



# Town of Southwest Ranches, FL

Fiscal Year 2018/2019

Wednesday, September 12, 2018 @ 6pm

**Final Fire Assessment Rate Adoption**

**Final Solid Waste Assessment Rate Adoption**

**Tentative (1<sup>st</sup> Public Hearing) Millage Adoption**

**Tentative (1<sup>st</sup> Public Hearing) Budget Adoption**



***Town Council***

***Doug McKay, Mayor***

***Freddy Fisikelli, Vice Mayor***

***Steve Breitkreuz, Council Member***

***Gary Jablonski, Council Member***

***Denise “Dee” Schroeder, Council Member***

***Town Administration***

***Andrew D. Berns, MPA, Town Administrator***

***Russell C. Muniz, MBA, MPA, MMC, Assistant Town Administrator/Town Clerk***

***Keith M. Poliakoff, JD, Town Attorney***

***Martin D. Sherwood, CPA, CGMA, CGFO, Town Financial Administrator***

# Summary of FY 2018/2019 Revised Proposed Rates and Fees Compared to Adopted FY 2017/2018

## Adopted FY 2018: Rate/Fee

- ▶ Fire Assessment: \$70.36 increase (approx. 16% per residential dwelling unit) from FY 2017: \$448.13 adopted
- ▶ Solid Waste: \$65.79 or greater (overall average of an approx. 27% increase throughout all residential parcel lot sizes)
- ▶ Operating Millage: 4.1017 mills
- ▶ TSDOR Millage: 0.3612 mills

Total Adopted: **4.4629 mills**

## Proposed FY 2019: Rate/Fee

- ▶ Fire Assessment: \$25.16 increase (approx. 4.9% per residential dwelling unit) from FY 2018: \$518.49 adopted
- ▶ Solid Waste: \$159.34 or greater (overall average of an approx. 37% increase throughout all residential parcel lot sizes)
- ▶ Operating Millage: 4.6167 mills
- ▶ TSDOR Millage: 0.3342 mills

Total Rev. Proposed: **4.9509 mills**  
(Original Proposed: 4.9890 mills)



# Town of Southwest Ranches, FL

Fiscal Year 2018/ 2019

Fire Assessment Rates

September 12, 2018

# Fire Assessment (Introduction):

Note: the 3 step assessment methodology is unchanged from the prior year (2012 Consultant study)

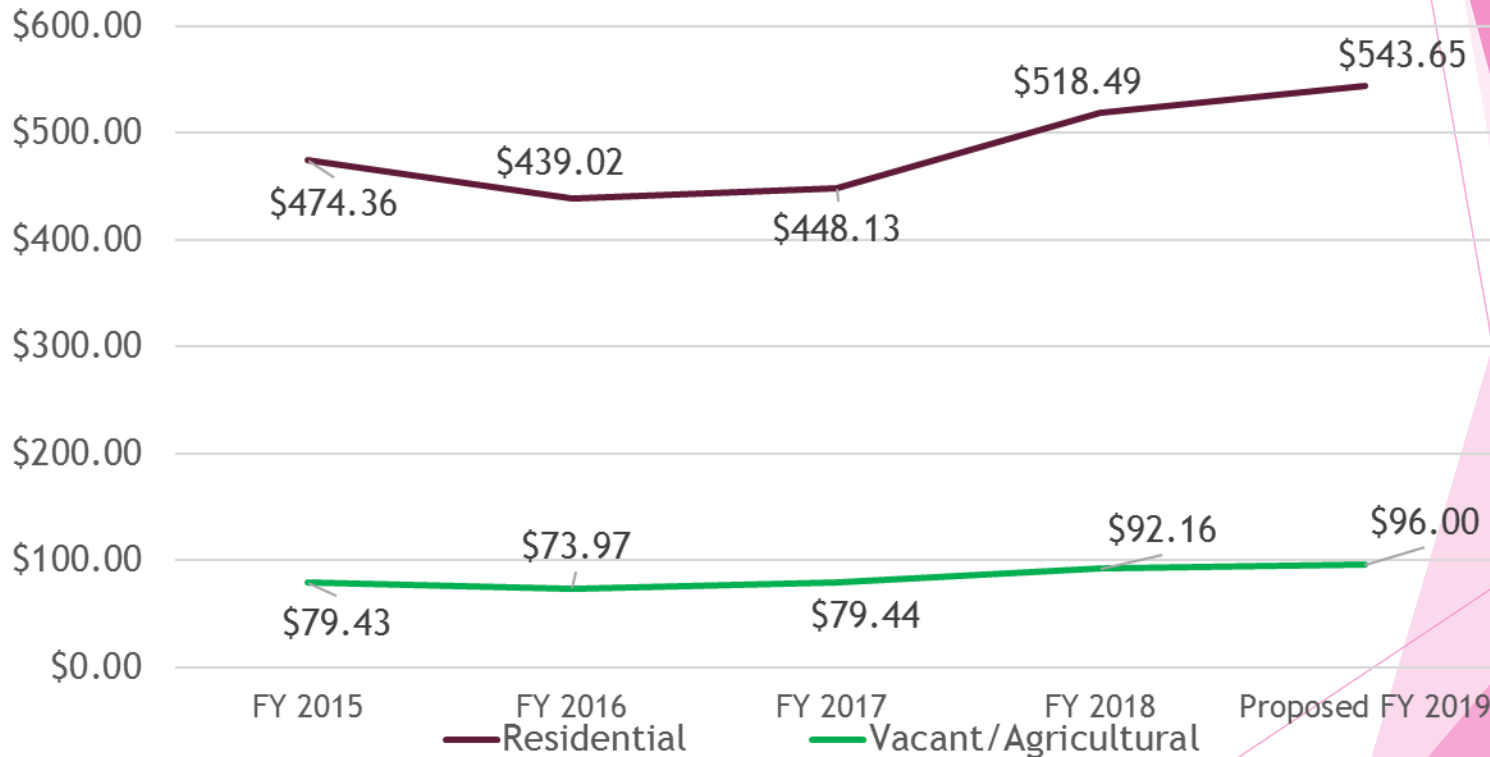
Proposed and Actual Rates (History) by Category

