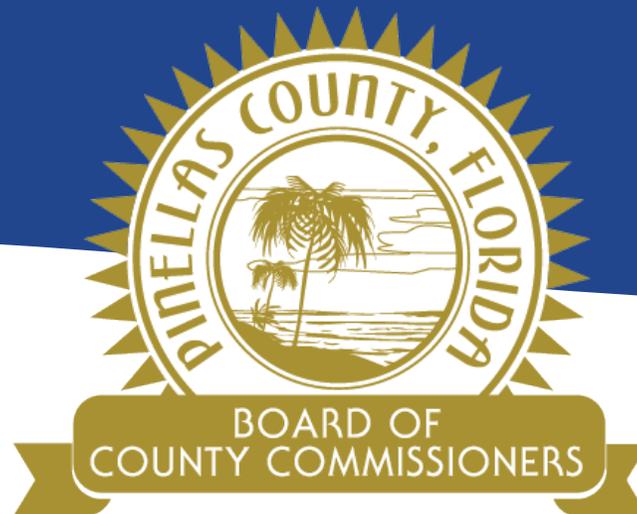


Budget Forecast: FY23 – FY28

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Office of Management & Budget

Budget & Financial Management Analyst



Our Vision:
To Be the Standard for
Public Service in America

Purpose of the Forecast

Strategic Plan #5.2 - Be responsible stewards of the public's resources

Objectives:

- Assess financial sustainability
- Understand impact of today's decisions
- Identify opportunities and challenges



A large, three-dimensional red number 6 with a slight shadow underneath.

Years

A large, three-dimensional red number 10 with a slight shadow underneath.

Funds

Forecast Document - Assumptions



Forecast Assumptions	FY24	FY25	FY26	FY27	FY28
REVENUES					
Property Taxes - Countywide	5.4%	5.1%	4.7%	4.5%	4.4%
Property Taxes - MSTU	3.9%	3.6%	3.2%	3.0%	2.9%
Half Cent Sales Tax	3.5%	3.9%	2.6%	3.4%	3.4%
Revenue Sharing	3.5%	3.9%	2.6%	3.4%	3.4%
Communications Svc Tax	-3.0%	-3.0%	-3.0%	-3.0%	-3.0%
Grants	2.0%	2.0%	2.0%	2.0%	2.0%
Interest	0.3%	0.8%	1.3%	1.8%	2.3%
Charges for Services	2.8%	2.8%	2.8%	2.8%	2.8%
Other revenues	2.8%	2.8%	2.8%	2.8%	2.8%
EXPENDITURES					
Personal Services	3.1%	3.1%	3.1%	3.1%	3.1%
Operating Expenses	2.8%	2.8%	2.8%	2.8%	2.8%
Capital Outlay	2.8%	2.8%	2.8%	2.8%	2.8%
Grants & Aids	2.8%	2.8%	2.8%	2.8%	2.8%
Projected Economic Conditions / Indicators:					
Consumer Price Index, % change	2.8%	2.8%	2.8%	2.8%	2.8%
FL Per Capita Personal Income Growth	1.4%	1.8%	1.5%	1.2%	0.8%
Estimated New Construction % of tax base	1.0%	1.0%	1.0%	1.0%	1.0%

