



TO: Honorable Mayor & Members of the
Fort Lauderdale City Commission

FROM: Lee R. Feldman, ICMA-CM, City Manager

DATE: November 19, 2013

TITLE: Resolution approving the final FY 2013 consolidated budget amendment

Recommendation

It is recommended that the City Commission adopt a resolution amending the Fiscal Year 2013 Final Operating Budget.

Background

The FY 2013 Budget requires a final budget amendment for correct accounting purposes and to correct a departmental overage for the fiscal year.

Finance

A. Transfer between funds – General Fund to Special Assessment Fund - Adjustment of accounting treatment - Expenditure adjustments for final internal loan balances - \$1,334,737.66

In the past years, the City used internal loans from the Investment Pool Fund to pay for various special assessment projects. The loans were made prior to the implementation of GASB Statement No. 34 and the City did not record the prior-period adjustment as prescribed by the transition guidance for complying with the accounting change. The external auditors recommended that the City record the applicable accounting entries pursuant to the requirements of GASB Statement No. 34.

Staff recommends the City Commission amend the FY 2013 Final Operating Budget by amending the appropriate accounts in the amount of \$1,334,737.66 to facilitate the compliance with current accounting standards. Principal Bridgeside Square loan (\$1,183,691), Principal Harbor Inlet loan (\$18,173.98), and Principal Harbor Beach loan (\$132,872.68).

Parks and Recreation

B. Transfer between operating and capital budgets – General Fund and General Capital Projects Fund – Citywide Facilities Condition Assessment - \$300,000

The City is in the process of hiring a firm to conduct a citywide facilities condition assessment. This will enhance the City's ability to develop short, intermediate, and long term capital improvement strategies based on the needs of the community. It is recommended to move funding for this project into a capital project where it will be capitalized for correct accounting purposes.

Staff recommends the City Commission amend the FY 2013 Final Operating Budget and CIP by amending the appropriate accounts in the General Fund and the General Capital Projects Fund in the amount of \$300,000 to facilitate the completion of the Citywide Facilities Assessment project.

Public Works

C. Appropriation from fund balance – General Fund – To correct the departmental overage - \$85,000

During FY 2013, the Public Works Department experienced a slight overage in salaries and benefits and it is recommended to correct it at this time.

Staff recommends that the City Commission amend the FY 2013 Final Operating Budget by approving the expenditure adjustment for the Public Works Department by \$85,000.

D. Transfer between funds – Various Funds – Transfer of Fleet Reserves back to originating Enterprise funds - \$8,404,740

In an effort to more accurately and effectively account for fleet assets in the enterprise and selected internal service funds, staff is recommending to transfer the Fleet Fund reserves to the respective funds, where they originated. This transfer will allow the non-general funds to purchase and reserve funds for future vehicle replacements and maintain the assets in their own fund for correct fixed asset management and depreciation. This budgetary impact will not affect the operational flow of the fleet management.

Staff recommends the City Commission amend the FY 2013 Final Operating Budget by amending the appropriate accounts in the amount of \$8,404,740 to facilitate the transfer of the Fleet reserves to the enterprise and selected internal service funds where they originated.

Sustainable Development

E. Appropriation from fund balance – Tax Increment Revenue Bond Funds and Community Redevelopment Agency (CRA) Fund – Close out of 2004 Tax Increment Revenue Bond - \$2,850,064.83

Staff recommends the City Commission amend the FY 2013 Final Operating Budget by amending the appropriate accounts in the amount of \$2,850,064.83 to facilitate the reimbursement to the CRA operating fund for the bond eligible expenditures. In 2004, the Community Redevelopment Area (CRA) issued Tax Increment Revenue (TIR) Bonds for infrastructure, property acquisitions, and other improvements for the Northwest-Progresso-Flagler Heights Community Redevelopment Area. As of September 1, 2013, the bonds hit final maturity and were paid-in-full. However, there was \$2,850,064.83 in proceeds remaining in the bond accounts. During the close out of the fiscal year 2013, we identified several CRA projects eligible for funding with the bond proceeds, but were funded by the CRA operating fund. To facilitate the closing of the TIR bond funds, the remaining balance of \$2,850,064.83 should be transferred to the CRA operating fund as reimbursement to the fund for the bond eligible expenditures. This recommendation has been approved by the City's bond counsel and external auditors.