Municipal Rates Compared

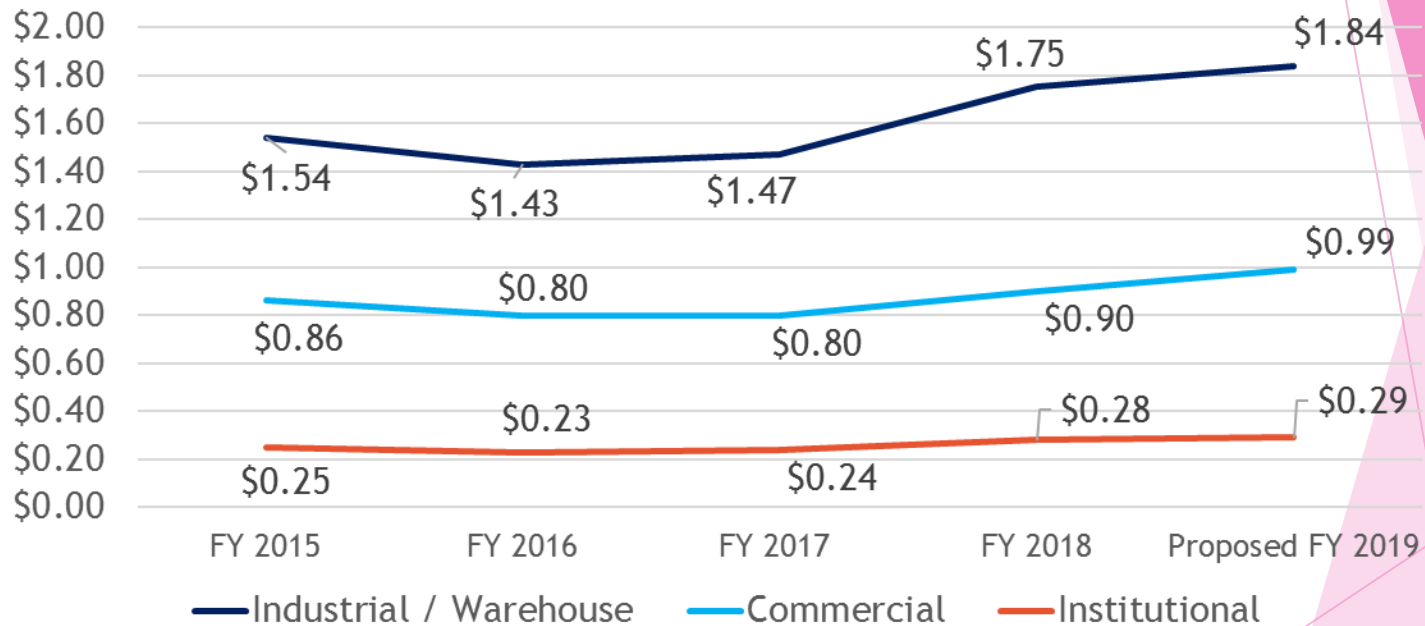
# Fire Assessment (Background)

- ▶ This assessment is permitted by Florida Statute Chapters 166.021 and 166.041 and is adopted by Town Ordinance 2001-09.
- ▶ Ordinance 2001-09 requires that the annual rate be established each fiscal year.

