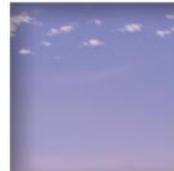


PRELIMINARY PROPOSED FISCAL YEAR 2016-2017 BUDGET



Preliminary TRIM Budget Overview 7.12.2016



This document is a part of a working budget document intended for use by Village staff and management in preparation of the FY 2016/2017 comprehensive budget to be reviewed and adopted by Council. The numbers included in this document are likely to change as they are refined throughout the budget process.

Total Budget:

- All funds (including transfers): \$89.6 million, an increase of \$4.2 million or 4.9%

Operating Budget:

- Governmental funds: \$52.0 million, up \$2.5 million or 5.1%
- Enterprise funds: \$16.7 million, up \$2.2 million or 15.6%

Capital Budget:

- Governmental capital projects: \$5.4 million, down \$406,000 or -6.9%
- Enterprise capital projects: \$4.6 million, up \$799,000 or 20.7%

Transfers & Debt Service:

- Transfers: \$10.7 million, down \$969,000, or -8.3%
- Debt Service: \$1.3 million, up \$184,000, or 16.3% due to the Saddle Trail bond payments *(excludes interest on utility deposits)*



PRELIMINARY PROPOSED EXPENDITURE BUDGET OVERVIEW

	Adopted FY 2016 Budget	Prelim FY 2017 Budget	Increase (Decrease)	%
OPERATING BUDGET				
General Fund	\$ 37,756,179	\$ 40,221,876	\$ 2,465,697	6.5%
ACME	5,414,386	4,700,328	(714,058)	-13.2%
Other Special Revenue Funds	5,205,595	5,793,499	587,904	11.3%
Debt Service	1,133,756	1,318,164	184,408	16.3%
Total Governmental Operating Budget	\$ 49,509,916	\$ 52,033,867	\$ 2,523,951	5.1%
Water & Wastewater	\$ 10,510,421	\$ 12,415,136	\$ 1,904,715	18.1%
Solid Waste	3,510,900	3,615,262	104,362	3.0%
Professional Centre	440,266	692,308	252,042	57.2%
Debt Service	30,000	30,000	-	0.0%
Total Enterprise Operating Budget	\$ 14,491,587	\$ 16,752,706	\$ 2,261,119	15.6%
CAPITAL PROJECTS				
Governmental CIP	5,891,000	5,485,000	(406,000)	-6.9%
Utility CIP	3,866,000	4,665,000	799,000	20.7%
Total Capital Projects Budget	\$ 9,757,000	\$ 10,150,000	\$ 393,000	4.0%
Total Budget Excluding Transfers	\$ 73,758,503	\$ 78,936,573	\$ 5,178,070	7.0%
Transfers	11,690,418	10,721,363	(969,055)	-8.3%
TOTAL BUDGET	\$ 85,448,921	\$ 89,657,936	\$ 4,209,015	4.9%

Note: Excludes increases & decreases to reserves



ALL SERVICES, PROJECTS & PROGRAMS ALIGNING TO THE FIVE FUNDAMENTALS

- 1. *Neighborhood Renaissance*** - creating and encouraging safe neighborhoods, neighborhood revitalization and redevelopment, citizen involvement, and protecting and stabilizing property values.
- 2. *Economic Development*** – retaining and attracting new businesses, flexible business regulations, a business-friendly economic environment, business education, equestrian branding, and supporting core business services.
- 3. *Protecting our Investment*** – focusing on maintaining and improving Wellington’s infrastructure – roads, drainage, water & sewer systems, parks and green space, and public buildings.
- 4. *Responsive Government*** – ensuring local government is responsive, open and transparent to the public and pursuing policies that are accountable to residents and stakeholders.
- 5. *Respecting the Environment*** - developing processes which maintain and preserve green spaces and other natural areas and aim to provide affordable, clean, energy-saving alternatives for today's residences and businesses; continually looking for ways to reduce the environmental impact of operations and by seeking continuous improvement in our environmental management efforts, all with the goal of reducing Wellington’s ecological footprint.