Resource Impact

Finance

A. Transfer between funds – General Fund to Special Assessment Fund - Adjustment of accounting treatment - Expenditure adjustments for final internal loan balances - \$1,334,737.66

Appropriate From:

FUND	SUBFUND	FUND NAME	INDEX #	INDEX NAME	OBJECT #	SUBJECT NAME	AMOUNT
001	01	General Fund	FD001	General Fund	9901	Anticipated Year End	1,334,737.66
TOTAL							1,334,737.66

Appropriate To:

FUND	SUBFUND	FUND NAME	INDEX #	INDEX NAME	OBJECT #	SUBJECT NAME	AMOUNT
001	01	General Fund	FD001	General Fund	132	Due from Special Assessment	1,334,737.66
TOTAL							1,334,737.66

Transfer From:

FUND	SUBFUND	FUND NAME	INDEX #	INDEX NAME	OBJECT #	SUBJECT NAME	AMOUNT
319	01	Special Assessments	FD319	Special Assessments	207	Due to General Fund	1,334,737.66
TOTAL							1,334,737.66

Transfer To:

FUND	SUBFUND	FUND NAME	INDEX #	INDEX NAME	OBJECT #	SUBJECT NAME	AMOUNT
319	01	Special Assessments	LN319.2P	Principal Bridgeside Square Loan	7103	Loan Principal	1,183,691.00
319	01	Special Assessments	LN319.3P	Principal Harbor Inlet Loan	7103	Loan Principal	18,173.98
319	01	Special Assessments	LN319.4P	Principal Harbor Beach Loan	7103	Loan Principal	132,872.68
TOTAL							1,334,737.66

Parks and Recreation

B. Appropriation between operating and capital budgets – General Fund and General Capital Projects Fund – Citywide Facilities Assessment - \$300,000

Transfer From:

FUND	SUBFUNI	FUND NAME	INDEX #	INDEX NAME	SUB		AMOUNT
					OBJECT #	SUBOBJECT NAME	
001	01	General Fund	PKR030601	Programming	3434	Improvement/Repair Materials	126,648.00
001	01	General Fund	PKR030601	Programming	3607	Natural/Propane Gas	108,828.00
001	01	General Fund	PKR030601	Programming	3799	Other Chemicals	64,524.00
TOTAL							300,000.00

Transfer To:

FUND	SUBFUNI	FUND NAME	INDEX #	INDEX NAME	SUB		AMOUNT
					OBJECT #	SUBOBJECT NAME	
001	01	General Fund	FD001	General Fund	9331	Transfer to General Capital Projects	300,000.00
TOTAL							300,000.00

Appropriate To

FUND	SUBFUNI	FUND NAME	INDEX #	INDEX NAME	SUB		AMOUNT
					OBJECT #	SUBOBJECT NAME	
331	01	General Capital Projects Fund	FD331	General Capital Projects	Q001	General Fund	300,000.00
TOTAL							300,000.00

Appropriate To:

FUND	SUBFUNI	FUND NAME	INDEX #	INDEX NAME	SUB		AMOUNT
					OBJECT #	SUBOBJECT NAME	
331	01	General Capital Projects Fund	P12006.331	City Facilities Assessment	6599	Construction	300,000.00
TOTAL							300,000.00

Public Works

C. Appropriation from fund balance – General Fund – To correct the departmental overage - \$85,000

Appropriate From:

FUND	SUBFUNI	FUND NAME	INDEX #	INDEX NAME	SUB		AMOUNT
					OBJECT #	SUBOBJECT NAME	
001	01	General Fund	FD001	General Fund	9901	Anticipated Year End	85,000.00
TOTAL							85,000.00

Appropriate To:

FUND	SUBFUNI	FUND NAME	INDEX #	INDEX NAME	SUB		AMOUNT
					OBJECT #	SUBOBJECT NAME	
001	01	General Fund	PBS040101	Engineering Administration	2299	Pension - Defined Contribution	32,000.00
001	01	General Fund	PBS040301	City Architect	1701	Sick termination Pay	20,000.00
001	01	General Fund	PBS040301	City Architect	1710	Vacation Termination Pay	33,000.00
TOTAL							85,000.00