# Fire Assessment Residential and Acreage Category Rates Four Year History and Proposed FY 2019



# Fire Assessment Rate: Per Square Foot Building Area by Category Four Year History and Proposed FY 2019





## Broward County Municipal COMPARISONS - *Residential Fire Assessments Explained:*

- ❖ A number of municipalities subsidize fire protection assessment costs with property tax (General Fund) revenue. Actually, several do not even assess a fire protection assessment and therefore fund 100% from their General Fund. SWR policy does not subsidize any fire protection costs from its General Fund.
- ❖ The numbers provided to the Broward County Property Appraiser and provided here for service cost comparisons are not truly reflective of 100% full cost recovery for Fire Protection. For example, Sunrise indicated that their proposed Fire assessment represents only 70% of full cost recovery.
- ❖ Therefore, Municipalities with an unchanged assessment are likely subsidizing fire operations (in the case of shortfall) or utilizing fund balance to fund their Fire capital projects.
- ❖ Southwest Ranches proposes a revised increase of less than 5% to \$543.65 (a \$25.16 increase per residential dwelling unit - RDU). **Note:** vs. \$561.95 as originally proposed resulting in a \$18.30 per RDU savings.

## Municipal Residential Fire Rates compared (rank based FY 2019 Proposed fee)

		<b>FY 2018 Actuals</b>	<b>FY 2019 Proposed</b>	<b>% Change: Increase</b>
1	Southwest Ranches	\$518.49	\$543.65	4.85%
2	Lauderhill	\$460.00	\$488.00	6.09%
3	Weston	\$433.97	\$448.21	3.28%
4	West Park	\$447.86	\$447.86	0.00%
5	Miramar	\$372.84	\$398.23	6.81%
6	Tamarac	\$350.00	\$350.00	0.00%
7	Lauderdale Lakes	\$321.00	\$333.84	4.00%
8	Margate	\$300.00	\$300.00	0.00%
9	Hollywood	\$222.00	\$285.00	28.38%
10	Pembroke Pines	\$271.48	\$271.79	0.11%
11	Ft Lauderdale	\$256.00	\$256.00	0.00%
12	Hallandale Beach	\$198.00	\$251.11	26.82%
13	Parkland	\$220.00	\$250.00	13.64%

## Municipal Residential Fire Rates Compared (con't) (rank based FY 2019 Proposed fee)

		FY 2018 Actuals	FY 2019 Proposed	% Change: Increase
14	Dania Beach	\$223.75	\$223.75	0.00%
15	Wilton Manors	\$214.72	\$219.24	2.11%
16	N Lauderdale	\$215.00	\$215.00	0.00%
17	Pompano Beach	\$163.00	\$210.00	28.83%
18	Sunrise	\$209.50	\$209.50	0.00%
19	Davie	\$196.00	\$206.00	5.10%
20	Coral Springs	\$180.00	\$200.00	11.11%
21	Oakland Park	\$199.00	\$199.00	0.00%
22	Coconut Creek	\$177.79	\$181.35	2.00%
23	Deerfield Beach	\$175.00	\$175.00	0.00%
24	Cooper City	\$161.28	\$161.28	0.00%
25	Lighthouse Point	\$120.34	\$134.50	11.77%
26	Lauderdale-By-The-Sea	\$129.85	\$129.85	0.00%

# FY 2018-2019 FINAL FIRE ASSESSMENT RATE ADOPTION

Public Comment then Questions, Comments, Direction  
and Voting from Town Council





# Town of Southwest Ranches

Fiscal Year 2018 / 2019

Solid Waste Rates

September 12, 2018

# **Solid Waste (Garbage) Assessment (Background):**

- ▶ Permitted by Florida Statute Chapters 197.3632.
- ▶ Annual rate establishment required by Town Ordinance 2002-08.