Forecast Document – Pro Forma



(in \$ millions)					FORECAST					
	Actual FY21	Budget FY22	Estimated FY22	Requested FY23	Estimated FY23	Estimated FY24	Estimated FY25	Estimated FY26	Estimated FY27	Estimated FY28
BEGINNING FUND BALANCE	184.3	251.2	249.5	175.2	175.2	202.0	237.9	293.3	361.0	441.8
REVENUES*										
Property Taxes -Countywide	467.1	483.4	481.7	508.9	514.2	542.0	569.6	596.4	623.2	650.7
Property Taxes - MSTU	42.5	44.2	44.6	46.7	47.1	49.0	50.8	52.4	53.9	55.5
Half Cent Sales Tax	54.4	50.4	54.3	49.6	50.1	51.9	53.9	55.3	57.2	59.1
Revenue Sharing	21.7	21.6	25.2	21.2	21.4	22.2	23.0	23.6	24.4	25.3
Communications Svc Tax	7.9	6.9	6.7	6.3	6.4	6.2	6.0	5.8	5.7	5.5
Intergovernmental Revenue	143.7	13.6	12.8	12.3	12.4	12.6	12.9	13.1	13.4	13.7
Licenses and Permits	1.8	1.7	1.8	1.6	1.6	1.7	1.7	1.7	1.8	1.8
Interest	0.5	0.4	1.1	1.2	1.2	0.6	1.9	3.8	6.5	10.2
Charges for Services	55.7	55.8	56.8	56.3	56.9	58.5	60.2	61.8	63.6	65.4
Other revenues	42.6	38.8	43.2	40.2	40.6	41.8	43.0	44.2	45.4	46.7
TOTAL REVENUES	838.0	716.7	728.3	744.3	752.1	786.5	823.0	858.3	895.1	933.7
% vs prior year		-14.5%	-13.1%		3.3%	4.6%	4.6%	4.3%	4.3%	4.3%
TOTAL RESOURCES	1,022.3	968.0	977.8	919.5	927.3	988.5	1,060.8	1,151.6	1,256.2	1,375.5
EXPENDITURES*										
Personal Services	90.3	96.1	90.4	99.2	97.2	100.2	103.3	106.5	109.7	113.1
Operating Expenses	139.2	143.1	140.9	145.8	142.9	146.9	151.0	155.2	159.6	164.0
Capital Outlay	1.4	6.9	2.2	5.7	5.7	5.9	6.0	6.2	6.4	6.6
Grants & Aids	149.7	66.4	66.9	36.9	36.9	37.6	38.4	39.1	39.9	40.7
Transfers to Other Funds	4.9	83.5	83.5	19.3	19.3	17.0	17.2	17.4	17.6	17.8
Constitutional Officers Transfers	390.8	418.8	418.8	423.4	423.4	438.4	452.6	467.1	482.2	497.7
Future Year Commitments	-	-	-	-	-	9.1	3.7	3.8	3.9	-
Expenditure Lapse***	-	-	-	-	-	(4.5)	(4.6)	(4.7)	(4.8)	0.0
EXPENDITURES	776.3	814.9	802.6	730.2	725.3	750.6	767.5	790.6	814.4	840.0
% vs prior year		5.0%	3.4%	-10.4%	-9.6%	3.5%	2.3%	3.0%	3.0%	3.1%
ENDING FUND BALANCE	245.9	153.1	175.2	189.3	202.0	237.9	293.3	361.0	441.8	535.6
ENDING FUND BALANCE AS % OF REVENUE	29.3%	21.4%	24.1%	25.4%	26.9%	30.2%	35.6%	42.1%	49.4%	57.4%
TOTAL REQUIREMENTS	1,022.3	968.0	977.8	919.5	927.3	988.5	1,060.8	1,151.6	1,256.2	1,375.5
REVENUE minus EXPENDITURES	61.6	(98.1)	(74.3)	14.1	26.8	35.9	55.4	67.7	80.8	93.8

U.S. Unemployment Rate 3.6% (April 2022 – Bureau of Labor Statistics)

- Florida 3.2% (March); Pinellas 2.4% (March 2022 – Bureau of Labor Statistics)

Home Sales Rising

- Median Price up in 2021
 - 19.9% in Florida (Florida Realtors)
 - 19.2% in Pinellas (Pinellas Realtor Organization)
- Volume up 12.9% statewide

