

THE BUDGET PROCESS AND PROPERTY TAXES

The Budget is the annual appropriations necessary to achieve the results anticipated through the departmental business plans in support of the Strategic Plan. This section is especially useful for readers who aren't familiar with how a budget is developed, the rules that govern the process, and the kind of information that is contained in a budget. There is also information regarding how property taxes are determined and assessed.

WHAT IS A BUDGET?

An annual budget is a financial, operating, and capital plan for the coming fiscal year. It provides an outline of service levels provided to the citizen and public capital investments in the community, to be used by both our customers and us. Miami-Dade County's budget document is a tool that serves five purposes:

- **Prioritization:** County resources that address needs identified by the Mayor, the Board of County Commissioners (BCC), and the County's strategic plan are prioritized through this process.
- **Information:** The budget document is the primary way for the County to explain to the public what it intends to do with the taxes and fees it collects. Through the budget document, the public can see how and where tax dollars and other revenues raised by the County will be spent.
- **Planning:** The budget process is an annual plan for management of the County to coordinate and schedule programs and services to address the County's priorities.
- **Evaluation:** The budget is used to help determine how well services are provided and how successful the County is in meeting the community's needs.
- **Accountability:** The budget is a tool for legally authorizing public expenditures and to account for and control the use of public resources.

The annual budget is determined for a fiscal year, which is the twelve-month cycle that comprises the jurisdiction's reporting period. The State of Florida and certain federal programs have different fiscal years than the County. The County's fiscal year starts on October 1 and ends September 30 of the following year. This Adopted Budget is for the period October 1, 2013 to September 30, 2014 and is shown as either "FY 2013-14" or "FY 13-14."

PROPERTY TAXES

Taxing Jurisdictions

The County budgets for four separate taxing jurisdictions: Countywide, the Unincorporated Municipal Service Area (UMSA), the Fire Rescue District, and the Library System. Each taxing jurisdiction is responsible for different types of services. The Countywide jurisdiction provides regional services such as public health and social services, transportation, regional parks and county roads, support for the court system, and the regional sheriff services and jails. The UMSA jurisdiction provides the municipal services for the residents of the county who don't live in municipalities. These services include local police patrol, local parks and roads, planning, and code enforcement. The Fire Rescue District provides fire rescue service for the entire county except for the cities of Hialeah, Miami, Miami Beach, Key Biscayne, and Coral

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

Gables. The Library System jurisdiction includes all municipalities and UMSA except for Bal Harbour, Bay Harbor Islands, Hialeah, Miami Shores, North Miami, North Miami Beach, and Surfside.

The table below shows the value of the property tax roll for each of the County's four taxing jurisdictions.

CERTIFIED TAX ROLLS				
Taxing Unit	Value per Mill of Taxable Property in 2012	Net Change in Value Due to Reassessment	Current Year Net New Construction Taxable Value	Value per Mill of Taxable Property in 2013
Countywide	\$183,196,717	\$12,979,689	\$957,430	\$197,133,836
Miami-Dade Fire Rescue Service District	106,952,920	6,523,289	894,374	114,370,582
Miami-Dade Public Library System	167,149,470	12,151,827	914,168	180,215,465
Unincorporated Municipal Service Area	52,427,648	1,957,107	1,016,330	55,401,085

Notes:

1. Tax roll figures are current Certified Preliminary roll values as of July 1, 2013.
2. The Current Year Net New Taxable Value column represents the value per mill of:
 new construction + additions + improvements increasing value by at least 100% + annexations from the tax rolls
 + total tangible personal property taxable value in excess of 115% of the previous year's total taxable value - deletions

Each municipality also levies taxes against its property tax roll. The municipalities develop and approve their own budgets, which are not part of the County's budget. The following table shows the population and roll value for each municipal taxing jurisdiction.

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

MIAMI-DADE COUNTY POPULATION AND ASSESSMENT ROLLS				
Jurisdiction	2013	Percent	2013 Assessment	
	Population *	of Total	Roll Value	Percent
		Population	(in \$1,000)**	of Tax Roll
Aventura	36,725	1.43	\$7,786,432	3.95
Bal Harbour	2,915	0.11	3,652,783	1.85
Bay Harbor Islands	5,808	0.23	602,163	0.31
Biscayne Park	3,133	0.12	132,790	0.07
Coral Gables	48,524	1.89	12,280,771	6.23
Cutler Bay	42,035	1.63	1,769,747	0.90
Doral	49,253	1.91	8,882,535	4.51
El Portal	2,343	0.09	88,430	0.04
Florida City	12,222	0.48	414,594	0.21
Golden Beach	906	0.04	693,713	0.35
Hialeah	229,766	8.93	6,971,713	3.54
Hialeah Gardens	22,000	0.86	909,501	0.46
Homestead	64,426	2.50	1,805,015	0.92
Indian Creek Village	89	0.00	431,079	0.22
Key Biscayne	12,523	0.49	6,151,903	3.12
Medley	865	0.03	1,797,188	0.91
Miami	417,549	16.23	32,735,570	16.61
Miami Beach	90,848	3.53	12,477,077	6.33
Miami Gardens	107,399	4.17	3,324,281	1.69
Miami Lakes	29,966	1.16	2,510,382	1.27
Miami Shores	10,776	0.42	764,132	0.39
Miami Springs	14,067	0.55	910,263	0.46
North Bay Village	7,667	0.30	669,074	0.34
North Miami	60,263	2.34	2,085,026	1.06
North Miami Beach	42,442	1.65	1,740,998	0.88
Opa-Locka	16,073	0.62	659,710	0.33
Palmetto Bay	23,784	0.92	2,400,102	1.22
Pinecrest	18,496	0.72	3,737,106	1.90
South Miami	13,778	0.54	1,433,344	0.73
Sunny Isles Beach	21,331	0.83	6,904,086	3.50
Surfside	5,794	0.23	1,144,071	0.58
Sweetwater	20,069	0.78	1,277,174	0.65
Virginia Gardens	2,413	0.09	183,247	0.09
West Miami	6,030	0.23	283,944	0.14
Subtotal - cities	1,442,278	56.05	\$129,609,941	65.76
Adjustment for Senior Citizen Exemption, Eastern Shores, and Opa-Locka Airport			12,122,810	6.15
Unincorporated Area	1,130,543	43.95	55,401,085	28.09
TOTAL - Miami-Dade County	2,572,821	100.00	\$197,133,836	100.00

* Official April 1, 2013 Florida Population Estimates by County and Municipality for Revenue Sharing; Posted November 2013

** Assessment roll values are based on the Estimate of Taxable Value published by the Office of the Property Appraiser on July 1, 2013

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

Millage Rates

The millage rate is the tax rate that is applied to property values to generate the revenue needed to pay for services proposed in the budget. A mill is a rate of tax equal to \$1 for each \$1,000 of assessed taxable property value. If a piece of property has a taxable value of \$100,000 and the millage rate is 1, the property owner would pay \$100 in taxes.

The County has four separate operating millage rates for each of the taxing jurisdictions governed by the BCC. Three of the jurisdictions that provide regional services (countywide, fire rescue, and library) are subject to the state-imposed County (area-wide) 10 mill cap. The fourth is the UMSA millage, which is subject to its own state-imposed 10 mill cap.

In the Adopted Budget, the total millage rate is 7.3256 mills for the three taxing jurisdictions under the ten mill cap ; therefore, we have 2.6744 mills in capacity, which could generate approximately \$500 million of additional revenue to fund Countywide services. We also have the potential of 8.0717 mills in capacity for the Unincorporated Municipal Service Area (UMSA) services, which could generate approximately \$425 million of additional revenue.

FY 2013-14 will be the 19th consecutive year that the area-wide total millage is below the state defined 10-mill cap. In addition, the County has millage rates for voter-approved debt service, which are not subject to the 10 mill cap. Debt service millage rates are not included in the calculation of total millages for operating purposes. The revenue raised from the debt service millage pays outstanding debt for voter-approved general or special obligation bonds, such as the Building Better Communities General Obligation Bond Program. The County has debt service millages for voter approved countywide debt and for Fire Rescue District debt.

The total of all Adopted operating and voted debt millage rates for FY 2013-14 is 9.6886. The following table shows the millage rates for FY 2012-13 and FY 2013-14.