# Proposed Solid Waste Rates for FY 18/19 (with changes from assessed FY 17/18)

## Based On Consultant Study

Assessment Range	Lot Sq. Ft.		Number of Units in Range	Solid Waste Cost Per Unit	Bulk Waste Cost Per Unit	<i>Total Proposed Rates FY 18/19</i>	<i>Total Assessed Rates FY 17/18</i>	Difference: Increase
A	-	41,200	406	\$ 318.95	\$ 295.83	\$ 614.78	\$ 455.44	\$ 159.34
B	41,201	46,999	426	\$ 318.95	\$ 347.18	\$ 666.13	\$ 491.08	\$ 175.05
C	47,000	62,999	414	\$ 318.95	\$ 418.34	\$ 737.29	\$ 541.97	\$ 195.32
D	63,000	95,999	449	\$ 318.95	\$ 454.03	\$ 772.98	\$ 564.47	\$ 208.51
E	96,000	106,999	460	\$ 318.95	\$ 505.93	\$ 824.88	\$ 605.47	\$ 219.41
F	107,000	>107,000	429	\$ 318.95	\$ 629.42	\$ 948.37	\$ 683.60	\$ 264.77

# Solid Waste Impact

- ▶ Over the past five years (FY 2013-2017) the solid waste collection rate has decreased by nearly 35% and the contractual agreement ended. After going to bid in FY 2017, establishing numerous contacts, and substantial negotiation, the lowest responsive and responsible bidder required significant cost of service increases (73%) to offer the services.
- ▶ The adopted Residential rates in FY 2018 was “smoothed” and increased only approximately 27% over all property categories with the utilization of \$300,894 in unrestricted Solid Waste Fund net position.



# Solid Waste Impact (continued)

- ▶ The FY 2019 proposed average increase is approximately 37% over all property categories and will result in full cost recovery for mandated contractual adjustments including CPI and Fuel indices as well as conservatively includes the maximum exposure for a potential “true-up” generation factor.
- ▶ On a positive note, the proposed FY 2019 rate for all ranges average higher than all the property rate ranges retroactive from FY 2012 by an overall average of less than 14% (or approximately 2% increase annually per year over the past seven years)!
- ▶ Finally, future year changes will only be dependent upon contractual adjustments to remain a fully user based funded operation in accordance with generally accepted governmental accounting standards (GAGAS).

# FY 2018-2019 FINAL SOLID WASTE ASSESSMENT RATE ADOPTION

Public Comment then Questions, Comments, Direction and Voting from Town Council





# Town of Southwest Ranches

Fiscal Year 2018 / 2019

Tentative Millage Rate - 1st Public Hearing

September 12, 2018

# Property Tax / Millage - Introduction:

1. Millage comparison for TSDOR  
(FY 2018 vs FY 2019)
2. Municipal Rates Compared
3. SWR Millage % to Total Direct and Overlapping  
Millage

**Note: The tentative millage proposed tonight reflects a millage and net expenditure decrease of .0381 and \$51,313 respectfully, pursuant to council direction received during our August 21, 2018 budget workshop.**

# **SOUTHWEST RANCHES PROPOSED MILLAGE RATE FOR ROAD RESURFACING, RESTORATION, AND REHABILITATION (TSDOR)**

<b>Fiscal Year</b>	<b>Cost</b>	<b>Net Millage Equivalent</b>
<b>FY 2017/2019</b>	<b>\$450,000</b>	<b>0.3342 mills</b>
<b>FY 2016/2018</b>	<b>\$495,000</b>	<b>0.3612 mills</b>

# MILLAGE COMPARISON NARRATIVE:

Currently, (FY 2018) Southwest Ranches (Operating Millage plus TSDOR Millage) is the 7<sup>th</sup> lowest combined operating and debt millage rate in Broward County (excluding Unincorporated Broward County).

The Proposed FY 2019 Millage Rate, including TSDOR, moves the relative position of SWR to 8<sup>th</sup> lowest of 31 Municipalities.

However, the relative position of Southwest Ranches among Broward County Municipalities still remains approximately within the upper 25<sup>th</sup> percentile (25.81%). Twenty-three Municipalities (74.19%) are proposing millage rates higher than SWR for Fiscal Year 2018 – 2019.