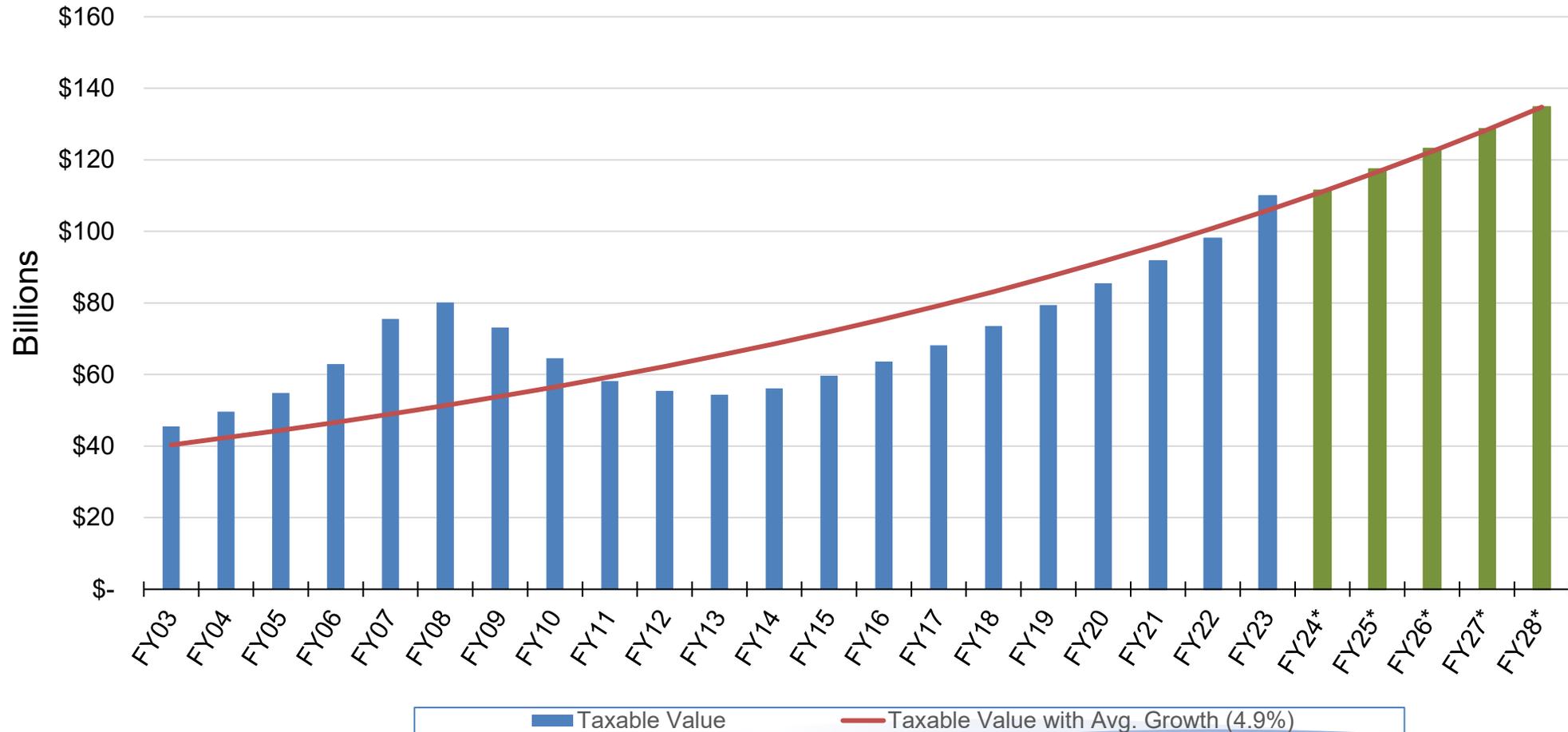
Taxable values up 6.8% in FY22 to \$98.0B



Local Economic Outlook



Pinellas County General Fund Taxable Values - FY03 to FY28



Potential Impacts to the Forecast

- **Slower economic growth or recession**
- **Inflation**
- **Property tax exemptions, Save Our Homes**
- **New federal or state mandates**
- **Climate change**
- **Environmental**



Fund Reviews

Emergency Medical Services Fund

- No millage rate change
- Maintains target reserve level (>25.0%)
- Ambulance Contract Funding Request
- First Responder Funding Requests

Surface Water Utility Fund

- ERU growth flat
- Mitigation credits negatively impact revenues
- Maintains target reserve level (> 15.0%)

Capital Projects Fund

- Fund is forecasted to be balanced for FY23 and FY24
- Expenditures exceed revenue beginning in FY25
- Fund is forecasted to be balanced again in FY28

Airport Revenue & Operating Fund

- Revenues exceed expenditures thru FY26
- Use of Grants and Fund Balance for planned capital projects
- Reserves exceed the 15% target throughout the forecast period

Sewer Funds

- Expenditures exceed revenues through
- Fund Balance projected negative by end of FY25 – reflects project increases in Capital Improvements Plan
- Annual rate increases of 9.5% through FY24 and 3.0% thereafter

Water Funds

- Annual expenditures exceed revenues
- Annual rate increases of 1.0% through FY23
- Reserves under target level of 25% by end of FY27 – reflects project increases in Capital Improvements Plan