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

MILLAGE TABLE					
Taxing Unit	FY 2012-13 Actual Millage	FY 2013-14 Estimated Rolled-Back Millage (1)	FY 2013-14 Adopted Millage Rates	Percent Change From Estimated FY 2013-14 Rolled Back Millage	Percent Change From FY 2012-13 Actual Millage
Countywide Operating	4.7035	4.4097	4.7035	6.66%	0.00%
Miami-Dade Fire Rescue Service District	2.4496	2.3088	2.4496	6.10%	0.00%
Miami-Dade Public Library System	0.1725	0.1608	0.1725	7.28%	0.00%
Total Millage Subject to 10 Mill Cap	7.3256	6.8793	7.3256	6.49%	0.00%
Unincorporated Municipal Service Area (UMSA)	1.9283	1.8601	1.9283	3.67%	0.00%
Sum of Operating Millages	9.2539	8.7394	9.2539	5.89%	0.00%
Aggregate Millage (2)		6.4735	6.8243	5.42%	
Voted Millages (3) – Debt Service					
Countywide	0.2850	N/A	0.4220	N/A	48.07%
Fire Rescue District Special Obligation Bond	0.0131	N/A	0.0127	N/A	-3.05%
Sum of Operating and Debt Millages	9.5520	N/A	9.6886	N/A	1.43%
<p>(1) "Rolled-back millage" is the State defined rate which allows no increase in property tax revenue except for that from new construction. Starting in FY 2008-09 the proportionate roll value of dedicated increment districts and the associated prior year payments are subtracted prior to computing the "rolled-back millage." This rate ignores the impact of inflation on government and market valuation changes on taxable real and personal property.</p> <p>(2) "Aggregate millage" is the State defined weighted sum of the non-voted millages. Each millage is weighted by the proportion of its respective certified tax roll to the certified countywide roll (the Fire District millage is weighted by 58 percent, the Library District millage by 91.4 percent, and the UMSA millage by 28.1 percent).</p> <p>(3) Rolled-back millage and aggregate millage calculations do not apply to voted debt millages.</p>					

Overall, the adopted operating millage rates are the same as the FY 2012-13 combined millage rate, 5.42 percent above the state defined aggregate rolled-back rate, and each individual millage rate is below the state-defined maximum millage rate, as described in the next section.

Setting the Millage Rates

Each year, the Adopted Budget is developed with millage rates necessary to fund the property tax-supported portion of the budget. At its second meeting in July, the BCC considers the millage rates that will be used for the tax notices that will be mailed to all property owners in August. The tax notices also referred to as TRIM notices; TRIM stands for Truth In Millage. The tax rates that are on the notices property owners receive in August represent the ceiling of the rates that can be approved by the BCC at the September budget hearings, unless additional notices are sent to all property tax payers. Because re-noticing all taxpayers is difficult and expensive, the tax rates included in the TRIM notices are considered the ceiling.

Several years ago, the State Legislature approved legislation intended to provide tax relief to the citizens of Florida. In addition to requirements to lower the tax rates themselves for one fiscal year, it instituted new definition and voting requirements that apply to governing boards when setting millage rates. Already established was the state defined *rolled-back millage rate* which is the millage rate that, when applied to the

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

tax roll for the new year, excluding the value of new construction and any dedicated tax increment values, would allow the taxing authority to raise the same amount of property tax revenue for the new budget as it estimates to receive in the current year. Over the past few years, current year tax projections have been below even the budgeted levy due to Value Adjustment Board changes.

Section 200.065 of State Statutes outlines the *rolled-back millage* rate, known as the “no tax increase” rate because it allows the entity to generate the same property tax revenue from year to year, adjusted only by any new properties that may have been placed on the property tax roll. Because it does not take into account value adjustments for properties already on the property tax roll, the *rolled-back rate* does not take into account growth in the County. Another state-defined measure, the *aggregate rolled-back millage rate*, is the sum of the rolled-back millage rates for each of the taxing jurisdictions, in the case of Miami-Dade County we have four, weighted by the proportion of its respective roll to the countywide tax roll. The table below shows the calculation of the *rolled-back rates* for FY 2013-14.

ROLLED-BACK MILLAGE AND AGGREGATE MILLAGE CALCULATION									
(Dollars in Thousands)									
Taxing Unit	2012-13 Est. Value of One Mill	2012-13 Adopted Millage	2012-13 Levy, net of TIF payment	2013-14 Roll without CRA and New Construction	Rolled Back Millage	2013-14 Value of One Mill	2013-14 Adopted Millages	2013-14 Levy	Millage Percent Change
Countywide	\$183,196.717	4.7035	\$836,795	\$189,763,209	4.4097	\$197,133.836	4.7035	\$927,219	6.66%
Fire District	106,952.920	2.4496	261,992	113,476,208	2.3088	114,370.582	2.4496	280,162	6.10%
Library District	167,149.470	0.1725	28,833	179,301,297	0.1608	180,215.465	0.1725	31,087	7.28%
Millage Total		7.3256			6.8793		7.3256		6.49%
Unincorporated Area	52,427.648	1.9283	\$100,822	54,203,564	1.8601	55,401.085	1.9283	106,830	3.67%
Total Levy			\$1,228,442					\$1,345,298	
Aggregate Millage					6.4735		6.8243		5.42%

Notes:

1. In accordance with State law, property tax revenue is budgeted at 95 percent of the levy.
2. All tax roll values are current estimates as of tax rolls of July 1, 2013.
3. Tax Increment Financing (TIF) payments are contributions made by the County to Community Redevelopment Areas; these payments apply to the Countywide and Unincorporated portions of the levy.
4. A Community Redevelopment Area (CRA) is a geographic area created by Board action to revitalize areas designated as slum and blight through a finding of necessity that

The State has defined the highest millage rate that may be levied with a simple majority vote of the governing body known as the *maximum millage rate*. This rate is the *rolled-back rate*, adjusted for the growth in per capital personal income in Florida. Beginning in FY 2009-10, the *maximum millage rate* is based on the *rolled-back rate* (the rate that generates the same property tax revenue) assuming the *maximum millage rate* had been adopted for the prior year and then adjusted for growth in per capita Florida personal income, whether or not the *maximum millage rate* had been adopted in the prior year. In other words, if the millage rate that was adopted was higher than the calculated *maximum millage rate*, that rate is the cap. If a millage rate below the *maximum millage rate* is adopted, an adjustment is made to credit the revenue that was lost because a rate below the *maximum millage rate* was adopted. The formulas used to calculate the various millage rates are defined by the Florida Department of Revenue.

The BCC may adopt a rate that is higher than the state defined *maximum millage rate*. State law provides that a millage rate of up to 110 percent of the calculated *maximum millage rate* may be adopted if approved

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

by a two-thirds vote of the governing body of the county, municipality, or independent district. A millage rate higher than 110 percent may be adopted by three-fourths vote if the governing body has nine or more members (Miami-Dade County has 13 Commissioners) or if approved by a referendum of the voters. The penalty for violating these standards is the loss of state revenue from the local government half-cent sales tax for a period of twelve months.

The millage rates utilized for the Proposed Budget are below the *maximum millage rate* and above the *rolled-back rate*.

Additional Property Tax Legislation

The State Constitution allows an exemption of up to \$50,000 for homesteaded properties and \$25,000 tangible personal property (TPP) for business equipment. In addition, in November 2012, State of Florida voters approved a referendum that amended the State Constitution (Amendment 11), which provides a local option to allow an additional exemption for Senior citizens, who meet income and ownership criteria, equal to the assessed value of the property with a just value less than \$250,000.

Calculation of Property Taxes

There are four factors for calculating the amount of property tax levied on property:

1. The market value of the property (determined by the Property Appraiser's Office)
2. Adjustments for Amendment 10 (homesteaded properties) and Amendment 1 (non-homesteaded properties) of the Florida Constitution, which limits the growth in assessed value of residential properties with a homestead exemption to the lesser of the growth in the Consumer Price Index (CPI) or three percent (for FY 2013-14 such growth was the 1.7 percent) and ten percent for non-homesteaded properties, respectively; and
3. The amount of value that is not subject to taxes (e.g., the \$50,000 homestead exemption, the additional homestead exemptions for senior citizens who meet income and ownership criteria as described above, the \$25,000 exemption for personal property); and
4. The millage rate, established according to state law restrictions.

According to state law, the County Property Appraiser determines the market value of each property in Miami-Dade County as of January 1 each year. Then Amendment 1 and Amendment 10 adjustments are applied to calculate the assessed value. Finally, appropriate exemptions are applied to reach the taxable value. The taxable value is then multiplied by the millage rates set by the BCC and by other taxing authorities in September to determine the amount of property taxes that must be paid for the property when the bill (also called the tax notice) is mailed in November by the Tax Collector.

While Miami-Dade is responsible under state law to collect all taxes imposed within geographic Miami-Dade County, the County government itself levies only certain taxes on the tax notice. Table 1.1 shows the millage rates and taxes that a residential property located in unincorporated Miami-Dade with an assessed value of \$200,000 with a \$50,000 homestead exemption (HEX) and a taxable value after the HEX of \$150,000 would be paid in FY 2013-14. These rates include debt service as well as operating millages.