**Municipal Millage Rate Comparisons**  
*(ranked by FY 2019 PROPOSED COMBINED MILLAGES)*

	<b>Municipality</b>	<b>FY 18 Actual</b> Operating and Debt Millage	<b>FY 19 Proposed</b> Operating and Debt Millage
1	Weston	2.3900	3.3464
2	Hillsboro Beach	3.5000	3.5000
3	Lauderdale-By-The-Sea	3.5989	3.5989
4	Lighthouse Point	3.7803	3.7623
5	Ft Lauderdale	4.1884	4.3288
6	Lazy Lake	4.7931	4.7940
7	Parkland	3.9780	4.8000
8	Southwest Ranches	4.4629	4.9509
9	Pompano Beach	4.9865	5.6236
10	Oakland Park	6.0985	5.9985
11	Davie	5.8485	6.0121
12	Coral Springs	6.1485	6.1384
13	Dania Beach	6.1909	6.1758
14	Pembroke Pines	6.1958	6.1958
15	Plantation	6.2380	6.2622
16	Sunrise	6.3838	6.3550

**Municipal Millage Rate Comparisons**  
*(ranked by FY 2019 PROPOSED COMBINED MILLAGES)*

	<b>Municipality</b>	<b>FY 18 Actual Operating and Debt Millage</b>	<b>FY 19 Proposed Operating and Debt Millage</b>
17	Wilton Manors	6.4854	6.4548
18	Deerfield Beach	6.5007	6.5007
19	Coconut Creek	6.5378	6.5378
20	Hallandale Beach	5.7998	6.7353
21	Margate	7.0593	7.0593
22	Miramar	6.7654	7.1172
23	Cooper City	7.2678	7.2343
24	Tamarac	7.2899	7.2899
25	No. Lauderdale	7.4000	7.4000
26	Sea Ranch Lakes	7.5000	7.5000
27	Hollywood	7.6992	7.6992
28	Pembroke Park	8.5000	8.5000
29	West Park	8.6500	8.6500
30	Lauderdale Lakes	9.5950	9.6950
31	Lauderhill	9.5364	9.9362



**Town of Southwest Ranches, Florida**  
**Direct and Overlapping Property Tax Rates (SWR FY 19 Proposed)**  
*(rate per \$1,000 of assessed taxable value)*

**NOTE: Property Owners are also subject to SWBDD and CBWMD assessments which are NOT Millage based**

Fiscal Year	Direct Southwest Ranches Operating (Incl. TSDOR) Millage	Overlapping Rates <sup>1</sup>						Total Direct and Overlapping Millage
		Broward County	Broward County School Board	South Florida Water Mgmt.	South FIN District <sup>2</sup>	Children's Services Council	South Broward Hospital District	
2019	4.9509	5.6690	6.4029	0.2936	0.0320	0.4882	0.1414	17.9780
%	27.54%	31.53%	35.62%	1.63%	0.18%	2.72%	0.79%	100.00%

