</u> Nov. Revision	<u>\$12,972,919</u> Nov. Revision
\$1,148,175 Total Loss	\$283,659 Total Loss

Local Discretionary Sales Surtax Historical Revenues



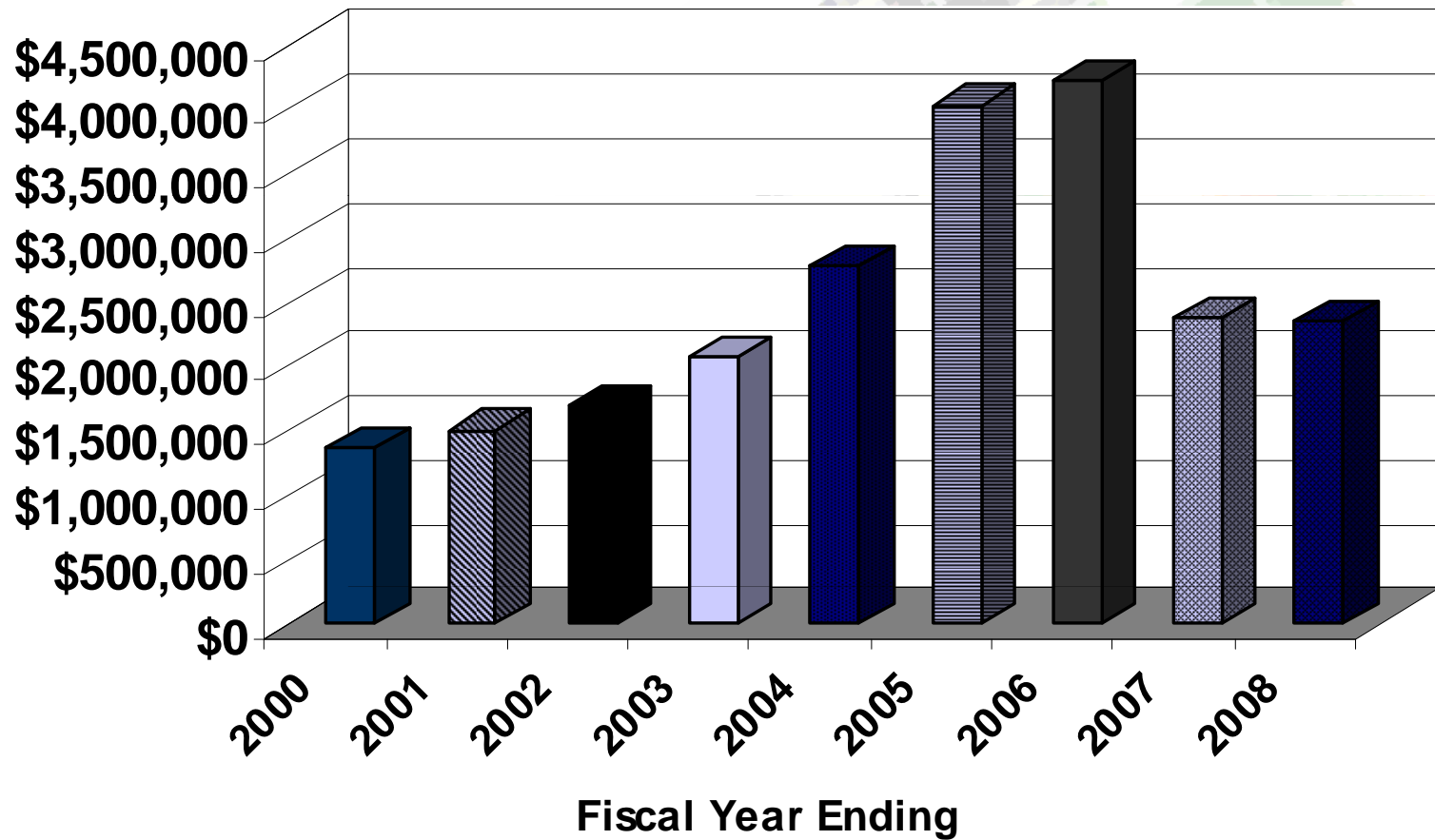
Local Discretionary Sales Surtax Historical Revenues