FY 2017 PROPOSED RATES & REVENUES

Ad Valorem Millage (preliminary down .01 mills on higher taxable value)

- Preliminary **2.44 mills** = \$17.37 million, increase of \$1.21 million
- Rollback of 2.28 mills = \$16.28 million, same ad valorem revenues as prior year
- Taxable Value **\$7.49 billion**, up 8.3% from \$6.92 billion final taxable value

ACME Assessment (no change)

- Propose **\$230** = \$5.68 million, up \$15,000 on 25,997 units (added units over prior year)

Solid Waste Assessment (decrease \$5)

- Propose **\$135** curbside & **\$100** containerized = \$2.90 million, down \$100 000 or -3%; approx. 20,900 curbside and 2,360 containerized units

Utility Rates (no change)

- Average residential monthly bill (6,000 gallons) is \$59.48 (\$35.60 base + \$23.88 use)
- \$18.7 million in utility service revenue; approximately 20,400 accounts



RATE AND BUDGET HISTORY

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017P
Taxable Value (billions)	\$7.8	\$7.2	\$6.1	\$5.4	\$5.4	\$5.4	\$5.7	\$6.3	\$6.9	\$7.5
Cumulative New Construction Added (billions) 2008 - present	\$0.32	\$0.41	\$0.52	\$0.56	\$0.61	\$0.67	\$0.76	\$0.90	\$1.00	\$1.08
Millage Rate	2.34	2.34	2.50	2.50	2.50	2.47	2.47	2.45	2.45	2.44
Acme Assessment Rate	\$146	\$146	\$175	\$200	\$200	\$200	\$200	\$230	\$230	\$230
Water Utility Base Rate	\$1.55	\$1.63	\$1.73	\$1.86	\$2.00	\$2.00	\$2.06	\$2.06	\$2.06	\$2.06
Solid Waste Assessment Rate - curb	\$129	\$162	\$160	\$160	\$160	\$160	\$160	\$160	\$140	\$135
Total Budget (millions)	\$111.3	\$102.5	\$82.9	\$75.7	\$73.9	\$74.5	\$74.5	\$76.9	\$85.4	\$89.6

P = Preliminary

Does not include increase/decreases to reserves



MILLAGE RATE OPTIONS

	\$7.494 Billion		HOMESTEAD	NON-HOMESTEAD
	Millage	Bgt Taxes	Change from 15/16 Wellington Ad Valorem Tax Bill ⁽⁴⁾	Change from 15/16 Wellington Ad Valorem Tax Bill 8.3% Value Inc.
Rollback ⁽¹⁾	2.287	\$16.28 million	(\$44)	\$8
Majority Maximum ⁽²⁾	3.047	\$21.69 million	\$185	\$255
2/3 Vote Max ⁽³⁾	3.352	\$23.86 million	\$277	\$354
Proposed Rate	2.440	\$17.37 million	\$2	\$58
Prior Year Rate	2.450	\$17.44 million	\$5	\$61
Each 1/10 Mill	0.100	\$0.71 million	\$30	\$32

(1) Rollback rate provides the same ad valorem revenues as the prior year plus the revenues provided by new construction value. New construction will add approximately \$220,000 in ad valorem revenues

(2) Majority Maximum rate is the prior year majority max rate plus 1.0375% income growth factor