**Notes:**

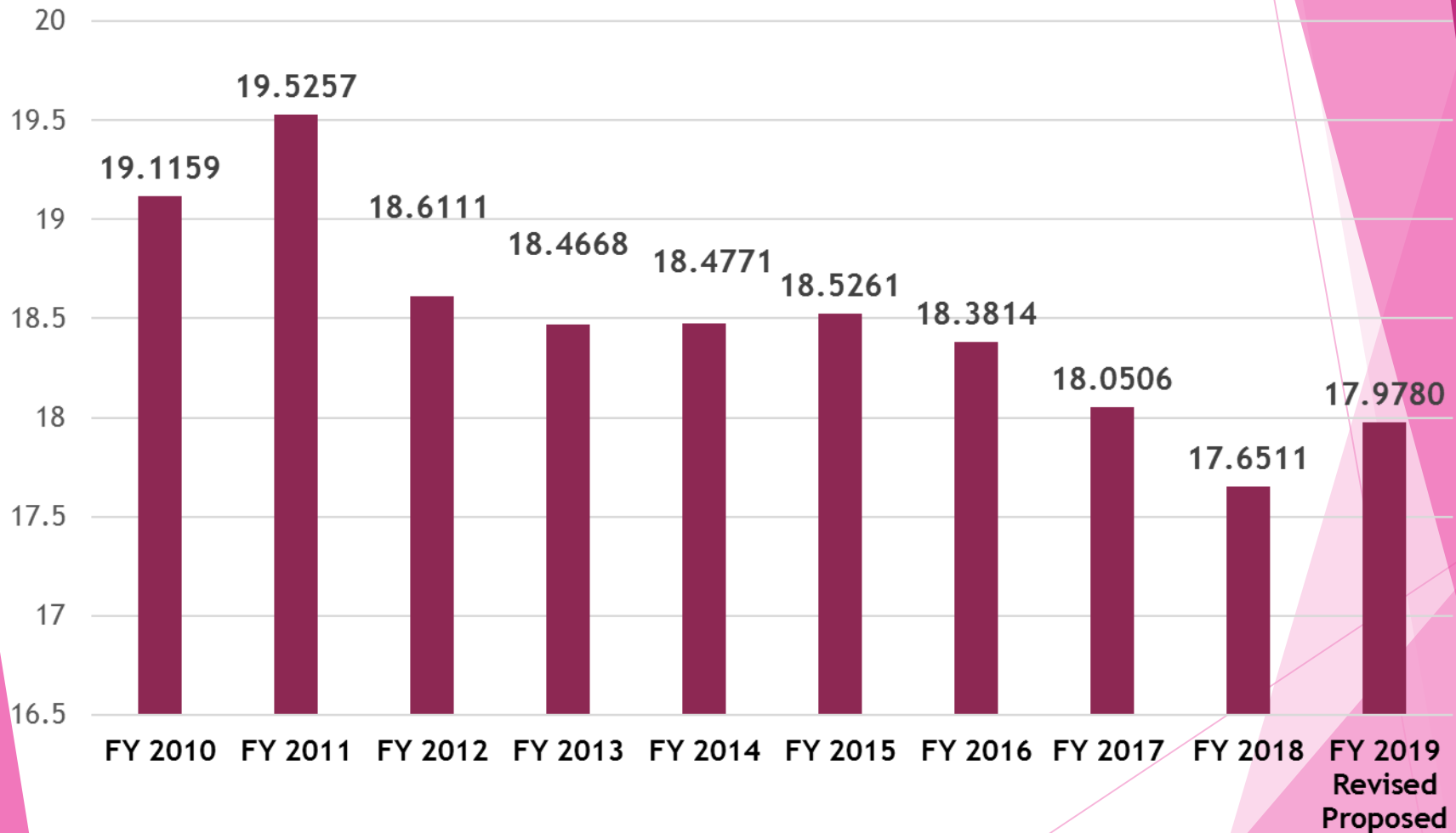
<sup>1</sup> Overlapping rates are those of governments that overlap the Town's geographic boundaries.

<sup>2</sup> Florida Inland Navigational District.

**Data Source:**

Broward County Property Appraiser Office.

# Combined Mill Rate History (Adopted) for Southwest Ranches - All taxing authorities



# FY 2018-2019 TENTATIVE MILLAGE ADOPTION

Public Comment then Questions, Comments,  
Direction and Voting from Town Council





