

Summary

To: Mayor Gary H. Katica, Commissioners

From: Stefan Massol

Date: 9/19/2017

Subject:

Approval of FY 2017-18 Budget as Amended

Summary:

Town staff originally proposed a tentative annual budget of \$14,988,375, however additional expenditures as well as revenues are anticipated as a result of Hurricane Irma. The final proposed budget is \$15,159,625. Three percent (3%) merit increases have been moved into each departmental budget.

Previous Commission Action: At the previous meeting on September 5th the Town Commission declared a local state of emergency in response to Hurricane Irma.

Background/Problem Discussion: Staff has compiled an estimate of emergency response costs related to Hurricane Irma. In total the cost may exceed \$400,000. Depending on the volume of work that occurs before the end of FY 2016-17, some of the recovery costs will be incurred in FY 2017-18. For this reason, staff has revised the annual budget for FY 2017-18 to include those costs that may not be realized until next fiscal year.

Expenditure Challenges None.

Financial Implications: The portion of debris management expense for FY 2017-18 is expected to be less than that of the current fiscal year. The cost is dependent on the volume of debris management work to be performed following a disaster event. Town staff is projecting Debris Collection & Removal costs of \$208,700 and Monitoring costs of \$84,200. Projected offsetting revenue from FEMA public assistance is expected at 75%, as well as a 12.5% reimbursement from the State of Florida, leaving the town with its 12.5% portion of cost.

Recommendation: Staff recommends that the budget be approved as amended.

Proposed Motion I move approval of the Resolution 2017-20 adopting fiscal year 2017-18 budget as amended.