



**BOARD OF COUNTY COMMISSIONERS  
OFFICE OF THE COMMISSION AUDITOR**

**MEMORANDUM**

**TO:** Honorable Chairman Jean Monestime  
and Members, Board of County Commissioners

**FROM:** Charles Anderson  
Commission Auditor

A handwritten signature in black ink, appearing to read "Charles Anderson", is written over the printed name.

**DATE:** June 26, 2015

**SUBJECT: FY 2014-15 Mid-Year Budget Supplement**

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In accordance with Resolution No. 195-05, we have reviewed the Mayor's Fiscal Year 2014-15 Mid-Year Budget Supplement report. In anticipation of the June 30, 2015, Board of County Commission (BCC) meeting, Agenda Item 5F, we offer for your consideration general comments, as well as, observations on specific budget supplemental items.

Special thanks to the Office of Management and Budget for their cooperation and assistance.

c: Honorable Carlos Gimenez, Mayor  
R.A. Cuevas, County Attorney  
Edward Marquez, Deputy Mayor  
Jennifer Moon, Director, Office of Management and Budget  
Christopher Agrippa, Director, Clerk of the Board

**Fiscal Year 2014-15 Mid-Year  
Budget Supplement**

**General Fund**

- The prior year unexpended balances for the Board of County Commissioners' (BCC) offices and its divisions that will be allocated to the respective offices and/or divisions of the Board totals \$3.019 million.

*Observation:*

*The Office of Management and Budget provided a schedule that reflects the breakdown of the distribution of the prior year unexpended (carryover) funds for the respective offices and divisions of the BCC (see Attachment I).*

- The Corrections and Rehabilitation Department requires an increase of \$8.5 million to fund higher than anticipated overtime costs associated with the actions taken to comply with the United States Department of Justice Settlement Agreement.

*Observation:*

*On April 16, 2013, the BCC approved a Settlement Agreement and a Consent Agreement with the United States Department of Justice to address standards of care established by the Civil Rights of Institutionalized Person's Act. The agreement specifically addresses inmate medical and mental health care; suicide prevention, protection of inmates from harm, and sanitation conditions, as well as compliance with the Prison Rape Elimination Act. The Department's budgeted overtime for this fiscal year is \$11.7 million, however they expect to end the year at \$23.2 million after all reimbursements are applied. The Department has identified savings in other areas of the budget that will offset approximately \$3 million of the overrun, therefore they require an amendment of \$8.5 million.*

- An adjustment is also needed to reflect an allocation of \$250,000 to the Technology Foundation of the Americas for the eMerge Americas conference that took place in May 2015.

*Observation:*

*eMerge Americas is a global idea exchange focusing on how technology and innovation are disrupting industries. The conference serves as a platform connecting revolutionary startups, cutting-edge ideas, and global industry leaders and investors across North America, Europe, and Latin America. The conference provides interactive sessions, networking events in Miami's most iconic venues, and compelling presentations designed to spark conversation and unleash creativity. The County's financial system displays previous year's expenditures for eMerge Americas as follows: FY2012-2013 = \$231,521 and FY2013-2014 = \$767,879.*

## **Tourist Taxes**

- The Convention Development Tax (CDT) Fund (Fund ST 160, Subfund 162) requires a budget supplement of \$3.527 million to distribute additional CDT revenues collected in FY 2013-14 to the City of Miami Beach (\$3.144 million) as required under the Interlocal Agreement between the City and the County as amended, and to the Performing Arts Center Trust Operations (\$383,000) for occupancy costs including, but not limited to, security and utility expenses, as a result of additional Omni Community Redevelopment Area incremental revenues used to pay debt service obligations related to the Adrienne Arsht Performing Arts Center in accordance with the priority set forth in under Resolution No. R-52-10 approved by the Board on January 21, 2010.