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

TABLE 1.1 FY 2013-14 Operating and Debt Service Tax Rates and Calculated Taxes for
a Property with a Taxable Value
of \$150,000 in Unincorporated Miami-Dade County
(Taxes are rounded to the nearest dollar)

Authority	Millage Rate	Tax	Percent of Total
UMSA Operating	1.9283	\$289	10.3%
Countywide Operating	4.7035	\$706	25.3%
Fire Rescue Operating	2.4496	\$367	13.1%
Library System	0.1725	\$26	0.9%
Countywide Debt Service	0.4220	\$63	2.3%
Fire Rescue Debt Service	0.0127	\$2	0.1%
Total to County	9.6886	\$1,453	52.0%
School Board with Debt Service	7.9770	\$1,197	42.8%
Children's Trust	0.5000	\$75	2.7%
Everglades	0.0587	\$9	0.3%
Water Management	0.3583	\$54	1.9%
Inland Navigation	0.0345	\$5	0.2%
Total	18.61707	\$2,793	100%

Using the example of Table 1-1, of the \$2,793 of tax collected, \$706 or 25.3 percent is used for countywide services, \$682 for UMSA, Fire Rescue, and Library services (city-type services), and \$65 for Countywide and Fire Rescue Debt Service. Overall, the County levies 52 percent of the property taxes.

For residents of municipalities, all of the rates would apply, except the individual municipal millage rate would be used in place of the UMSA rate. Also, some municipalities are not in the Fire Rescue District or Library System and their resident pay for those services through the municipal millage rates.

BUDGET AND FINANCIAL POLICIES

Miami-Dade County follows the financial policies required by the Miami-Dade County Home Rule Amendment and Charter, Florida Statutes Chapters 129 (County Annual Budget) and 200 (Determination of Millage), and the Generally Accepted Accounting Principles (GAAP) for state and local governments as set forth by the Governmental Accounting Standards Board (GASB). Both the Adopted Budget (found at <http://www.miamidade.gov/budget/>) and the Comprehensive Annual Financial Report (CAFR) (found at <http://www.miamidade.gov/finance/financial-reports.asp>) provide our County's financial plans and statements following these policies.

GAAP and GASB

The General Fund, Fire Rescue District, Library District, and debt service funds are prepared on a modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they are both measurable and available or collectible within the current period to pay for expenditures or liabilities of the current period. Expenditures are recorded when a liability is incurred. Debt service payments, as well as expenditures related to claims and judgments, are recorded only when payment is due. Encumbrances (transactions that reserve funding for expected purchases) lapse at year-end and are re-appropriated as part of the subsequent year's budget in a reserve for encumbrances. The notes section

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

of the CAFR (www.miamidade.gov/finance/annual-report-2011-2012.asp) describes the County's policies for assets, liabilities, and net assets or fund balances (CAFR, page seven).

The budgets for the Proprietary and Internal Service Funds are prepared on the economic resource measurement focus and the full accrual basis of accounting. These funds include Aviation, Port of Miami, Water and Sewer, Public Health Trust, Transit, Public Works and Waste Management, Vizcaya Museum and Gardens, Mixed Income Properties, Section 8 Allocation Properties and the Self-Insurance Fund. Under the full accrual basis, revenues are recorded when earned and expenses are recorded when liability is incurred, regardless of the timing of related cash flows. The differences between the modified-accrual and accrual basis of accounting include budgeting the full amount of capital expenditures rather than depreciating expense over time, and budgeting the principal payments of outstanding debt, as well as the recognition of the issuance of debt since it does increase the government's current financial resources. The fund balance is defined as the excess of assets over the liabilities in any given fund.

Home Rule Amendment and Charter

<http://www.miamidade.gov/charterreview/charter.asp>

The Charter is the constitution for Miami-Dade County and governs all activity, including financial and budgetary policies.

Article 5, Section 5.03 (A) of the Charter states that the Finance Department shall be headed by a Finance Director appointed by the Mayor and the Clerk of the Circuit and County Courts. The Finance Director has charge of the financial affairs of the County. While not delineated in the Charter, currently the Budget Director, who serves as the Director of the Office of Management and Budget, is the designated Budget Officer. At the end of each fiscal year an audit is performed by an independent certified public accountant designated by the BCC of the accounts and finances of the County for the fiscal year just completed.

State and County policy dictates that contracts for public improvements and purchases of supplies, materials, and services (other than professional) be issued based on a competitive solicitation process. This process includes formal sealed bids when the transaction involves more than the minimum amount established by the BCC by ordinance. The resulting contract must be approved by the BCC. The BCC may, with a written recommendation of the Mayor, and a two-thirds vote of the members present, waive competitive bidding if it is in the best interest of the county. If a conflict of interest exists with the Mayor, the recommendations for award are promulgated by the Chairperson of the Board of County Commissioners.

Any County official or employee of the County who has a special financial interest, direct or indirect, in any action by the BCC is obligated to disclose the interest and cannot vote upon or otherwise participate in the transaction. Willful violation of this Section constitutes malfeasance in office, will lead to forfeiture of office or position, and renders the transaction voidable by the BCC.

The Citizens' Bill of Rights of the Miami-Dade County Home Rule Amendment and Charter states that in addition to any budget required by state statute, the Mayor prepares a budget showing the cost of each program for each budget year. Prior to the County Commission's first public hearing on the Proposed Budget required by state law, the Mayor makes public a budget summary setting forth the proposed cost of each individual program and reflecting all major proposed increases and decreases in funds and personnel for each program, the purposes for those adjustments, the estimated millage cost of each program and the amount of any contingency and carryover funds for each program.

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

Article 2, Section 2.02 (G) states that the Mayor prepares and delivers a budgetary address annually to the people of the county in March to set forth the Mayor's funding priorities for the County. Between June 1 and July 15, the Mayor releases a Proposed Budget containing a complete financial plan, including capital and operating budgets, for the next fiscal year. The budget is presented to the Commission before the BCC adopts tentative millage rates for the next fiscal year. The BCC must hold a public hearing prior to the setting of the tentative millage rates pursuant to a recent Code amendment and two public budget hearings scheduled within the constraints outlined in state law.

The annual budget establishes the appropriations, or the approved expenditure levels, for the fiscal year and expenditures above the adopted levels cannot be incurred. There are some kinds of funds – working capital, revolving, pension, or trust funds – that may be accessed without approved expenditure authority. The BCC, by ordinance, may transfer any unencumbered appropriation balance, or any portion thereof, from one department, fund, or agency to another, subject to the provisions of ordinance. Any portion of the earnings or balance in any fund, other than sinking funds for obligations not yet retired, may be transferred to the general funds of the County by the BCC. The adopted budget may be amended at any time during the year, by BCC action. Re-appropriations within a fund without increasing the total fund may be approved by motion or resolution. Increasing the total appropriations for a fund requires an ordinance, with two readings and a public hearing.

State Law

<http://www.leg.state.fl.us/statutes/>

Chapter 129.025, Florida Statutes allows for the designation of a county budget officer that may carry out the duties set forth in this chapter. Chapter 129.01(2) (a), Florida Statutes establishes that the budget will be prepared, summarized, and approved by the BCC of each county, (b) and that it will be balanced. That is, the estimated revenues, including balances brought forward, equals the total of the appropriations and reserves. The budget must conform to the uniform classification of accounts prescribed by the appropriate state agency. Revenues must be budgeted at 95 percent of all receipts reasonably to be anticipated from all sources, including taxes to be levied. Chapter 129.01(2) (c) (1), Florida Statutes provides that a reserve for contingencies may be provided in a sum not to exceed ten percent of the total budget.

Chapter 129.06(1), Florida Statutes requires that adopted budgets regulate the expenditures of the county and each special district included within the county budget and the itemized estimates of expenditures are fixed appropriations and cannot be amended, altered, or exceeded except by action of the governing body. Chapter 129.06(2), Florida Statutes allows that the BCC at any time within a fiscal year may amend a budget for that year and may, within the first 60 days of a fiscal year, amend the budget for the prior fiscal year. The amendments can be made by motion or resolution when expenditure appropriations in any fund are decreased and other appropriations in the same correspondingly increased provided that the total of the appropriation in the fund may not be changed. Otherwise, the amendment will require an ordinance of the BCC for its authorization. Chapter 129.07, Florida Statutes states that it is unlawful for the BCC to expend or contract for the expenditure in any fiscal year more than the amount appropriated in each fund's budget.

Chapter 200.011, Florida Statutes states that the BCC determines the amount to be raised for all county purposes, except for county school purposes, and the millage rates to be levied for each fund respectively. The BCC also determines the rates for use by the county, including special taxing district, board, agency, or other taxing unit within the county for which the BCC is required by law to levy taxes.

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

Chapter 200.065, Florida Statutes establishes a rolled-back millage rate, a maximum millage rate, and voting requirements for taxing jurisdictions, requiring an extraordinary vote of the local governing body to exceed the maximum millage rate for taxing purposes (as described previously).