Solid Waste Fund

- Operating expenses remain relatively constant with minimal growth
- Capital expenses vary according to planned needs (between \$18M and \$35M)
- The forecast includes tipping fee increases of 6.8 percent through FY25
- Power Purchase Agreement discontinuing in its current form in December 2024 causing an annual deficit in FY25 and each year following
- Will use accumulated funds to balance through the forecast period

General Fund Forecast

Balanced

- Without increasing millage rate
- Maintains target reserve level (> 15.0%)

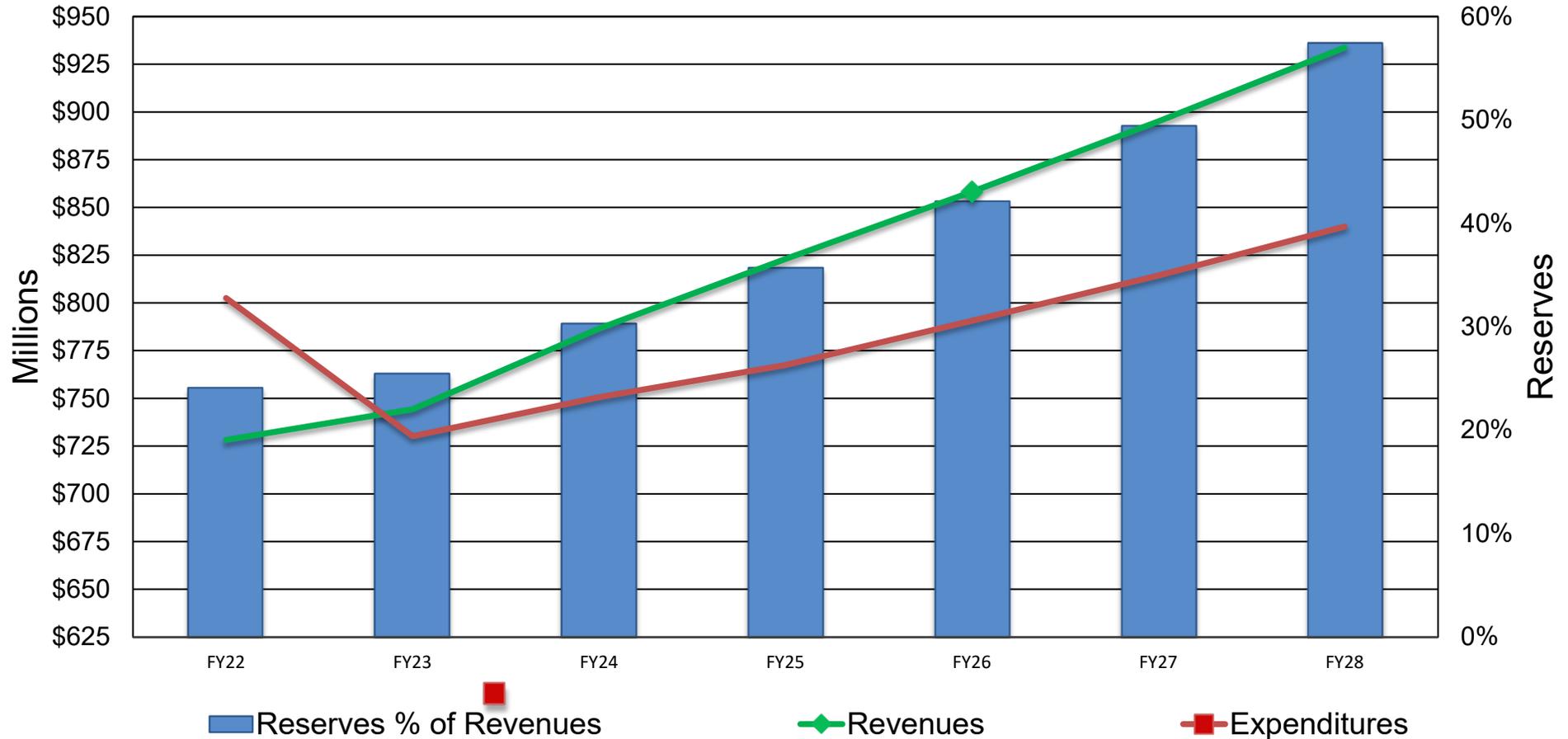
Balancing strategies

- Pursue efficiencies without compromising services
- Use non-recurring funds for one-time expenditures
- Expenditure reductions or revenue increases