*Observation:*

*Miami-Dade County and the City of Miami Beach split the revenues collected between the minimum and the maximum received; each year there is a different threshold which is delineated in the Interlocal Agreement. The minimum for Fiscal Year 2013-2014 is \$62,902,571 and the maximum is \$80,035,626. Actual revenues for Fiscal Year 2013-2014 were \$69,191,843, thus the payment to the City of Miami Beach will be \$3.144 million (\$69,191,000-\$62,902,000\*50%).*

## **Building Better Communities General Obligation Bond (BBC GOB)**

- Fund CB 320 requires an amendment to move \$6.5 million Question 1 “Water, Sewer, and Flood Control” and \$2.7 million in Question 6 “Public Service and Outreach Facilities” from future years funding to two projects in FY 2014-15. The first amendment is to provide funding to the Village of Bal Harbour for the improvement to the municipal collection system that will help control peak flows coming to the County’s regional system within northeast Miami-Dade County and the Village of Bal Harbour, a key component of the County’s regional sanitary sewer system. The second amendment is to advance funding for Little Havana Social Service, Inc., a subsidiary of Little Havana Activities and Nutrition Centers of Dade County Inc., the grantee authorized to receive these BBC GOB funds pursuant to Resolution R-122-15, to secure federal funds to complete the construction of a multi-use facility. This impacts projects numbers 962830, 964350, 969830, 115530, and 9810960 references in Volume 3 pages 118, 120, 125, 286 and 324, respectively.

*Observation:*

*The following table reflects the re-appropriation of \$6.5 million from fund CB 320 to provide funding to the Village of Bal Harbour and advance funding of \$2.7 million for Little Havana Social Service, Inc.*

**Building Better Community General Obligation Bond (BBC GOB)**

Capital Proj.#	Project Name	GOB Proj.#		Prior	14-15	Future	Total
962830	SYSTEM IMPROVEMENTS PROJECT - GENERAL OBLIGATION BONDS (GOB) (SYSTEMWIDE)	17	Adopted	8,610,000	1,245,000	6,799,000	16,654,000
			Amended	8,610,000	1,032,305	4,132,584	13,774,889
			DIFF	0	(212,695)	(2,666,416)	(2,879,111)
969830	PERRINE / CUTLER IMPROVEMENTS - GENERAL OBLIGATION BONDS (GOB) (DISTRICT: 8, 9)	17	Adopted	12,222,000	1,866,000	934,000	15,022,000
			Amended	12,222,000	0	491,845	12,713,845
			DIFF	0	(1,866,000)	(442,155)	(2,308,155)
964350	NEEDS ASSESSMENTS PROJECTS - GENERAL OBLIGATION BONDS (GOB) (SYSTEMWIDE)	17	Adopted	5,922,000	4,064,000	10,558,000	20,544,000
			Amended	5,922,000	3,485,000	9,824,266	19,231,266
			DIFF	0	(579,000)	(733,734)	(1,312,734)
9810960	MUNICIPAL PROJECT - WATER, SEWER, AND FLOOD CONTROL SYSTEMS (COUNTYWIDE)	Various	Adopted	26,753,000	13,884,000	4,037,000	44,674,000
			Amended	26,753,000	20,384,000	4,037,000	51,174,000
	Funding to the Village of Bal Harbour for the improvement of the municipal collection system		DIFF	0	6,500,000	0	6,500,000
115530	ACQUIRE OR CONSTRUCT MULTI-PURPOSE FACILITIES IN DISTRICT 5 (DISTRICT 5)	219	Adopted	0	300,000	2,700,000	3,000,000
			Amended	0	3,000,000	0	3,000,000
	Funding for Little Havana Social Services, Inc.		DIFF	0	2,700,000	(2,700,000)	0

**Attachment I**

<b>BCC Carryover FY 2013-14</b>		
<b>District</b>	<b>Amount</b>	<b>EOY Balance</b>
1	55,047	\$ 55,000
2	25,615	26,000
3	-	-
4	140,883	141,000
5	317,456	317,000
6	504,813	505,000
7	58,107	58,000
8	119,022	119,000
9	675	1,000
10	-	-
11	303,413	303,000
12	51,923	52,000
13	724,744	<u>725,000</u>
Subtotal	2,301,698	\$ 2,302,000
<b>Chair's Office</b>	235,000	235,000
BCC Sprt Staff	135,389	135,000
Commission Auditor	34,286	34,000
OIA	233,883	234,000
Agenda	<u>78,990</u>	<u>79,000</u>
Subtotal	717,548	717,000
<b>Grand Total</b>	<b>3,019,246</b>	<b>\$ <u>3,019,000</u></b>