(3) 2/3 Vote Maximum rate is 110% of the Majority Maximum rate

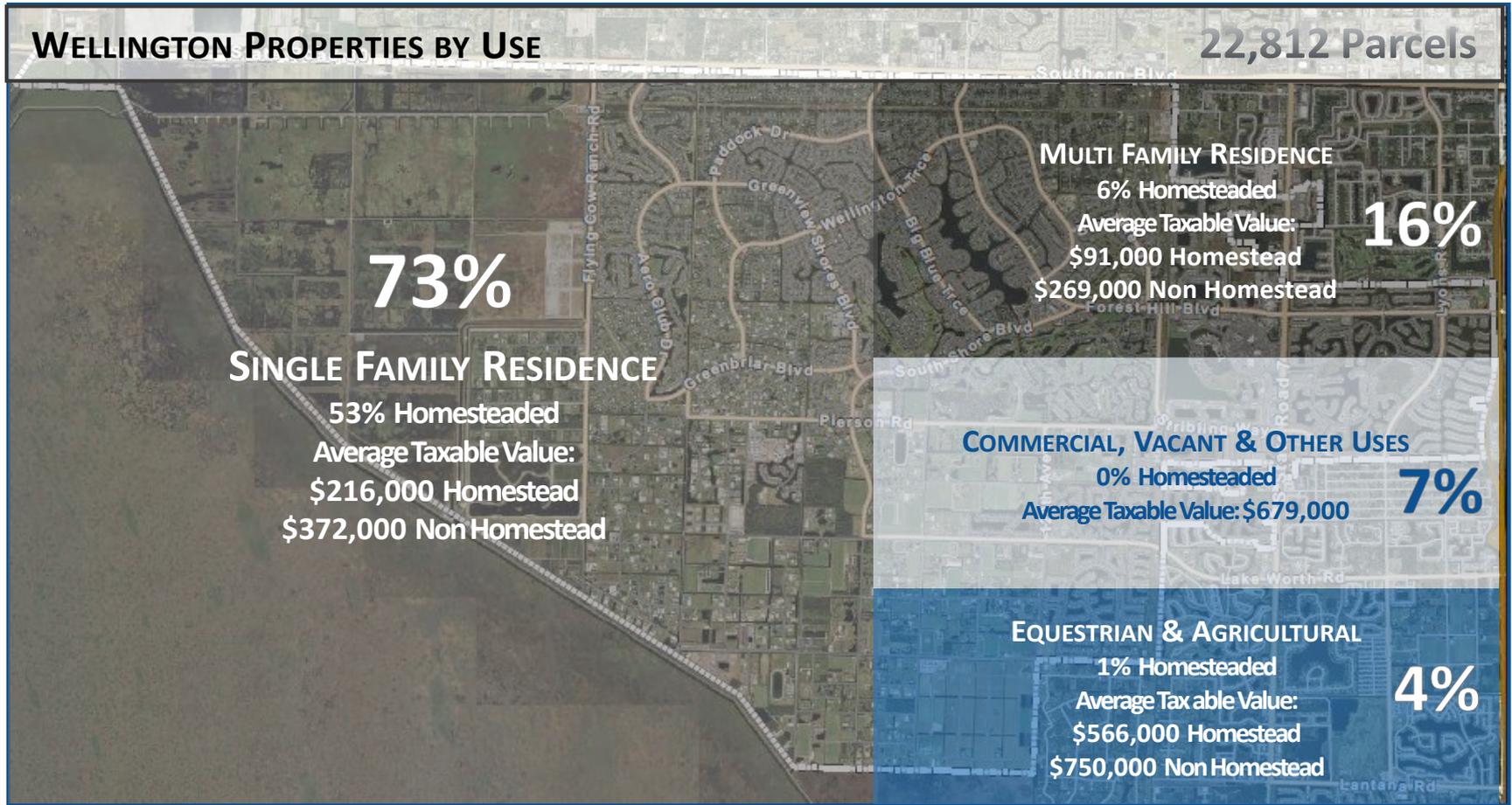
(4) Uses \$300,000 taxable value for prior year and \$302,100 in new year (estimated 0.7% area CPI increase limit per PA)

Fiscal Year	Rollback	Majority Max	2/3 Vote Max	Preliminary TRIM Rate ¹	Adopted Rate	July 1 Est. Taxable Value	Final Taxable Value	% Change in TV from PY Final
2009	2.55	2.52	2.92	2.34	2.34	\$7,206,937,298	\$7,155,814,731	-7.2%
2010	2.81	3.10	3.41	2.80	2.50	\$6,078,162,229	\$6,044,475,598	-15.1%
2011	2.82	3.44	3.78	2.63	2.50	\$5,396,893,082	\$5,382,217,796	-10.7%
2012	2.53	3.49	3.84	2.50	2.50	\$5,374,027,013	\$5,321,076,907	-0.2%
2013	2.48	3.62	3.98	2.50	2.47	\$5,424,741,540	\$5,399,943,566	1.9%
2014	2.35	3.51	3.86	2.50	2.47	\$5,754,190,357	\$5,738,067,063	6.6%
2015	2.30	3.37	3.71	2.50	2.45	\$6,310,166,647	\$6,273,246,369	10.0%
2016	2.24	3.14	3.46	2.45	2.45	\$6,943,284,683	\$6,922,766,608	10.7%
2017P	2.28	3.04	3.35	2.44		\$7,494,877,365		8.3%