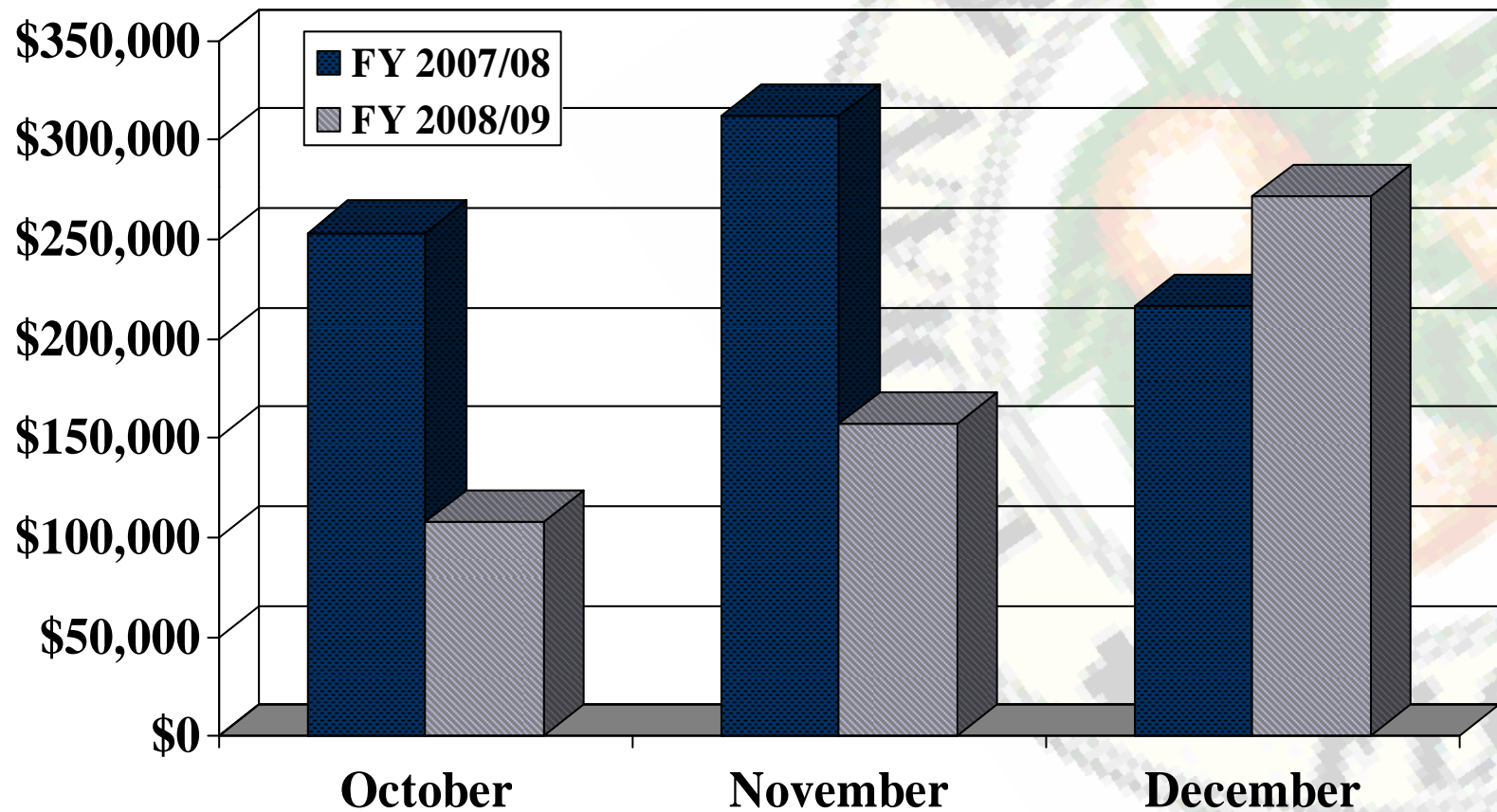
Summary of Estimate Reductions

State Estimate	County Estimate
\$30,985,057 Original Est.	\$29,578,288 Original Est.
<u>\$28,434,106</u> Nov. Revision	<u>\$28,434,106</u> Nov. Revision
\$2,550,951 Total Loss	\$1,144,182 Total Loss