Chapter 200.071, Florida Statutes mandates that no ad valorem tax millage shall be levied against real property and tangible personal property by counties in excess of 10 mills, except for voted levies. Any county which, through a municipal service taxing unit, provides services or facilities of the kind or type commonly provided by municipalities, may levy, in addition to the millage rates otherwise provided in this section, an ad valorem tax millage not in excess of 10 mills against real property and tangible personal property within each such municipal service taxing unit to pay for such services or facilities provided with the funds obtained through such levy within such municipal service taxing unit.

Miami-Dade County Legislation and Code

Miami-Dade County Resolution R-31-09 established the current investment policy for Miami-Dade County which states in summary that the County's investment strategy is an adherence to buy and hold thereby eliminating the potential for risky trading.

<http://www.miamidade.gov/govaction/legistarfiles/MinMatters/Y2008/083625min.pdf>

Article CXVIII.5 of the Miami-Dade County Code is entitled "Governing for Results" and codifies our results-oriented governing management concepts. Section 2-1795 lays out policies for the allocation of resources and requires the Mayor or his/her designee to include them in his annual Budget Address which takes place during the month of March of each year. It also requires the submission of a five-year financial forecast (http://www.miamidade.gov/csd/county_code.asp).

Section 2-1795 of the Code outlines the resource allocation and reserve procedures for the preparation and adoption of the County's annual budget requiring budget format to provide clear basis for which to hold management accountable for operating within the Adopted Budget. In addition, the Section places restrictions on the re-appropriation of line items within funds.

Section 2-1795 of the Code also establishes procedures to be followed by the Commission Auditor in the preparation and adoption of the County's Annual Budget. The Commission Auditor is to perform in-depth review of the proposed budget of the Board of County Commissioners and all departments and divisions that report directly to the Board, including the County Attorney's Office, the Office of the Inspector General, the Commission on Ethics and Public Trust, the Office of Commission Auditor, and the Intergovernmental Affairs Division under the Board of County Commissioners' fund. The analysis should include a review of any changes to the budget proposed by the Mayor made as a result of the budget prepared and recommended by the Mayor, and the Mayor's written response thereto, presented to the Commission in accordance with the second sentence of Section 5.03(B) of the Home Rule Charter. In addition, the Commission Auditor shall review and analyze any mid-year and year-end budget amendments proposed by the Mayor or his/her designee giving; and issue any final recommended written changes to the Mayor's Proposed Budget and present to the County Commission prior to its consideration of such proposed budget amendments.

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

THE BUDGET DEVELOPMENT PROCESS

Pursuant to Article 5 of the Miami-Dade County Charter, the Mayor is required to prepare a Proposed Budget between June 1 and July 15. The Mayor or his/her designee is then required to present the budget to the BCC before the BCC adopts the Adopted millage rates, which usually occurs at the last BCC meeting in July.

Although submission of the Proposed Budget occurred on July 9 this year, budget development actually is a year-round process. As the fiscal year begins, departmental staff updates their business plans. In December and January, staff completes initial projections and estimates of revenues for the current and ensuing fiscal years. In February, County departments submit their budget submission requests to the Office of Management and Budget (OMB). Those requests are linked to the priorities in the departmental business plans. Departmental Budget Presentations are held with the departments and OMB to discuss service priorities and to begin the process to match them with available resources. These meetings are publicly noticed, to encourage residents and elected officials and their staffs to participate. The work requires numerous meetings among County staff to discuss and evaluate proposed service levels and funding. In March, the Mayor delivers a budget address putting forth his funding priorities. Throughout the budget development process, administrative staff interacts with Commission staff and the staff of the Commission Auditor to share revenue and expenditure information. Pursuant to the County Charter and Code, the Proposed Budget must be submitted to the Board of County Commissioners by July 15.

It is important to note that there are certain budget-related deadlines established by state statute. By July 1, the Property Appraiser certifies the Preliminary Final Property Tax Rolls. In July, the BCC considers the recommended millage rates to be used to calculate the estimated taxes published in the "Notice of Proposed Property Taxes" (also referred to as "Truth in Millage" or "TRIM" notices) sent to each property owner in August. That determination is a significant point in the budget development schedule since the millage rates included on the TRIM notices represent a ceiling for property taxes for the ensuing fiscal year. If the BCC chooses to increase the millage rate beyond that which was advertised, all taxpayers must be re-noticed.

In accordance with Section 1800A of the Code, public meetings are required to be held throughout the County in August to discuss proposed new or increased rates for fees and taxes. As required by state law, two public budget hearings are held in September prior to the adoption of the budget. At the conclusion of the second public hearing, the BCC makes final budget decisions, establishes tax rates, and adopts the budget ordinances for the ensuing fiscal year which begins on October 1. During the course of the fiscal year these budgets may be amended through supplemental budget appropriations approved by the BCC, which usually take place during mid-year and at year-end.

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

FY 2013-14 Budget Development Process

December – January



Budget forecasting for coming year

July 16



Maximum tax rates adopted by County Commission

January – April



Departmental budget preparation and meetings

August



Notices of Proposed Property Taxes mailed in August; Commission workshops held

March



Mayor's budget address

September 10 and 19



Two public budget hearings

July 1



Tax Roll Released

October 1



New budget becomes effective

July 9



Proposed Budget presented

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

THE FY 2013-14 ADOPTED BUDGET

Miami-Dade County's operating budget is a compilation of a number of budgets relating to distinct services, including regional area-wide services provided countywide, local services in the unincorporated area, referred to as the UMSA, library services provided by the Miami-Dade County Public Library System (Library System), and fire rescue services provided within the Miami-Dade Fire Rescue Service District, as well as numerous proprietary operations and special assessment district functions. Each is separated to ensure that public revenues are used only for their authorized purposes and that residents pay only for those services available to them. Various types of revenues support Miami-Dade County's operations: taxes on property, sales, motor fuel, and utility bills; fees and service charges; federal and state grants; and others. Many of these revenues are restricted in their use, which complicates the process of balancing the budget. Summary information describing major revenue sources and operating expenditure by strategic area as well as information for each department showing the activities by supporting revenue source and the categories of expenditures are included as Appendix B and C in this volume. Capital program revenue and expenditure summaries are included as Appendix D through E.

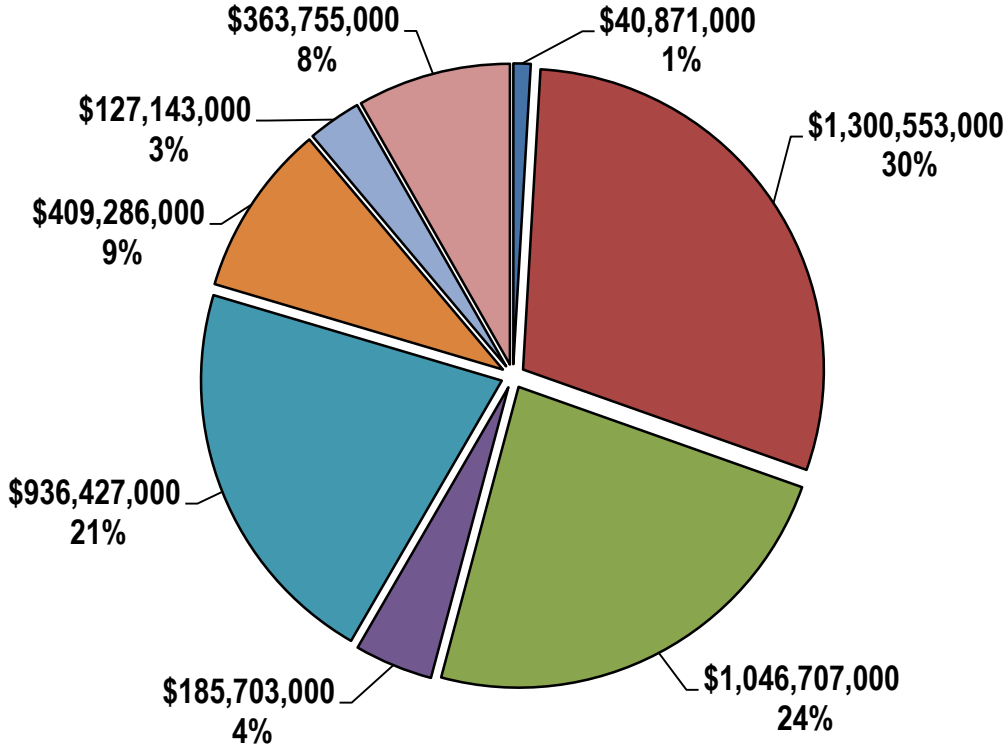
The Capital Budget and Multi-Year Plan (also known as the Capital Improvement Plan) is prepared pursuant to state growth management legislation and the Miami-Dade County Code and is prepared along with the operating budget. It is used as the basis for updating the Capital Improvement Element of the Comprehensive Development Master Plan, the Five-Year Transportation Improvement Plan, and the other major County capital planning documents. For the first time this year, we have combined the operating budget and capital budget details in each departmental narrative so that the entire story of each department is contained within a single section of the document. Emphasis has been placed on the operating impact of our capital improvement plans.