¹ Initial rate based on preliminary budget, not yet adopted



PROPERTY TAX ROLL ANALYSIS (TAX YEAR 2015, FY 2015-2016)



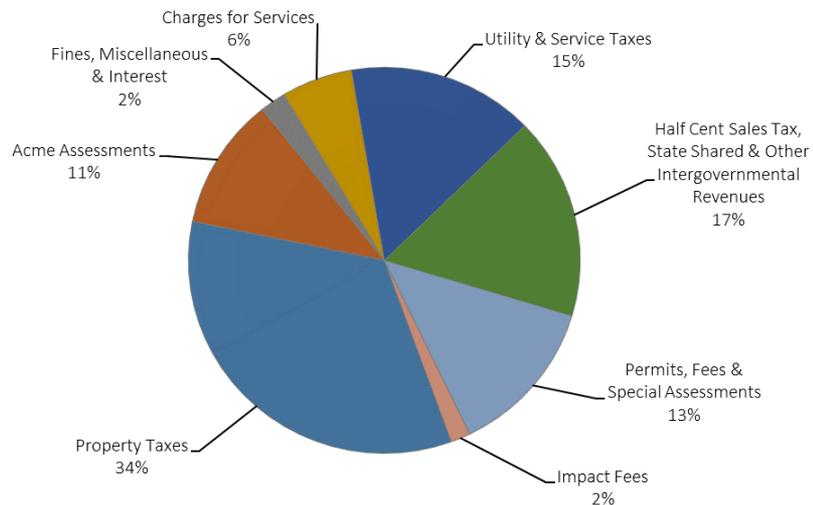
SUMMARY

PROPERTY TYPE					Approximate Taxes & Assessments						
	Parcels	Pct	Acres	Pct	Average Taxable Value	Wellington AV		Acme		Well Solid	
						Taxes Paid	Pct	Assessments	Pct	Waste	Pct
SINGLE FAMILY RESIDENCE	16,692	73%	6,069	21%	\$ 257,957	\$ 10,021,782	64%	\$ 1,256,266	21%	\$ 2,336,880	78%
MULTI FAMILY RESIDENCE	3,740	16%	1,717	6%	205,332	1,787,384	11%	355,510	6%	439,635	15%
COMMERCIAL, VACANT & OTHER	1,568	7%	15,125	53%	679,160	2,478,609	16%	3,130,857	53%	108,780	4%
EQUESTRIAN & AGRICULTURAL	812	4%	5,802	20%	709,930	1,341,719	9%	1,200,969	20%	113,680	4%
TOTALS	22,812	100%	28,713	100%	\$ 294,369	\$ 15,629,494	100%	\$ 5,943,602	100%	\$ 2,998,975	100%

GOVERNMENTAL REVENUE BUDGET

	FY 2016 Budget	FY 2017 Budget	\$ Change	% Change
Ad Valorem Taxes	\$ 16,160,495	\$ 17,373,126	\$ 1,212,631	8%
Non Ad Valorem Assessments - Acme	5,665,050	5,680,345	15,295	0%
Utility & Service Taxes <i>Comm Svcs Tax, Util Svc Taxes & BTRs</i>	7,530,000	7,925,000	395,000	5%
Permits, Fees & Special Assessments <i>Franchise Fees, Engineering & PZ Fees, Building Permits & STPS Assessmt</i>	6,255,000	6,767,702	512,702	8%
Intergovernmental Revenue <i>Half cent Sales, State Revenue Sharing, Gas Taxes, CDBG</i>	7,599,645	8,699,000	1,099,355	14%
Fines & Forfeitures <i>Parking Citations, Code Fines & Lien Satis.</i>	327,000	270,000	(57,000)	-17%
Charges for Services <i>Recreation Revenues & Wycliffe Drainage</i>	2,778,530	3,016,180	237,650	9%
Impact Fees	400,000	840,000	440,000	110%
Interest Income	143,500	280,000	136,500	95%
Miscellaneous Revenues <i>Boys & Girls Club loan, Pcard Rebate & Miscellaneous</i>	329,500	553,687	224,187	68%
TOTAL GOVERNMENTAL REVENUES	\$ 47,188,720	\$ 51,405,040	\$ 4,216,320	8.9%