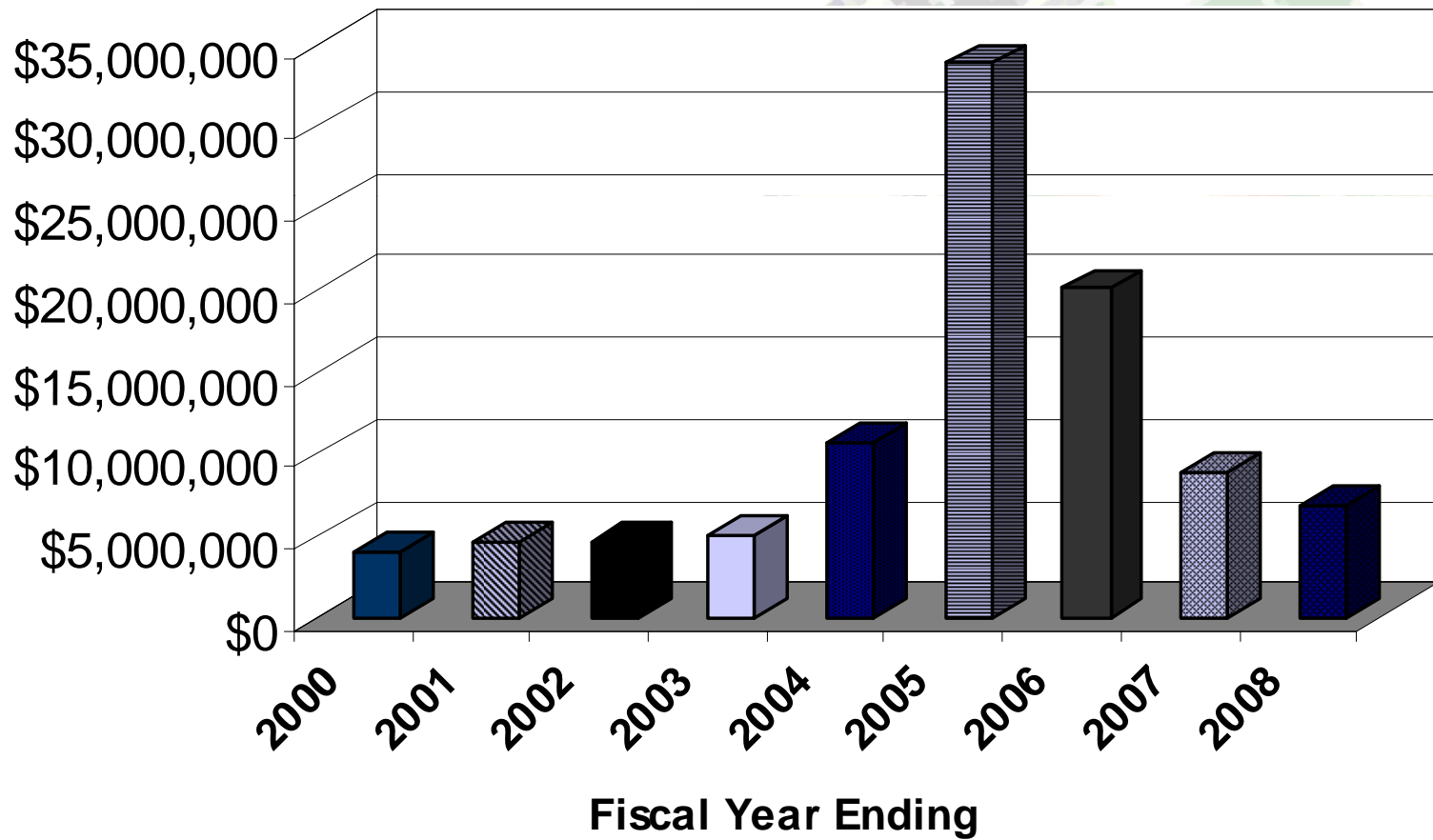
Building Permit Historical Revenues



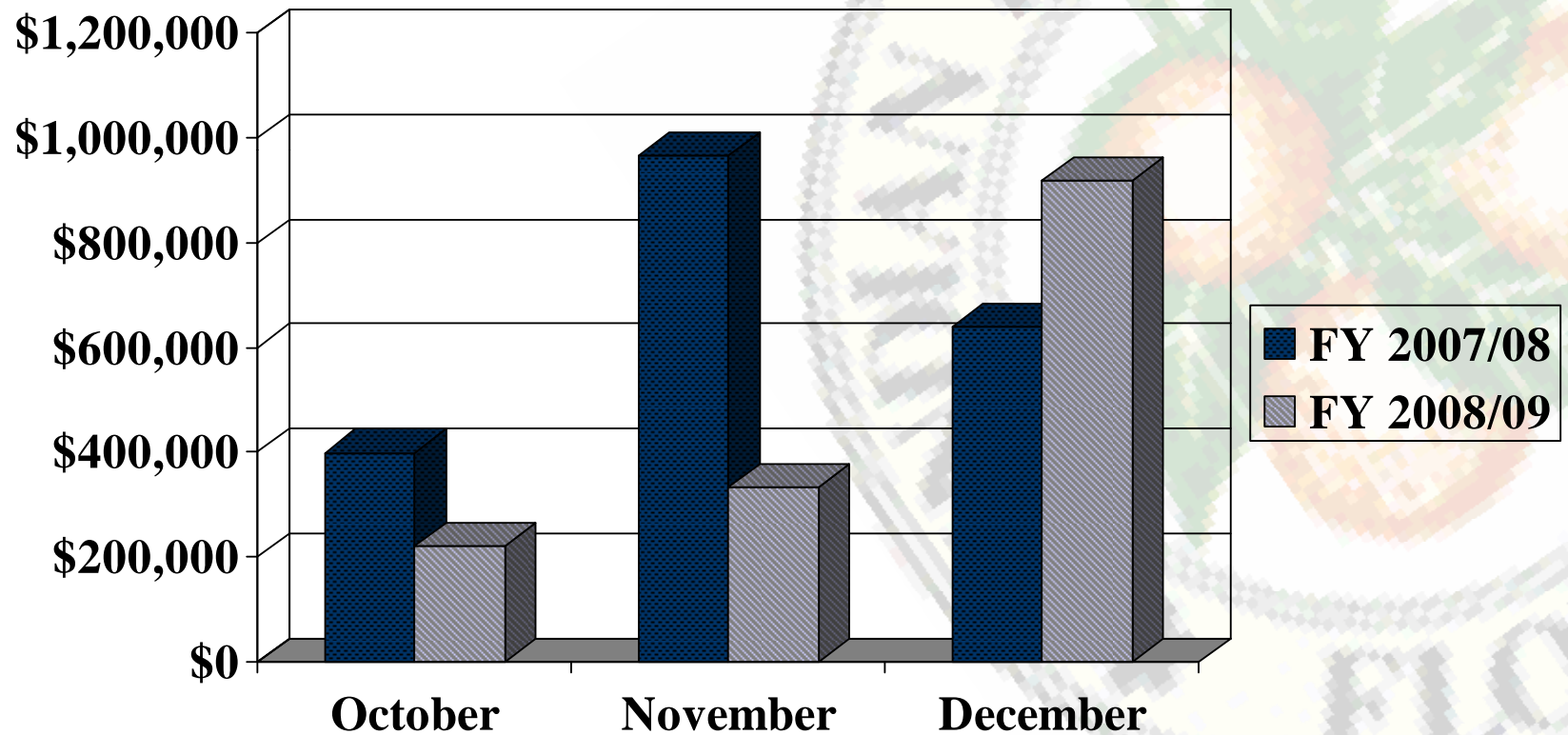
Building Permit Historical Revenues



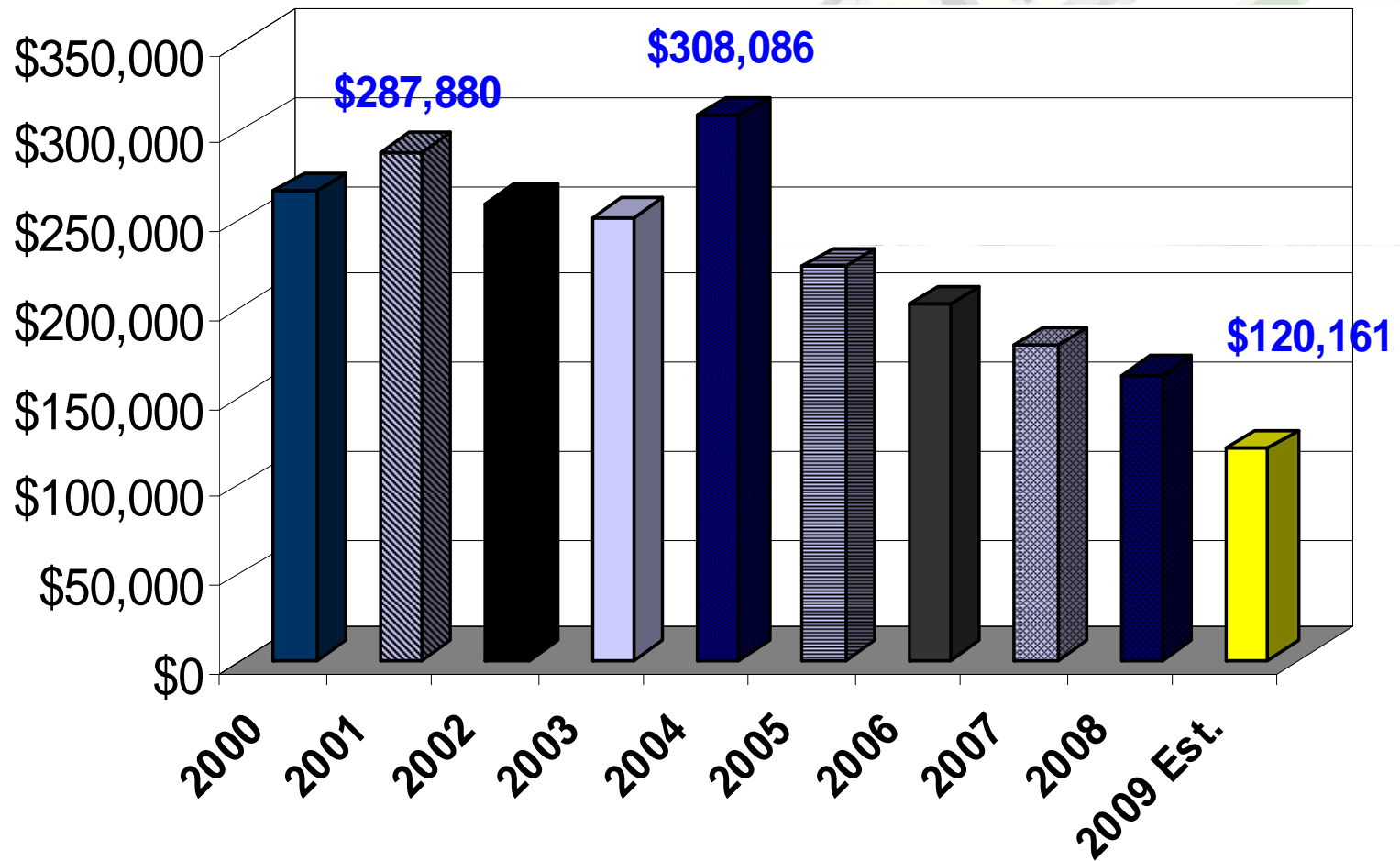
Traffic Impact Fee Historical Revenues