General Fund Forecast



General Fund Forecast FY22 - FY28



Tourist Development Tax Fund Forecast



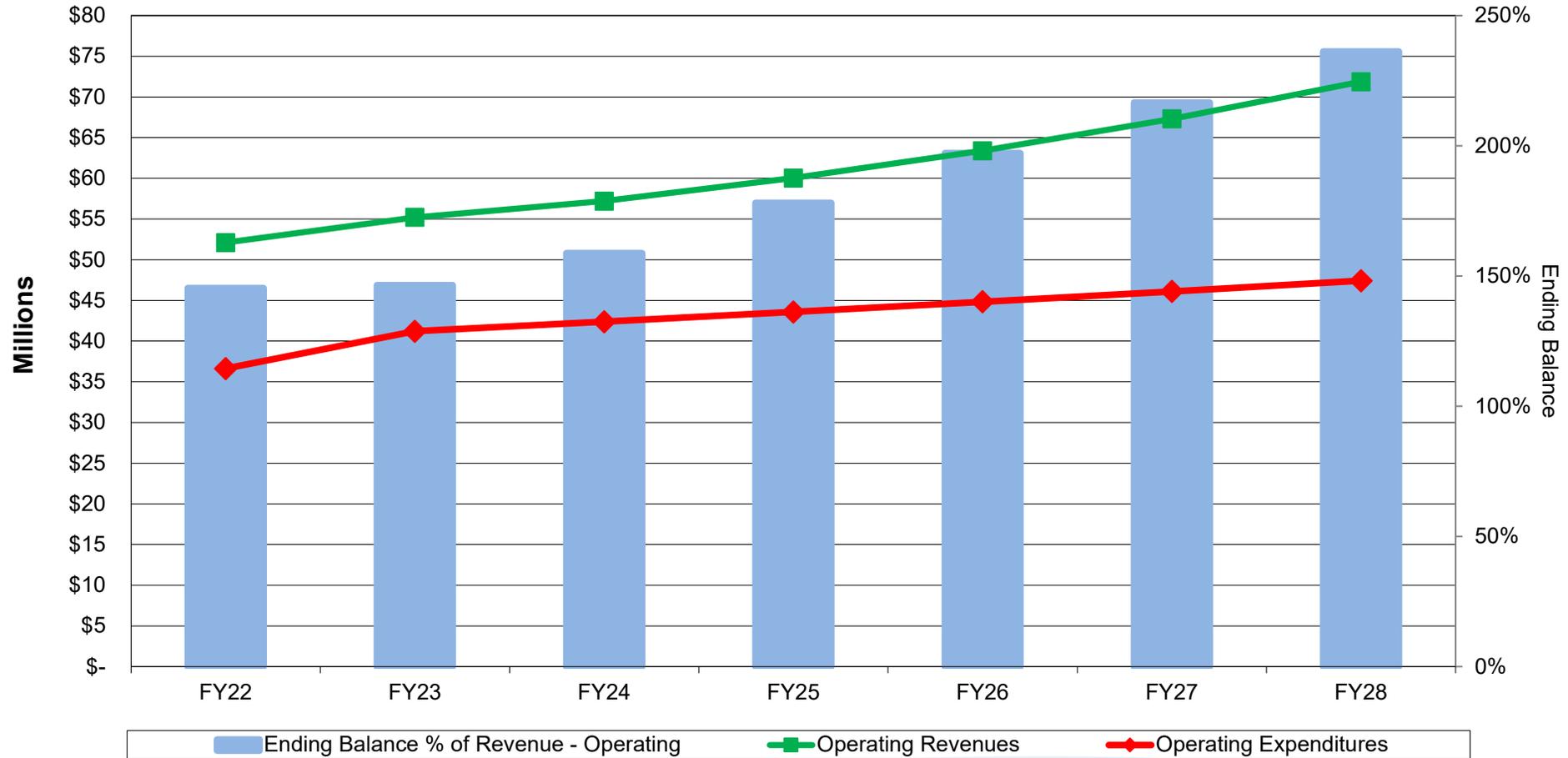
Balanced

- Commitments to capital projects end in FY23
- Reserves for both the Operating and Capital portions exceed 38%
- Maintains 60/40 split of current TDT revenue between Marketing & Advertising and Capital projects