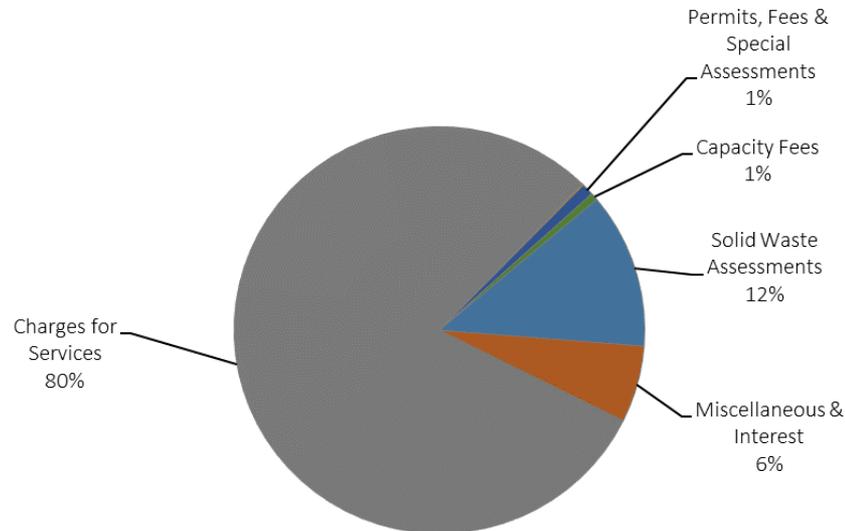
Notes: Does not include Appropriation of Reserves or Transfers In; Does not include potential countywide one-cent sales surtax revenues; Enterprise Revenues presented separately.