Traffic Impact Fee Historical Revenues



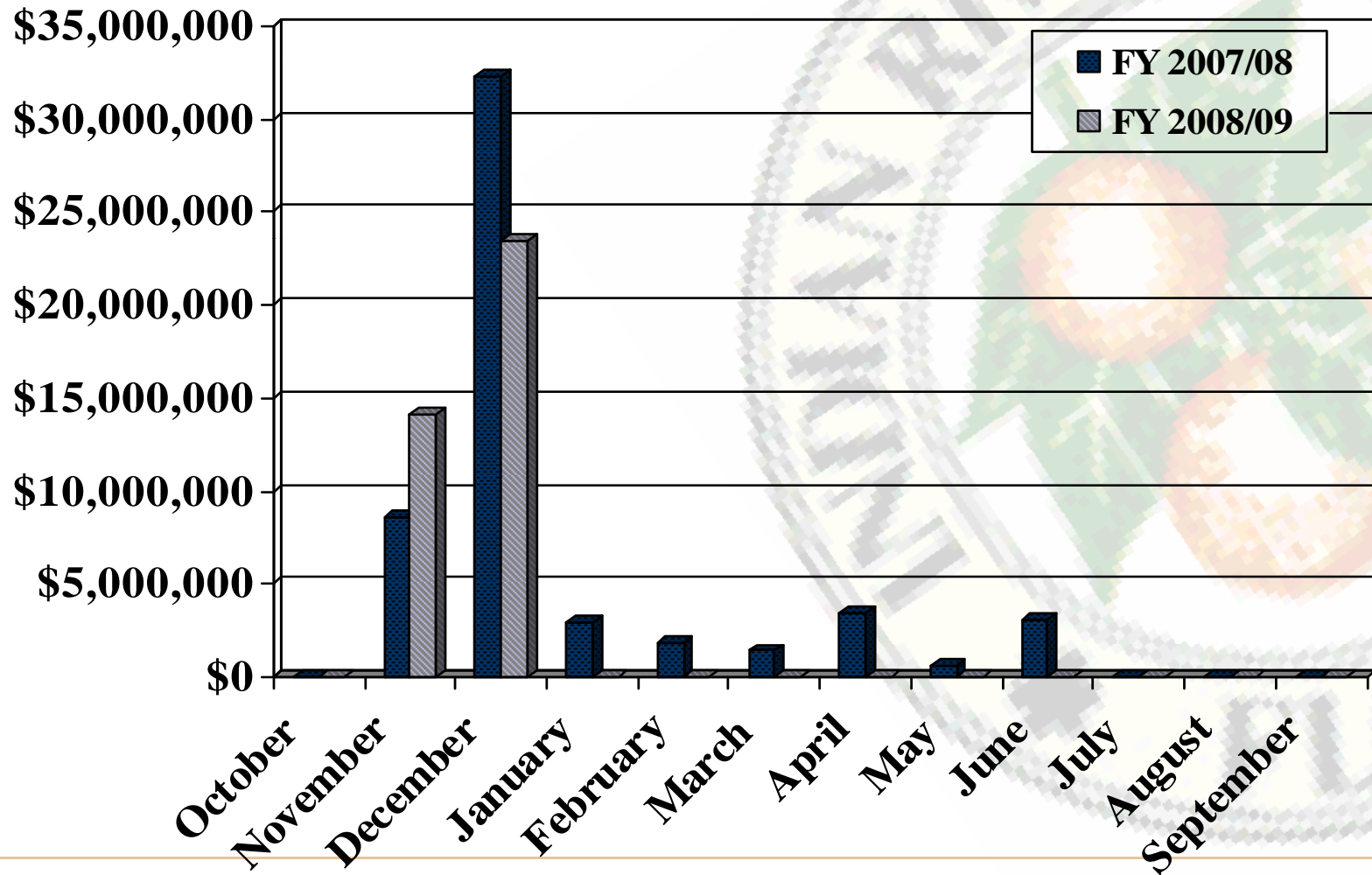
State Aid to Libraries Grant



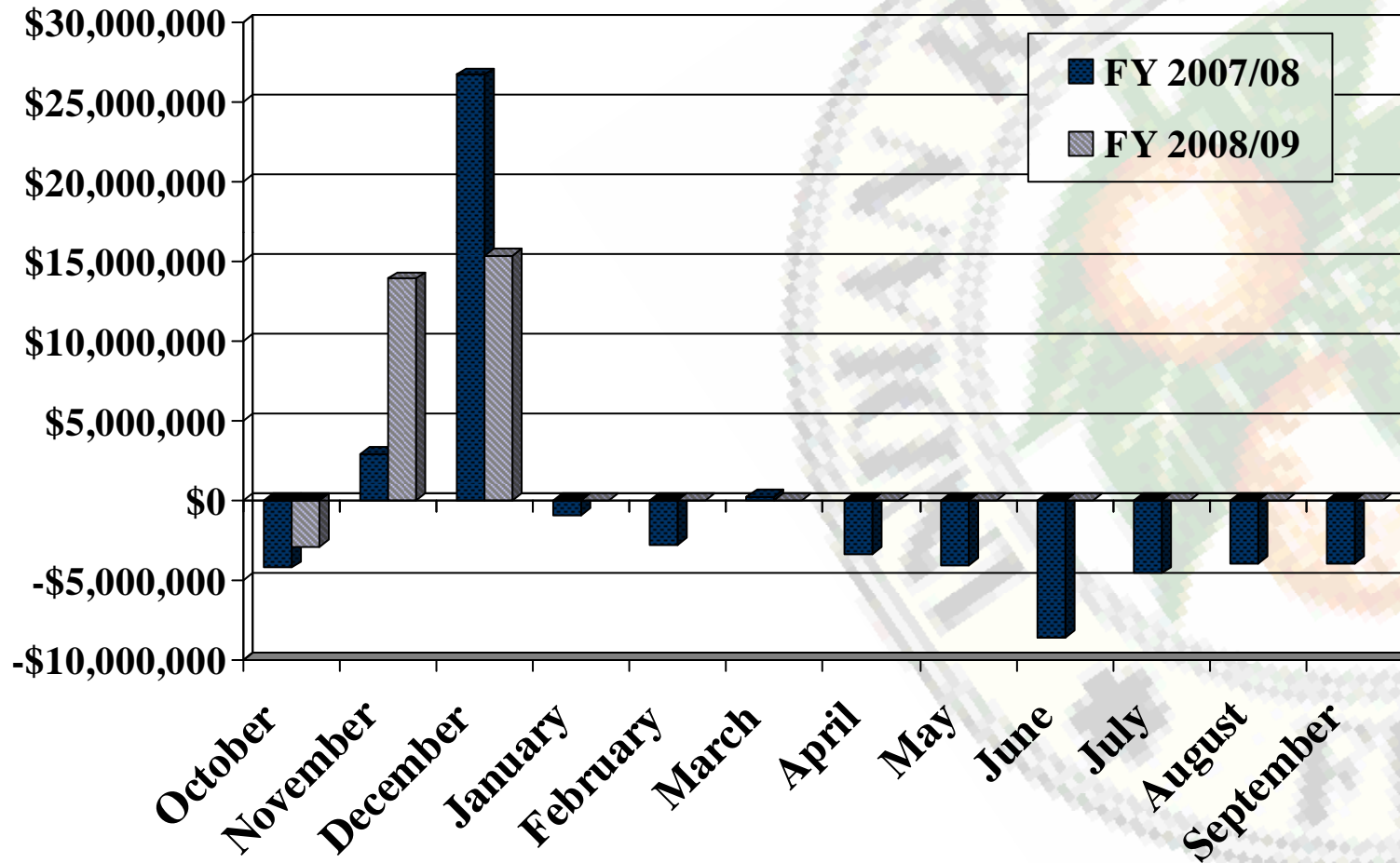
Percentage of Ad Valorem Revenues Received by Month (Cumulative)

Month	2007/08	2008/09	Difference
October	0.0%	0.0%	0.0%
November	15.3%	26.2%	10.9%
December	72.8%	69.7%	(3.1%)
January	78.1%		
February	81.5%		
March	84.0%		
April	90.2%		
May	91.2%		
June	96.7%		
July	96.7%		

Ad Valorem Revenues Received General Fund



General Fund Change in Cash Balance



Revenues & Expenses vs. Budget 1st Quarter

<u>Fund</u>	<u>Revenues</u>	<u>Expenses</u>
General	54.7%	30.7%
M.S.T.U.	38.9%	23.8%
Transportation	20.7%	20.7%
ESD	67.2%	25.0%