D. Transfer between funds – Various Funds – Transfer of Fleet Reserves back to originating Enterprise funds - \$8,404,740

Appropriate From:

FUND	SUB FUND	FUND NAME	INDEX #	INDEX NAME	SUB OBJECT #	SUBOBJECT NAME	AMOUNT
583	01	Vehicle Rental	FD583.01	Vehicle Rental - Operations	9409	Transfer to Sanitation	2,415,852.00
583	01	Vehicle Rental	FD583.01	Vehicle Rental - Operations	9450	Transfer to W&S Operating	3,966,900.00
583	01	Vehicle Rental	FD583.01	Vehicle Rental - Operations	9451	Transfer to Central Region	223,128.00
583	01	Vehicle Rental	FD583.01	Vehicle Rental - Operations	9461	Transfer to Parking System	280,380.00
583	01	Vehicle Rental	FD583.01	Vehicle Rental - Operations	9468	Transfer to Airport	369,540.00
583	01	Vehicle Rental	FD583.01	Vehicle Rental - Operations	9470	Transfer to Stormwater	1,082,136.00
583	01	Vehicle Rental	FD583.01	Vehicle Rental - Operations	9543	Transfer tp City Insurance	12,216.00
583	01	Vehicle Rental	FD583.01	Vehicle Rental - Operations	9581	Transfer to Central Services	54,588.00
TOTAL							8,404,740.00

Appropriate To:

FUND	SUB FUND	FUND NAME	INDEX #	INDEX NAME	SUB OBJECT #	SUBOBJECT NAME	AMOUNT
409	01	Sanitation	FD409.01	Sanitation - Operations	Q583	Vehicle Rental Fund	2,415,852.00
450	01	Water & Sewer	FD450.01	Water And Sewer - Operations	Q583	Vehicle Rental Fund	3,966,900.00
451	01	Central Regional W/W System	FD451.01	Central Regional W/W System - Operations	Q583	Vehicle Rental Fund	223,128.00
461	01	Parking System	FD461.01	Parking System - Operations	Q583	Vehicle Rental Fund	280,380.00
468	01	Airport	FD468.01	Airport - Operations	Q583	Vehicle Rental Fund	369,540.00
470	01	Stormwater	FD470.01	Stormwater - Operations	Q583	Vehicle Rental Fund	1,082,136.00
543	01	City Insurance	FD543	City Insurance	Q583	Vehicle Rental Fund	12,216.00
581	01	Central Services	FD581.01	Central Services - Operations	Q583	Vehicle Rental Fund	54,588.00
TOTAL							8,404,740.00

E. Appropriation from fund balance – Tax Increment Revenue Bond Funds and Community Redevelopment Agency (CRA) Fund – Close out of 2004 Tax Increment Revenue Bond - \$2,850,064.83

Appropriate From:

SUB					SUB		
FUND	FUND	FUND NAME	INDEX #	INDEX NAME	OBJECT #	SUBJECT NAME	AMOUNT
320	02	Tax Increment Rev Construction 2004 Non-AMT	FD320.02	Tax Incr Bond Proceeds 2004 Non-AMT	9106	Transfer to CRA	1,704,474.30
322	02	Tax Increment Rev Construction 2004 AMT	FD322.02	Tax Incr Bond Proceeds 2004 AMT	9106	Transfer to CRA	1,145,590.53
TOTAL							2,850,064.83

Appropriate To:

SUB					SUB		
FUND	FUND	FUND NAME	INDEX #	INDEX NAME	OBJECT #	SUBJECT NAME	AMOUNT
106	02	Fort Lauderdale Community Redevelopment Agency	FD106.02	NW Progresso Flagler Heights Redevelopment Agency	Q320	TBD	1,704,474.30
106	02	Fort Lauderdale Community Redevelopment Agency	FD106.02	NW Progresso Flagler Heights Redevelopment Agency	Q322	2004 TIR Bond Construction	1,145,590.53
TOTAL							2,850,064.83

Prepared by: Bobbi Williams

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