# Town of Southwest Ranches

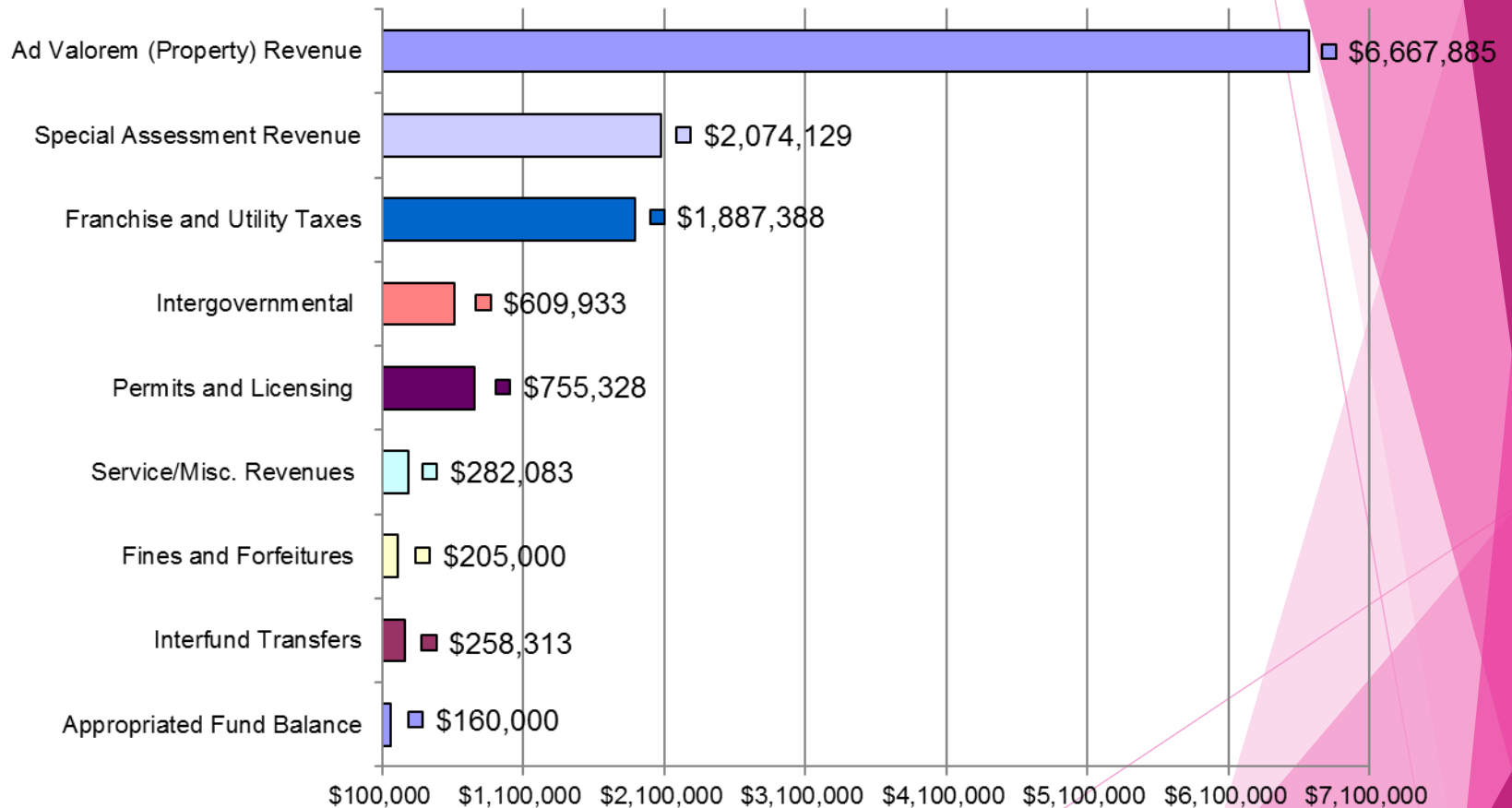
**Fiscal Year 2018 / 2019**

**Tentative Budget - 1st Public Hearing**

**September 12, 2018**

# Southwest Ranches Proposed FY 2018/2019 budget Total General Fund Revenues: \$12,900,059

## Where do the funds come from?

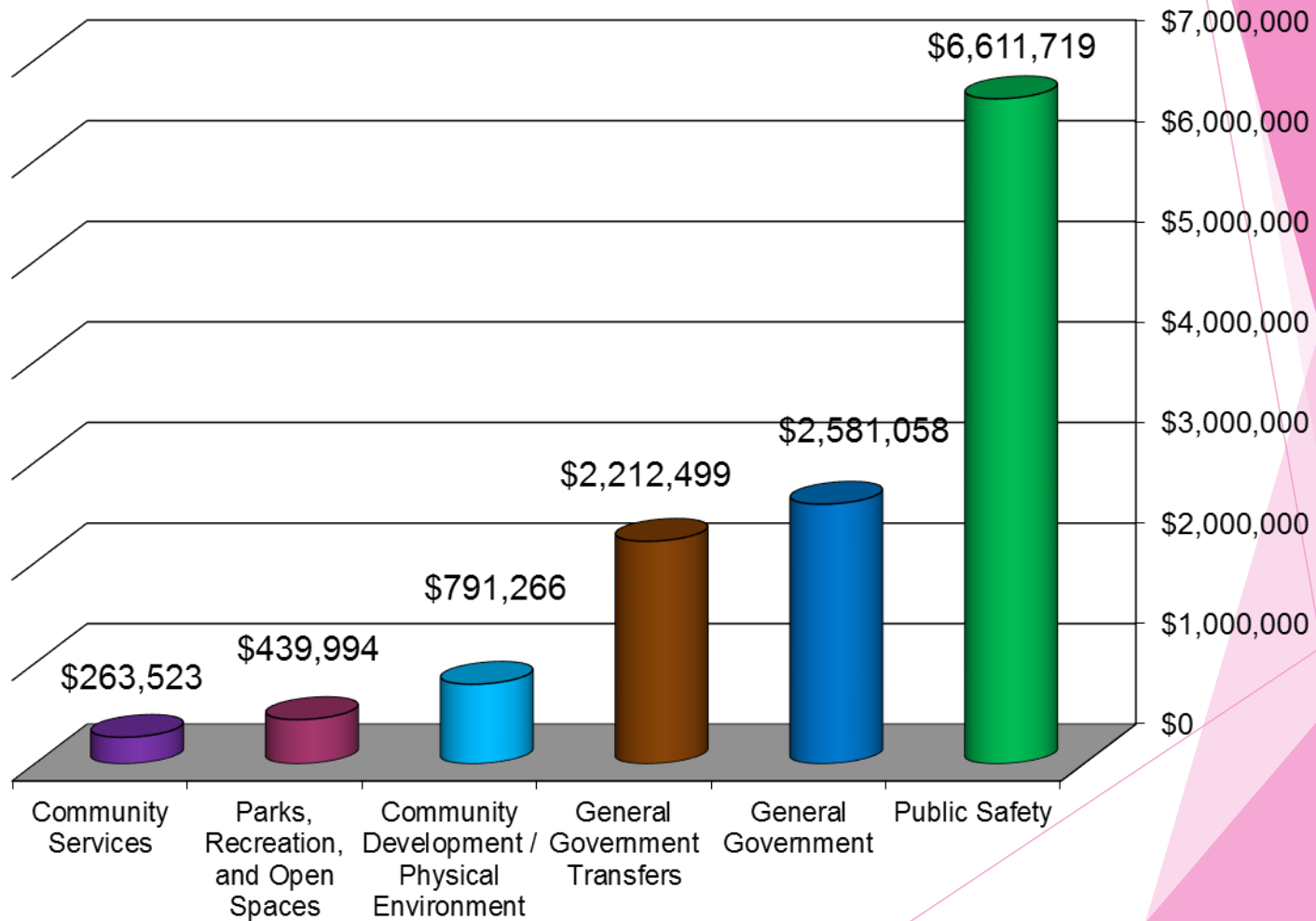


# Southwest Ranches

## Proposed FY 2018/2019 budget

Total General Fund Expenditures by Function: \$12,900,059

### Where Do The Funds Go?



# General Budget Assumptions

- Summary Document
- Keeping Rates As Low As Possible While Meeting Costs
- No Additional Borrowing
- Conservative Projections - Revenues and Expenses
- Maintaining Service Levels While Addressing Council Policies as well as Priorities

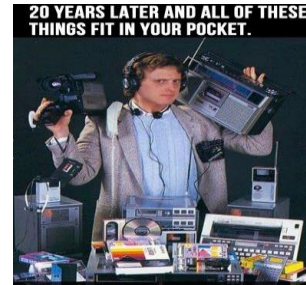
# Program Modifications Funded (8 in total):

- Information Technology Replacement Program (\$13,000)
- GIS Technician Services (\$20,000)  
*(no millage impact)*
- Code Enforcement-Level of Service Increase (64,816)
- Volunteer Fire Department safety equipment: *(all below have no millage impact but do have Fire Assessment impact)*

Fire Apparatus Replacement Program  
(\$25,000)

Communication Equipment  
Replacement/Upgrade (\$40,192)

SCBA Bottle Replacement (\$3,045)





# ***Program Modifications Funded (continued):***

- Bunker Gear Replacement Program (\$2,808)  
*(no millage impact but does have Fire Assessment impact)*



- Volunteer Fire Department Increase in Shift Personnel (\$42,942)  
*(no millage impact but does have Fire Assessment impact)*

# ***Eight (8) Capital Improvement Projects Funded Include:***

- Fire Wells Replacement and Installation *(no millage impact but does have Fire Assessment impact)*
- Public Safety - Fire Rescue Modular Complex Improvements *(no millage or Fire Assessment impact)*
- Fire Station Alerting System *(no millage impact but does have Fire Assessment impact)*
- Progress on Frontier Trails Conservation Area
- Town Hall Complex Safety, Drainage, and Mitigation Improvements *(no millage impact)*
- Transportation Projects: 1) Transportation Surface Drainage Ongoing Rehabilitation (TSDOR), 2) Drainage Improvements, and 3) Pavement Striping and Markers Program. **Reminder:** TSDOR expenses, however, require funding separate from the regular operating millage.



# FY 2018-2019 TENTATIVE BUDGET ADOPTION

Public Comment then Questions, Comments, Direction  
and Voting from Town Council