County's Response

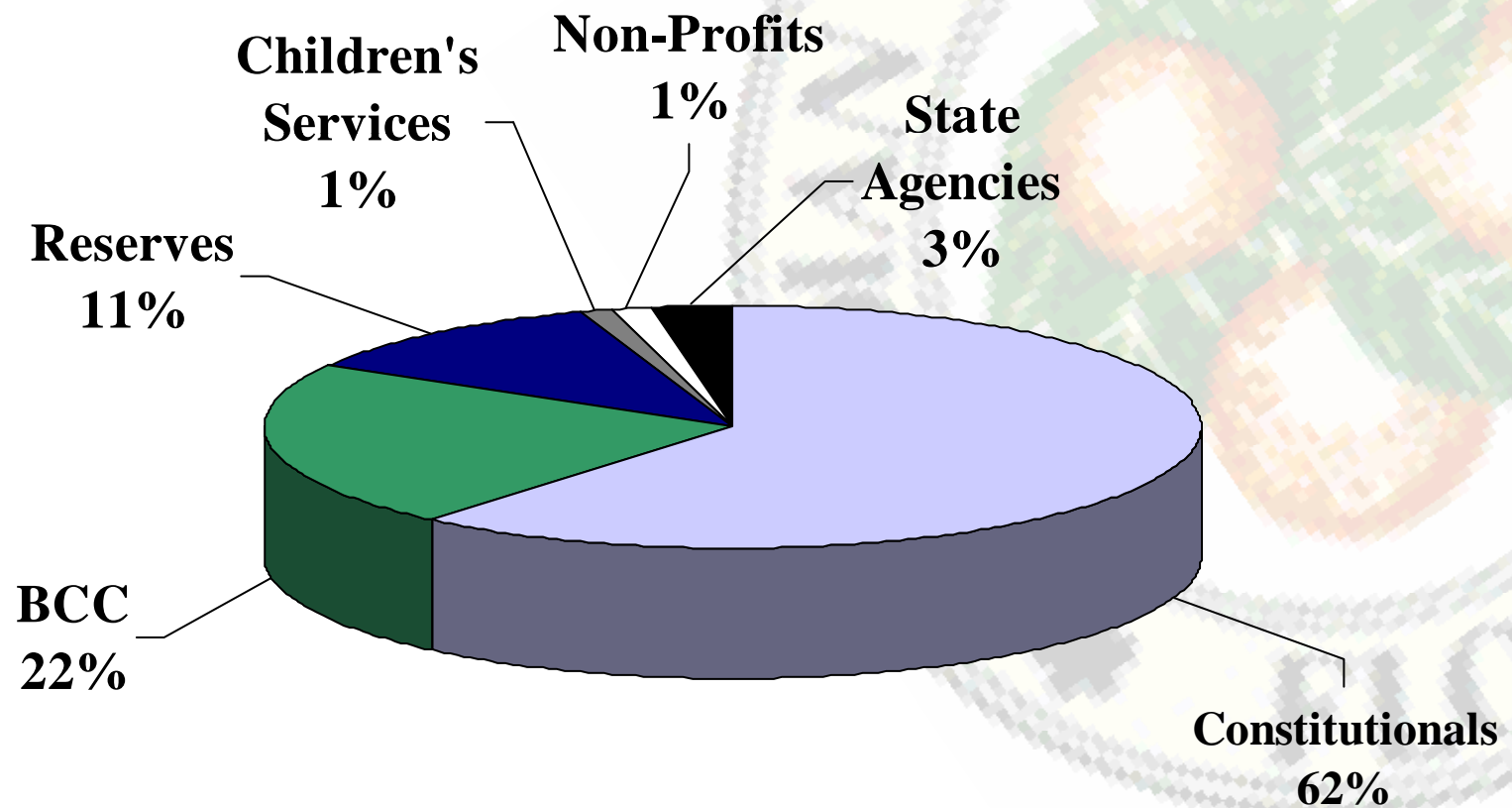
- Budget Amendment to reduce revenues and reserve for contingency by \$629,026
- Hiring freeze (since May 2007) 34 vacant positions
- Freeze transfers from fuel accounts
- Consider mid-year departmental budget cuts
- Prioritize County services for possible mid-year cuts and development of 2009/10 budget

Revenue Losses from Projected Taxroll Reductions

	10% Taxroll Reduction	15% Taxroll Reduction	20% Taxroll Reduction
General Fund	\$5,380,500	\$8,070,750	\$10,761,000
M.S.T.U. Fund	\$1,107,618	\$1,661,427	\$2,215,236
E.S.D.	\$2,563,516	\$3,845,273	\$5,127,031
Subtotal	\$9,051,634	\$13,577,450	\$18,103,267
Land Acquisition	\$237,914	\$356,871	\$475,828
2004 Land Acq.	\$501,951	\$752,926	\$1,003,902
Total Reduction	\$9,791,499	\$14,687,247	\$19,582,997

General Fund Expenses by Category

FY 2008/09



General Fund Expenses by Category

FY 2008/09

Constitutionals	\$50,064,846
BCC	\$18,363,727
Reserves	\$9,281,225
State Agencies	\$2,189,666
Non-Profits	\$1,192,520
Children's Services	\$882,700
Total	\$81,974,684

Challenges Moving Forward

- West Brackett Library
- Fire Station #12
Est. \$1.6 Million Annually
- Economy, revenues continuing to drop off
- Increased need for services – Medicaid, Libraries, Law Enforcement, ALS, Non-Profits, Etc.