The FY 2013-14 Adopted Budget is balanced at \$6.354 billion, of which \$4.410 billion represents the direct operating budget and \$1.944 billion is funding for capital projects. The operating budget is 2.3 percent higher than the FY 2012-13 Adopted Budget of \$4.312 billion. The tax supported budgets, the Countywide General Fund, Unincorporated Municipal Services Area (UMSA) General Fund, Library System, and Fire Rescue Service District budgets, total \$1.875 billion, or 42.5 percent of the total operating budget. Unfunded needs in the operating budget total \$89.6 million.

OPERATING EXPENDITURES (EXCLUDING INTERAGENCY TRANSFER)

Funding Use	Actuals		Actuals		Actuals		Budget			
	FY 2009-10	%	FY 2010-11	%	FY 2011-12	%	FY 2012-13	%	FY 2013-14	%
Policy Formulation	\$ 45,042,000	1	\$ 44,023,000	1	\$ 37,335,000	1	\$ 38,550,000	1	\$ 40,871,000	1
Public Safety	\$ 1,306,404,000	30	\$ 1,314,587,000	31	\$ 1,249,312,000	31	\$ 1,255,309,000	29	\$ 1,300,553,000	29
Transportation	\$ 844,674,000	20	\$ 879,215,000	20	\$ 880,004,000	22	\$ 942,730,000	22	\$ 1,046,707,000	24
Recreation/Culture	\$ 236,328,000	5	\$ 221,559,000	6	\$ 206,023,000	5	\$ 187,589,000	4	\$ 185,703,000	4
Neighborhood/Infrastructure	\$ 816,534,000	19	\$ 828,480,000	19	\$ 806,801,000	20	\$ 878,297,000	20	\$ 936,427,000	21
Health and Human Services	\$ 595,391,000	14	\$ 575,135,000	13	\$ 520,906,000	13	\$ 517,728,000	12	\$ 409,286,000	9
Economic Development	\$ 161,719,000	4	\$ 138,109,000	3	\$ 116,847,000	3	\$ 114,528,000	3	\$ 127,143,000	3
General Government	\$ 288,231,000	7	\$ 291,469,000	7	\$ 248,506,000	6	\$ 376,963,000	9	\$ 363,755,000	8
Total	\$ 4,294,323,000		\$ 4,292,577,000		\$ 4,065,734,000		\$ 4,311,694,000		\$ 4,410,445,000	

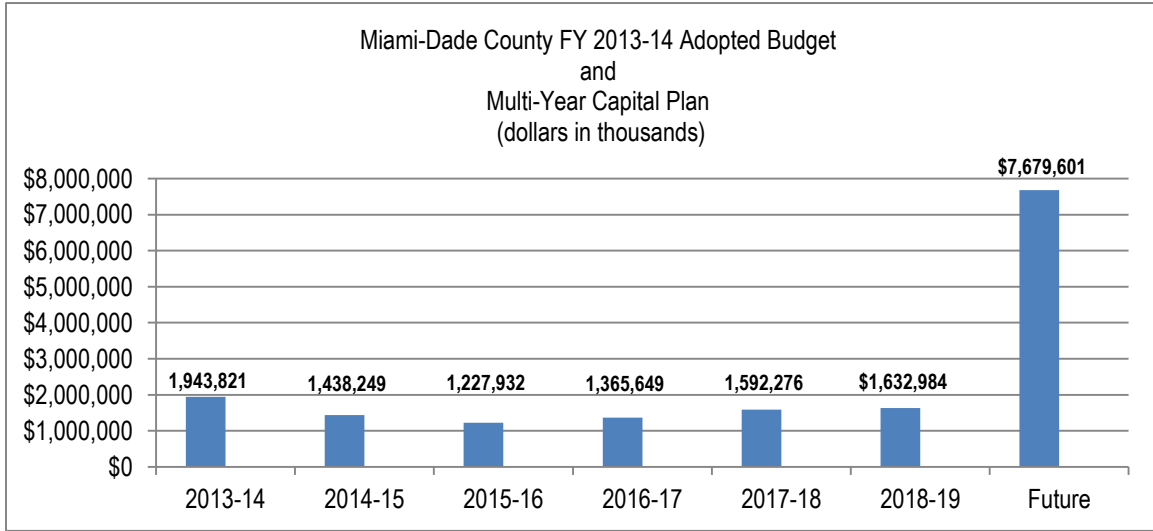
FY 2013-14 Adopted Budget and Multi-Year Capital Plan



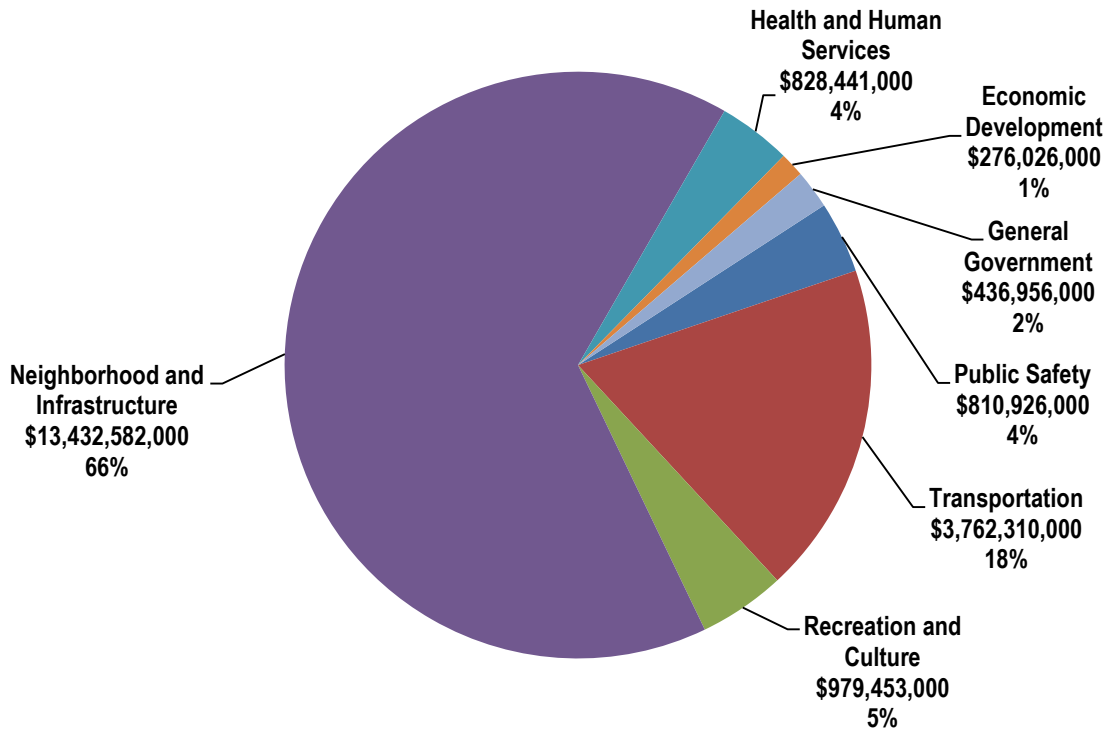
The Capital Budget and Multi-Year Plan outlines revenues and expenditures for current and new capital projects necessary to maintain, improve, and expand public facilities and infrastructure to support County operations and meet the service demands of residents and visitors to Miami-Dade County. The Capital Budget has projects in each of the County's Strategic Areas: Public Safety, Transportation, Recreation and Culture, Neighborhoods and Infrastructure, Health and Human Services, Economic Development, and General Government.

The County's Adopted Multi-Year Capital Improvement Plan totals \$20.527 billion and includes 616 capital projects across all strategic areas. The graph below details the annual programmed expenditures. The funding sources for the Adopted Capital Improvement Plan include 49.98 percent from revenue bonds or special obligation bonds, 16.54 percent from County proprietary operations, 15.44 percent from other County sources and other non-County sources, 11.75 percent from general obligation bonds, 2.40 percent from the state grants, 2.08 percent from impact fees, and 1.81 percent from federal grants.