Tourist Development Tax Fund Forecast



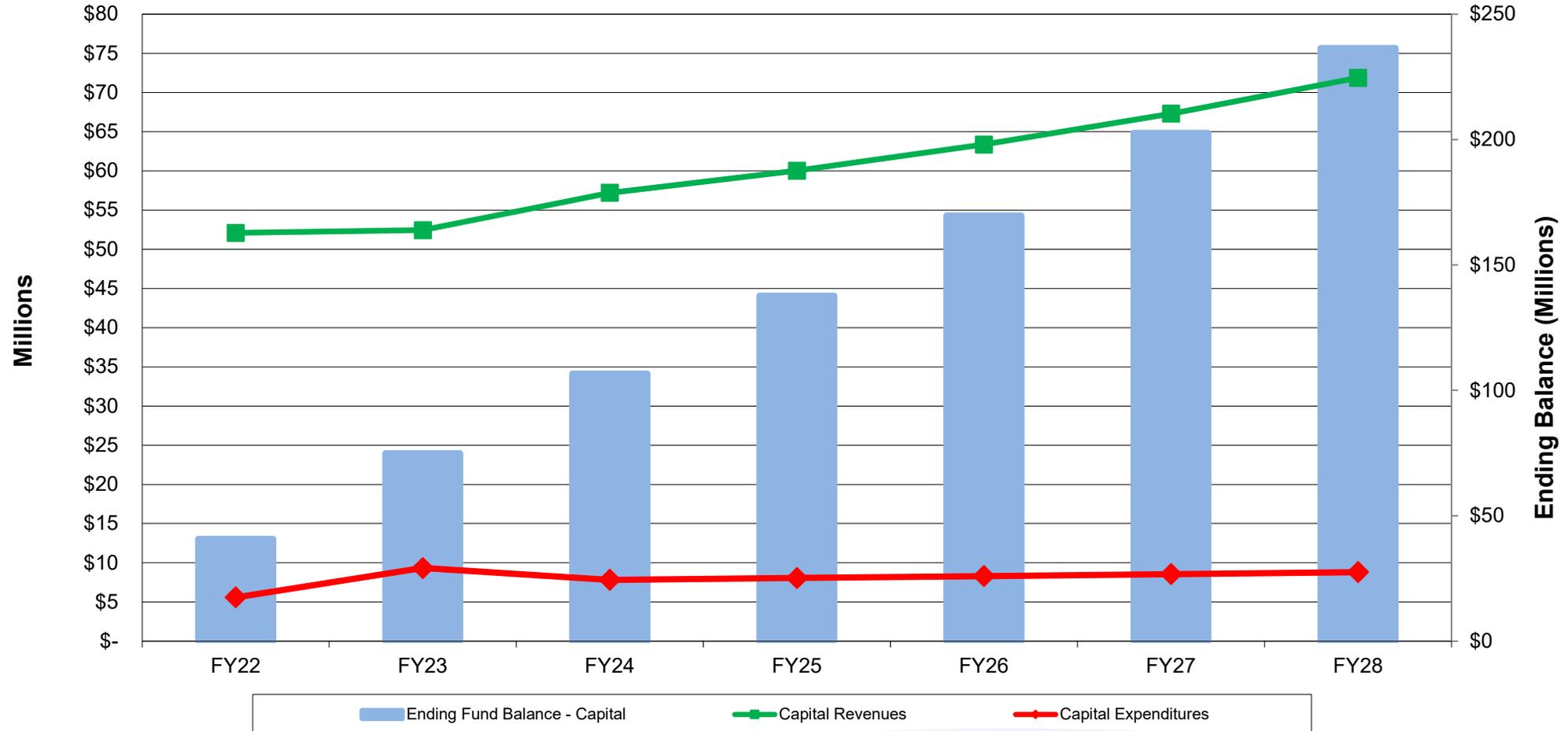
Tourist Development Tax Fund Forecast FY22 - FY28 - Operating