Major Departments – Prioritize Services?

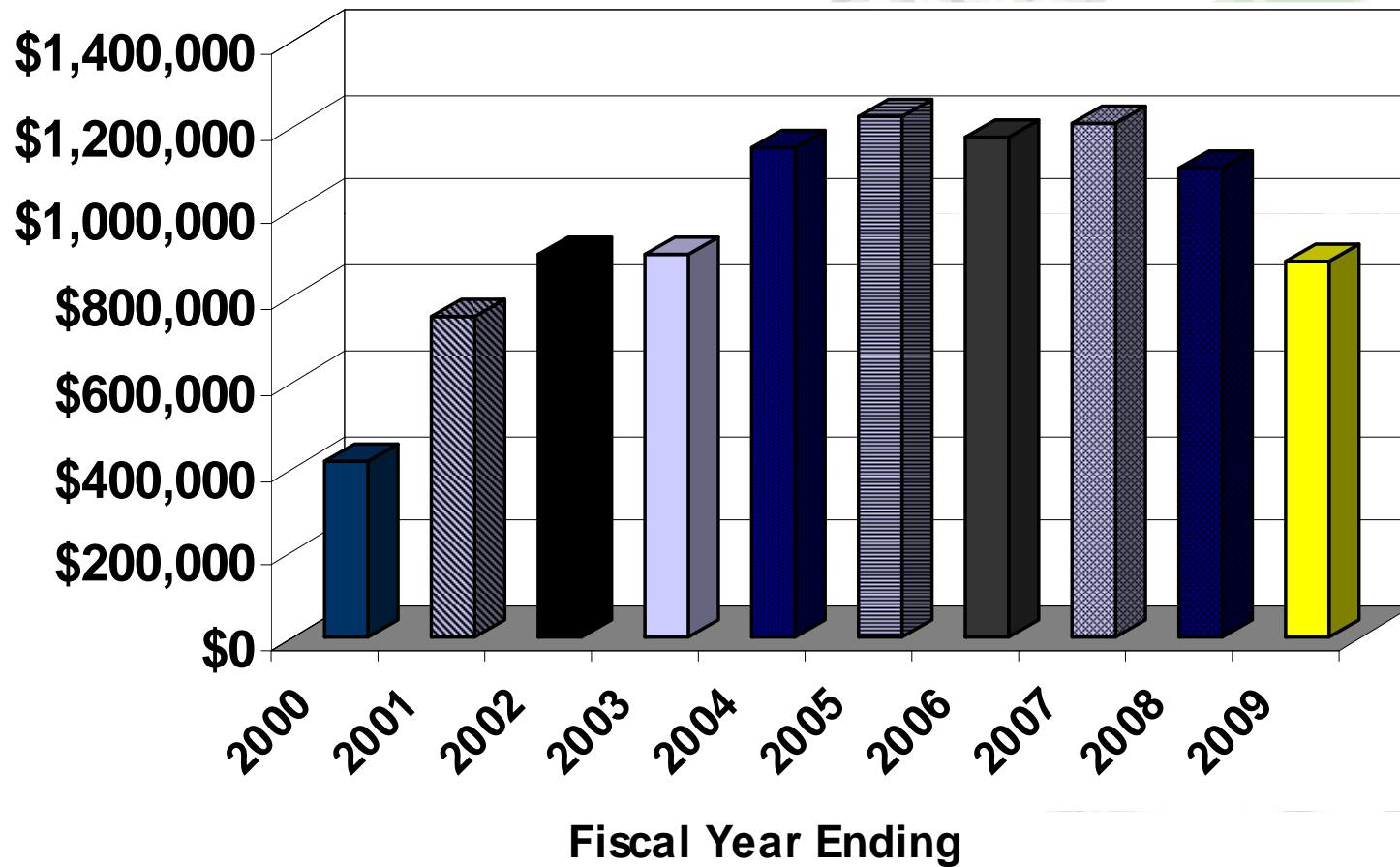
- Constitutionals
- State Agencies
- Non-Profits
- General Services
- Public Works
- Utilities
- Community Development
- County Attorney
- Emergency Services
- Human Resources
- Management & Budget
- County Administrator
- Recreation
- Geographic Information System
- Leisure Services
- Youth Guidance
- Human Services



Questions/Comments

Fiscal Year
2008/2009 Mid-year
Budget Review
January 2009

Children's Services Funding History



Monthly Fuel Expenses