FY 2013-14 Adopted Budget and Multi-Year Capital Plan



Miami-Dade County FY 2013-14 Adopted Budget and Multi-Year Capital Plan
Expenditures FY 2013-14 – FY 2018-19
(dollars in thousands)

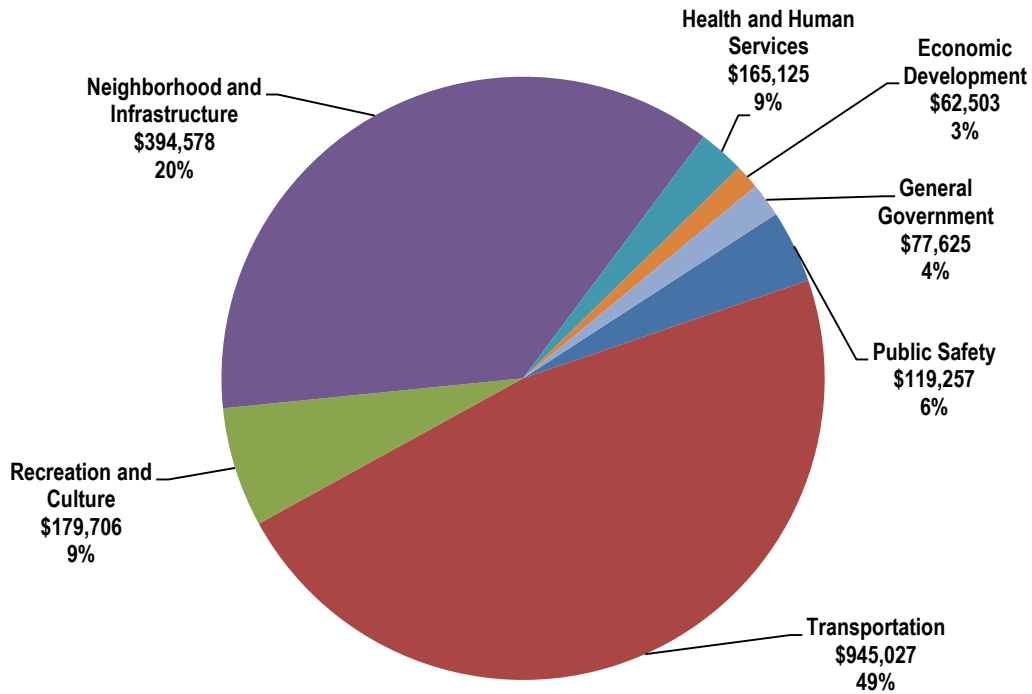


The FY 2013-14 Adopted Capital Budget, the first programmed year of the Adopted Multi-Year Plan, totals \$1.944 billion, which is approximately 18.97 percent higher than the FY 2012-13 Adopted Budget of \$1.634 billion, due to various major capital projects including the Children’s Courthouse, the Miami-Dade Courthouse Façade Renovations, Countywide Radio Rebanding, Miami-Dade Public Safety Training

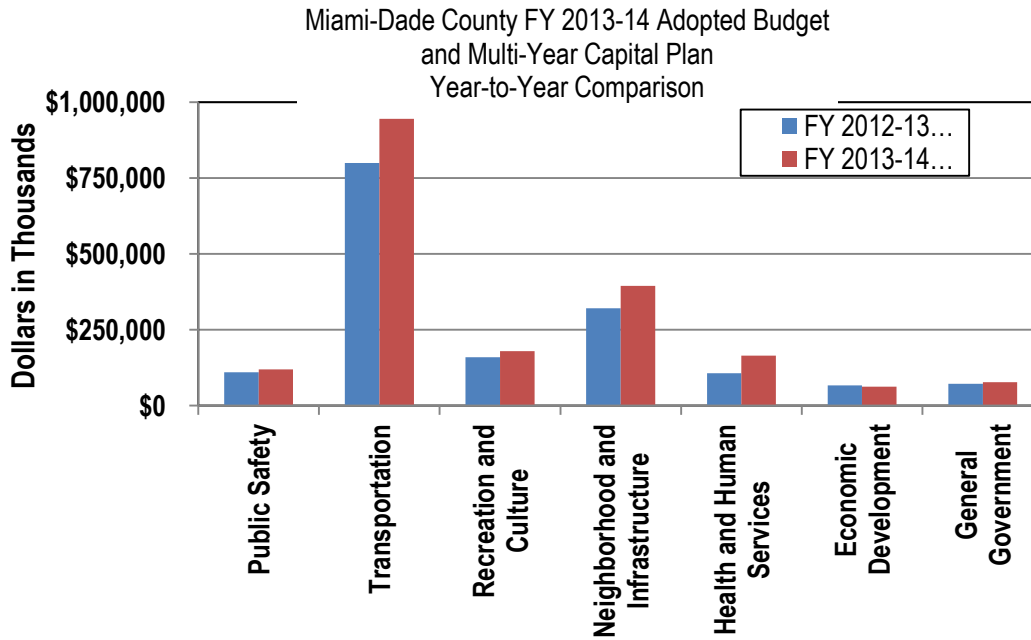
FY 2013-14 Adopted Budget and Multi-Year Capital Plan

Institute, MIA North Terminal Development, MIA Support Facility and Airside Improvements, various Port of Miami dredging projects, the Seaport Tunnel, the Advanced Traffic Management System Phase III, Rickenbacker West Bridge/Bear Cut Rehabilitation, Street Lighting Maintenance, track and guideway rehabilitation, bus enhancements and replacements, affordable housing projects, Joseph Caleb parking improvements, Miami Science Museum, Northeast Library, Zoo Miami Florida Exhibit, Pump Station Improvements, wastewater system maintenance and upgrades, Jackson Health System facility and critical infrastructure improvements. The Adopted Capital Budget was developed with the intent to fund projects that support economic development, livability and sustainability of our community. For presentation purposes in the FY 2013-14 Adopted Budget and Multi-Year Capital Plan, for ongoing or recurring yearly projects, prior year revenues that were expended are not shown in most cases to avoid artificially inflating the overall capital plan by showing cumulative expenditures that have already occurred.

Miami-Dade County FY 2013-14 Adopted Budget and
Multi-Year Capital Plan
Expenditures by Strategic Area
(dollars in thousands)



FY 2013-14 Adopted Budget and Multi-Year Capital Plan



Revenues

The most significant source of discretionary operating revenue to local governments in Florida is property tax revenue. The estimated countywide tax roll change (from the 2012 preliminary roll) for FY 2013-14 is an increase of 3.39 percent. In accordance with Amendment 10 to the State Constitution, the increase in property assessments for 2012 homestead residential properties was set at 1.7 percent. Due to the increases in property values, ad valorem revenue is budgeted at \$30.777 million more than the FY 2012-13 Adopted Budget. Non-ad valorem revenues are projected to increase for FY 2012-13 as the weak economy begins to rebound. The use of one-time revenues to support on-going operations has been reduced to \$26 million from \$42 million, a decrease of 38 percent.

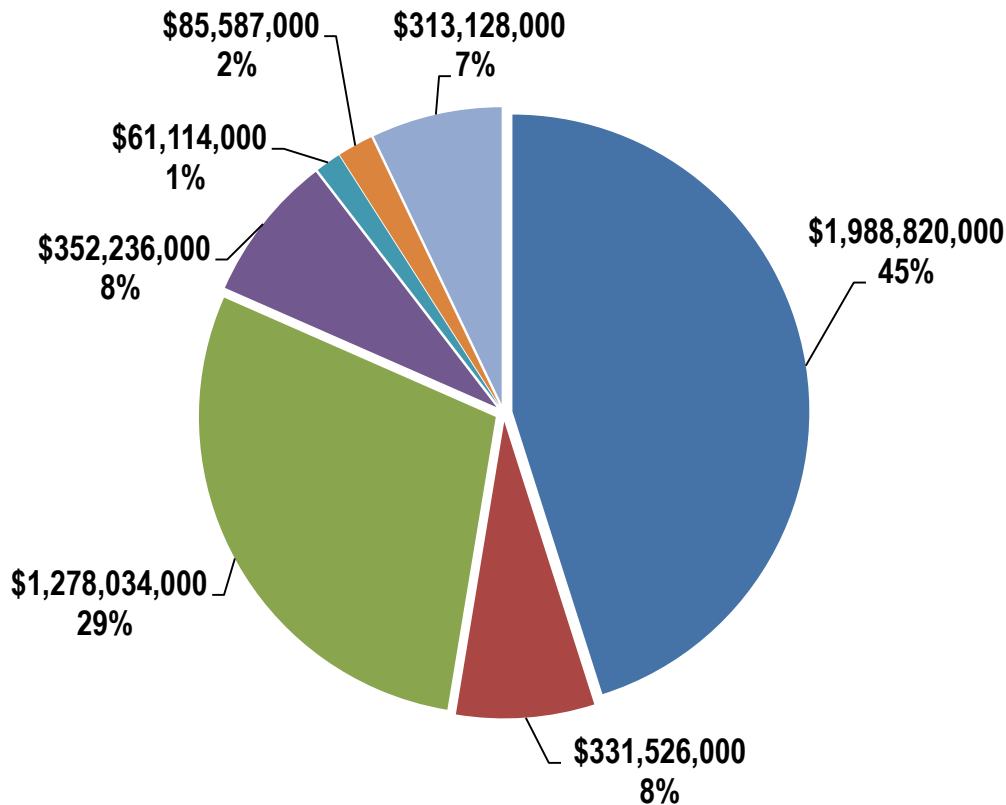
Proprietary agencies are supported entirely from fees and charges generated by their operations (as in the case of Aviation); by a special property tax (i.e. Miami-Dade Fire Rescue Service District and Library System); a special assessment (e.g. solid waste collection services in Public Works and Waste Management); or by proprietary revenue, including grants, which augment a General Fund subsidy (e.g. Parks, Recreation and Open Spaces). Certain proprietary revenues also support functions in multiple departments, such as storm water utility revenues, tourist tax revenues, and local option gas taxes (as described in Appendix M and N). Proprietary operations, such as the Port of Miami and the Water and Sewer Department, will grow to the extent that their activity and operating revenues permit. The residential solid waste collection fee is held flat at \$439 per year and solid waste disposal fees are adjusted by the consumer price index which is 1.9 percent for FY 2013-14. Water and wastewater retail fees for operations and debt service requirements increased by eight percent, as approved by the Board of County Commissioners (BCC) on June 4, 2013 (Resolution 444-13). The bill of the average retail water and sewer customer (6,750 gallons per month) will increase to approximately \$45.39, or by \$3.36 per month. The landing fee for Miami International Airport, \$1.75 in FY 2012-13, remains the same for FY 2013-14. Miami-Dade Transit fares increased from \$2.00 to \$2.25. A small number of other miscellaneous rate adjustments are included in the budget, such as terminal, concourse and rental, parking, admissions to Vizcaya Museum and Gardens, and animal services fees.