Tourist Development Tax Fund Forecast



Tourist Development Tax Fund Forecast FY22 - FY28 - Capital



Transportation Trust Fund Forecast



Balanced through the Forecast Period

- Stabilized in FY22 with dedicated millage from General Fund

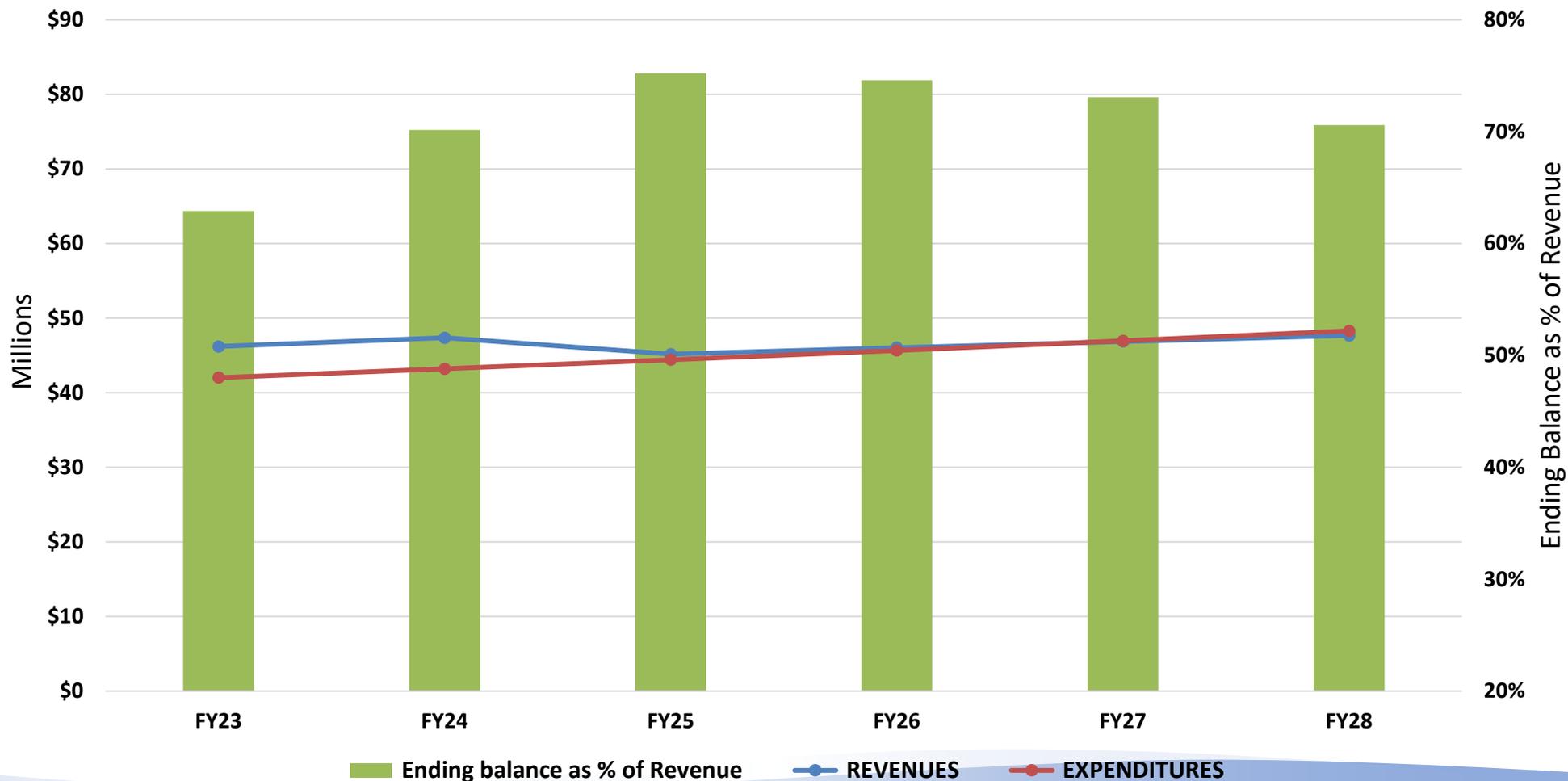
Fuel Tax Revenues are recovering from COVID

- Projected to remain flat long-term

Maintain at least 15% reserves

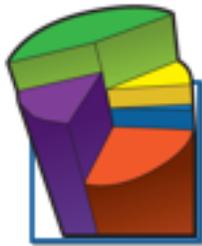
Transportation Trust Fund Forecast

Transportation Trust Fund Forecast FY23 - FY28



Citizens Guide to the Budget

Budget Forecast FY23 – FY28



Pinellas County, Florida
Office of Management & Budget



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