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

The proprietary departments pay an administrative reimbursement payment to the general fund. The administrative reimbursement payment is calculated by determining the percentage of the entire general fund represented by the internal support functions that serve the whole County and all departments. This percentage is then applied to the budget of the proprietary functions. This rate has been adjusted to 3.3 percent from 2.42 percent last year. The payment from the Aviation Department is calculated utilizing a unique basis determined in concert with the Federal Aviation Administration. Consistent with past practices, administrative reimbursement revenue has been allocated between the countywide and unincorporated area budgets in the same proportion as the administrative expenses they support: 73 percent Countywide and 27 percent UMSA.

OPERATING REVENUES (EXCLUDING INTERAGENCY TRANSFER)

Funding Source	Actuals		Actuals		Actuals		Budget	
	FY 2009-10	%	FY 2010-11	%	FY 2011-12	%	FY 2012-13	%
Proprietary	\$2,600,513,000	49	\$2,756,751,000	51	\$3,189,118,000	45	\$1,874,515,000	43
Federal and State Grants	\$ 477,376,000	9	\$ 497,339,000	9	\$ 443,413,000	10	\$ 433,567,000	10
Property Tax	\$1,477,230,000	28	\$1,423,698,000	26	\$1,242,485,000	28	\$1,238,673,000	29
Sales Tax	\$ 287,759,000	5	\$ 249,882,000	5	\$ 294,219,000	6	\$ 307,813,000	7
Gas Taxes	\$ 64,157,000	1	\$ 66,485,000	1	\$ 64,378,000	1	\$ 62,867,000	1
Misc. State Revenues	\$ 81,761,000	2	\$ 82,974,000	2	\$ 85,908,000	2	\$ 76,596,000	2
Miscellaneous	\$ 342,082,000	6	\$ 332,707,000	6	\$ 359,474,000	8	\$ 317,663,000	7
Total	\$5,330,878,000		\$5,409,836,000		\$5,678,995,000		\$4,311,694,000	



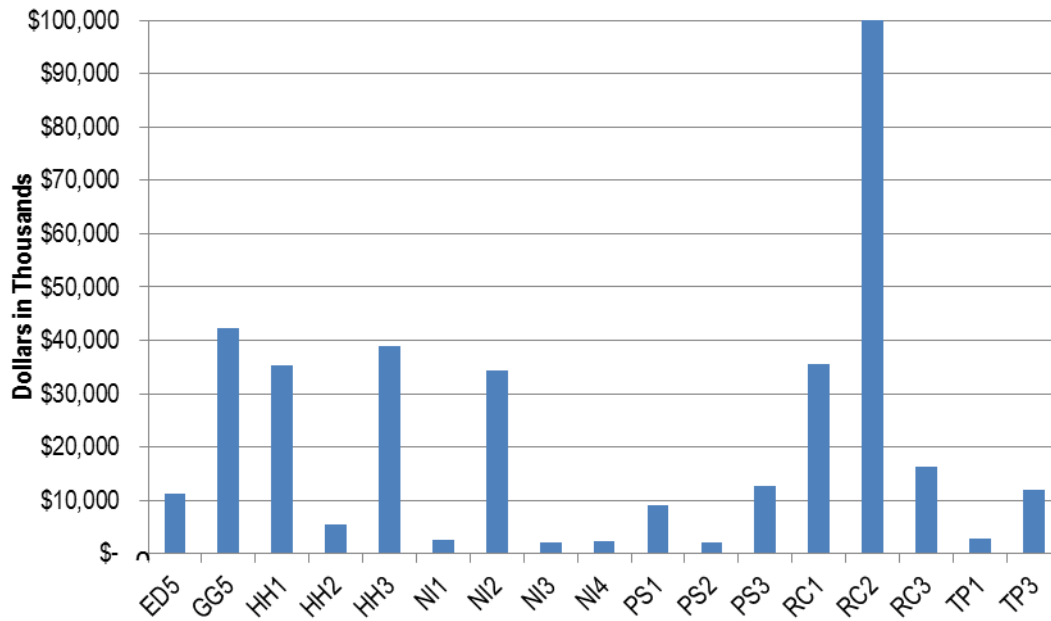
FY 2013-14 Adopted Budget and Multi-Year Capital Plan

General Obligation Bond (GOB) Programs

General obligation bonds are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible personal property within the County (excluding exempt property as required by Florida law). The full faith, credit, and taxing power of the County is irrevocably pledged to the prompt payment of both principal and interest on the Bonds as they become due and payable. Pursuant to the Florida Constitution, there is no limit on the amount of ad valorem taxes a county may levy for the payment of general obligation bonds. Although titled as a Special Obligation Bond Program, this same rule of law applies to the voted debt for the Fire District Bonds, but only for taxable real and tangible personal property within the Fire Rescue District.

The FY 2013-14 Adopted countywide voted debt millage for general obligation bonds is increased to 0.422 mills. In order to more efficiently manage project cash flow requirements and to optimize the County's capacity to do more projects, a commercial paper-type program was implemented in FY 2012-13. The FY 2013-14 Adopted Fire Rescue District voted debt service millage, which funds principal and interest payments for the 2002 Fire District Special Obligation Bond Program is 0.0127 mills. The chart below shows expenditures in the BBC-GOB program for FY 2013-14 by strategic goal.

FY 2013-14 GOB Proposed Expenditures By Strategic Goal



Strategic Goals

- ED5: Revitalized communities
- GG5: Goods, services and assets that support County operations
- HH1: Healthy Communities
- HH2: Basic needs of vulnerable Miami-Dade County residents are met
- HH3: Self-sufficient population
- NI1: Responsible growth and a sustainable built environment
- NI2: Effective infrastructure services
- NI3: Protected and restored environmental resources
- NI4: Safe, healthy and attractive neighborhoods and communities
- PS1: Reduced crime

- PS2: Reductions in preventable death, injury and property loss
- PS3: Effective emergency and disaster management
- RC1: Recreation and cultural locations and facilities that are sufficiently distributed throughout Miami-Dade County
- RC2: Attractive and inviting venues that provide world-class recreational and cultural enrichment opportunities
- RC3: Wide array of outstanding programs and services for residents and visitors
- TP1: Efficient transportation network
- TP3: Well-maintained transportation system and infrastructure

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

Planned Financings

The Adopted Capital Budget includes capital financings that are planned for FY 2013-14. The financial markets are very unpredictable so final amounts for these proposed transactions will be determined when the authorizing legislation is presented to the Board of County Commissioners for approval and at the time the transactions are priced in the market:

- Aviation Revenue Refunding Bonds (Winter 2014)
- Special Obligation Court Facilities Revenue and Revenue Refunding Bonds (Winter 2014)
- Rickenbacker Causeway Toll Revenue Bonds (Winter 2014)
- General Obligation Bonds Building Better Communities Program Flexible Drawdown Bonds (Fall 2013) – second tranche \$200 million
- Seaport Revenue Bonds (Spring 2014)
- Aviation Revenue Refunding Bonds (Summer 2014)
- Conversion of the Sunshine State Loans from Variable to Fixed (Fall 2013)
- Transit System Surtax Revenue Bonds (Summer 2014)
- General Obligation Bonds – Public Health Trust (Summer 2014)

Expenditures

The FY 2013-14 Adopted Budget provides resources to continue the same level of service for the majority of departments, along with certain targeted enhancements. With an overarching goal of supporting economic development and attracting and retaining jobs, this Adopted Budget funds critical services to make the community livable and sustainable. Provided that our personnel costs as governed by our collective bargaining agreements do not increase, the cost of health care is controlled, efficiencies are implemented as planned in Miami-Dade Transit, costs are carefully controlled throughout our organization and savings continue to be identified, and unanticipated expenditures that local governments are forced to bear by actions of the State Legislature are not imposed, the level of service as proposed may be supported for two years by the rates established in the FY 2013-14 Adopted Budget.

Public Safety

Public safety functions are the core service for every local government. By the end of FY 2012-13, we had held three classes for certified police officers and one basic law enforcement class for non-certified officers to begin to strengthen our ranks of sworn personnel. In FY 2013-14, with some assistance from a COPS grant from the federal government, we will hold three basic law enforcement classes and increase the total number of sworn officers by 27. Funding will be advanced from the Fleet Trust Fund to purchase replacement police vehicles. The entire population of female inmates at the Women's Detention Center has been moved to the Turner Guilford Knight (TGK) facility to allow for reduced operating costs. Intake has been relocated to a modernized facility at the TGK facility and additional sworn positions have been converted to civilian positions to save money. Several projects called for by the Federal Settlement Agreement will be initiated in FY 2013-14. The anticipated award of a federal grant, Staffing for Adequate Fire and Emergency Response (SAFER), would allow us to retain 59 Firefighters and avoid the elimination of suppression and rescue units. Additionally, the Department has identified funds to begin a five year vehicle replacement plan. General fund subsidy to the Juvenile Services Department has been increased to offset grant funding that has been eliminated. The Medical Examiner will hire all additional positions needed

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

to address weaknesses that would impact accreditation. We will continue to work through the fiscal year with the State Attorney, Public Defender, Clerk of Courts, and Chief Judge to make sure that our court system's responsibilities are addressed within the limited revenues we have available.

Capital projects in the Public Safety strategic area accounts for six percent of the County's overall FY 2013-14 Adopted Capital Budget (\$119.257 million). Major projects include the Children's Courthouse, the Miami-Dade Courthouse Façade Renovations, Countywide Radio Rebanding, Miami-Dade Public Safety Training Institute improvements, Pre-Trial Detention Center renovations, construction of the Mental Health Diversion Facility, and construction and renovations of various Fire Rescue stations.

Economic Development

The structure of the Department of Regulatory and Economic Resources continues to be tweaked to ensure the combination key elements of the key functions involved with economic development and business and environmental regulation gel seamlessly. The new department is focused on making Miami-Dade County a place where people want to do business and can be successful, from the small Mom and Pop business to the international conglomerate. In FY 2013-14, the Internal Services Department will continue to manage the various affordable housing projects within each Commission District. The Economic Development strategic area represents three percent of the County's overall FY 2013-14 Adopted Capital Budget (\$62.503 million).

Neighborhoods and Infrastructure

Spending in this area, both in the operating and capital budgets grows dramatically in the Adopted Budget. An additional \$4 million is provided for animal services to support essential programs detailed in the no-kill plan adopted by the Board of County Commissioners. These funds, which represent a 40 percent increase over prior year funding, will provide for significant improvement in animal save rates. As well, significant increases are seen in the capital expenditures in the Water and Sewer Department to begin to address the issues raised in the Federal Consent Decree and projects needed to stabilize and expand our water and sewer infrastructure. Traffic and street sign replacement and NEAT team efforts remain at current year levels, including median maintenance cycles and roadside maintenance cycles. Residential fees for garbage and trash collection are not increased, but fees for water and sewer services will be increased to support additional costs of debt service. The Neighborhood and Infrastructure strategic area represents 20 percent of the County's overall FY 2013-14 Adopted Capital Budget (\$394.578 million).

Recreation and Culture

Library services will remain the same, supported by \$19 million in carryover funds that are likely to be fully depleted by the end of the fiscal year. The Mayor's Blue Ribbon Task Force has been convened to develop a master plan and address funding shortfalls anticipated in FY 2014-15. Funding for County majors grants and cultural grants continue at the same level and operating subsidies for the Miami Art Museum, Museum of Science, HistoryMiami, Vizcaya Museum and Gardens are increased to support the costs of our expanding institutions. Parks, Recreation and Open Spaces Department resources are held steady. Capital projects for the Recreation and Culture strategic area accounts for nine percent of the County's overall FY 2013-14 Adopted Capital Budget (\$179.706 million) - major projects include the construction of the new Miami Science Museum, the Northeast Library, and the Zoo Miami Florida Exhibit.

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

Health and Human Services

County support for services provided to the elderly remains at current year levels. This adopted budget reflects the elimination of the grant from the Early Learning Coalition and includes funding for Head Start and Early Head Start for services provided by delegate agencies. Again adjustments to administration and overhead in the social services area allowed for expenditure reductions without impacts to direct service for County funded programs. The FY 2013-14 Adopted Capital Budget in the Health and Human Services strategic area includes projects such as the design and construction of the Second Domestic Violence Shelter, the purchase of 16 new buses for the Community Action and Human Services Department, and various critical infrastructure and facility improvements at Jackson Health System. The Health and Human Services strategic area represents nine percent of the County's over FY 2013-14 Adopted Capital Budget for a total of \$165.125 million.

Funding for most community-based organizations (CBOs) remains at FY 2012-13 levels with continuation funding provided to currently contracted CBOs.

The maintenance of effort payment to the Public Health Trust will be \$137.901 million for FY 2013-14, \$124.858 million from the millage calculation and \$13.043 million as a percentage of the non-ad valorem revenue in the general fund. PHT will expend \$44.2 million in FY 2013-14 to address capital needs in their facilities and on their campuses and \$36.332 million for critical infrastructure projects. Beginning in FY 2013-14, the maintenance of effort payment to the Public Health Trust from Miami-Dade County will be the equivalent of 0.6667 mills of the countywide property tax roll and 11.873 percent of the following non-ad valorem revenues in the Countywide General Fund: business taxes, state shared revenues, interest income, and other discretionary miscellaneous income. The payment will be adjusted based on actual revenue collection and shall be no lower than \$140.8 million beginning in FY 2014-15. To the extent that state law changes impact this calculation, the minimum guarantee may be revisited.

Transportation

In FY 2013-14, the Port of Miami will continue work on the Port Tunnel and the Deep-Dredge projects. Miami International Airport will see the conclusion of the North Terminal Development and the beginning of joint development occurring on Airport property throughout the system. The Transit Department will continue with its track and guideway rehabilitation and its bus enhancements and replacements program. The AirportLink service, as well as continuation of all other Transit services is funded by federal grants, passenger revenues, the People's Transportation Plan surtax and the general fund maintenance of effort of \$167.869 million. Capital projects in the Transportation strategic area account for \$945.027 million and represent 49 percent of the County's overall FY 2013-14 Adopted Capital Budget.

General Government and Policy Formulation

General Government and Policy Formulation funding is continued at levels to support current services. The funding for the Board of County Commissioners and the County Attorney's Office has been budgeted to support the current level of staffing, adjusted only for changes in personnel costs. The Office of the Mayor eliminated one vacant position and the Office of the Inspector General will continue to hold vacant two positions.

The Elections Department budget is funded to address issues identified and recommendation made by the Mayor's Elections Task Force. Funding is allocated to support facility and asset needs in Internal Services, information technology resources in the Information Technology Department, and the 311 Answer Center at

FY 2013-14 Adopted Budget and Multi-Year Capital Plan

current levels of service. The implementation of the Enterprise Resource Planning system will begin in FY 2013-14. The Adopted Budget includes a separate Human Resources Department combining the payroll, recruitment, training, benefits, and labor relations functions of the Internal Services Department with the fair employment and human rights functions of the Office of Human Rights and Fair Employment Practices. This repositioning is intended to enhance the importance of these functions and improve direct contact with the Office of the Mayor. Capital projects in the General Government strategic area represent four percent of the County's overall FY 2013-14 Adopted Capital Budget for a total of \$77.625 million.

The Budget maintains our reserves, particularly the Countywide Emergency Contingency Reserves as noted before. Budgeted reserves as a portion of the General Fund budget remain at 5.5 percent. The first payment of \$5 million for the loan from the Water and Sewer Department is included in the FY 2013-14 Adopted Budget.