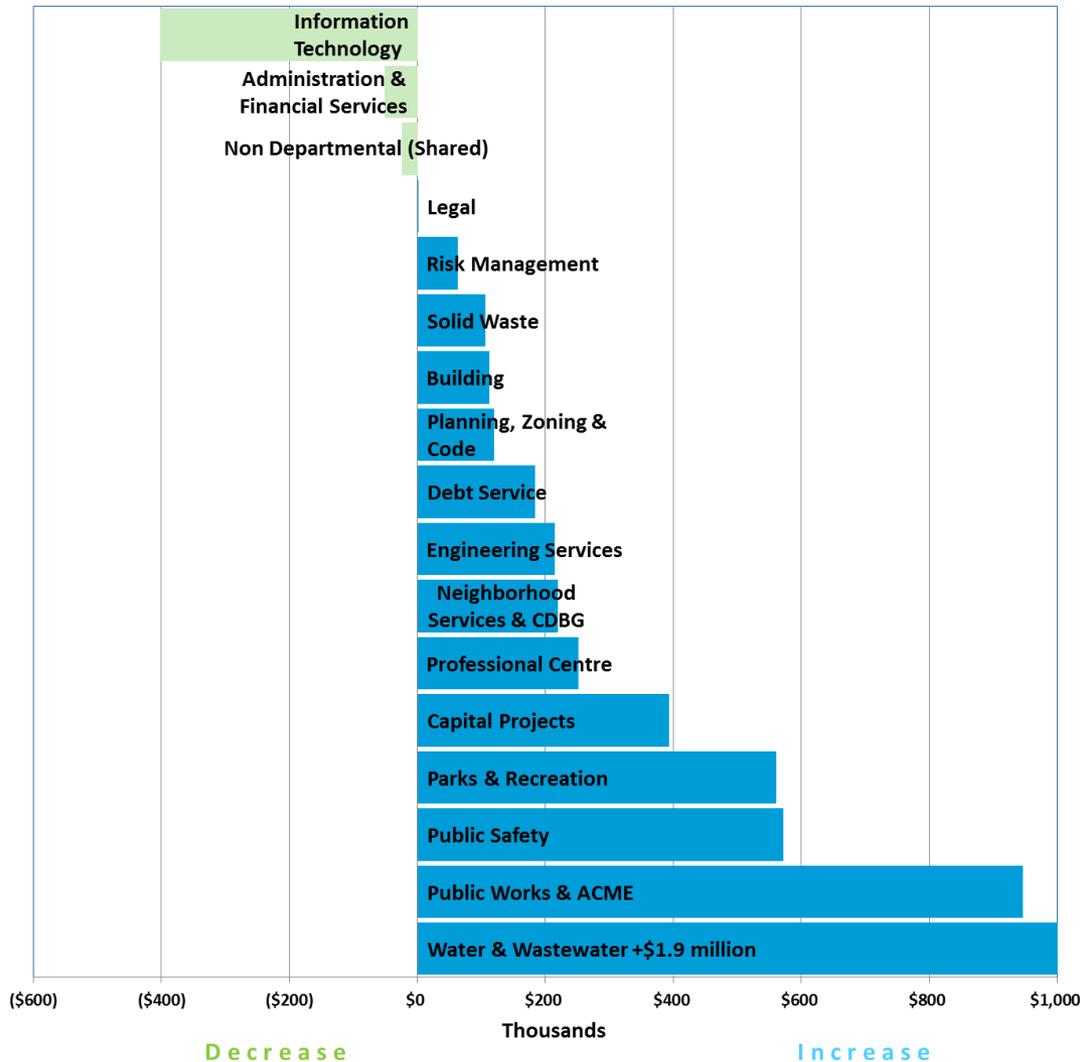
ENTERPRISE REVENUE BUDGET

	FY 2016 Budget	FY 2017 Budget	\$ Change	% Change
Non Ad Valorem Assessments- Solid Waste	\$ 3,006,565	\$ 2,906,520	\$ (100,045)	-3%
Franchise Fees - Solid Waste	220,000	220,000	0	0%
Intergovernmental Revenue <i>Solid Waste Recycling Grant</i>	55,000	30,000	(25,000)	-45%
Charges for Services	18,342,000	18,748,500	406,500	2%
Interest Income	150,000	285,000	135,000	90%
LWPC Leases	680,000	696,000	16,000	2%
Miscellaneous Revenues <i>Excluding LWPC Leases</i>	534,000	489,418	(44,582)	-8%
Utility Capacity Fees	400,000	138,000	(262,000)	-66%
TOTAL ENTERPRISE REVENUES	\$ 23,387,565	\$ 23,513,438	\$ 125,873	0.5%

Note: Does not include Appropriation of Reserves or Transfers In



FY 2017 BUDGET CHANGES FROM PRIOR YEAR



Significant departmental impacts on the FY 2017 budget include:

- Added Water & Wastewater major maintenance, meter replacements and ongoing operating expenses
- Public Works up for added facility maintenance and custodial positions, increased roadway overlay and major equipment replacements
- Law Enforcement contract increase of 2% (Public Safety) plus two added deputies
- Parks & Rec higher for added WCC positions and programming
- Increase in Water & Wastewater capital project budget
- Large reduction in software licenses and hardware replacements over prior year (Information Technology)



FY 2017 PROPOSED DEPARTMENT BUDGETS

Expenditure Area	Personnel	Operating Expenditures	Fixed Assets & Other	Total	FY 2016 Budget	Increase (Decrease)	Staffing	
							FT Perm	PT/OPS Hrs
General Administration	\$ 5,074,579	\$ 757,685	\$ -	\$ 5,832,264	\$ 5,883,819	\$ (51,555)	53	3,120
Legal	511,225	327,300	-	\$ 838,525	838,115	\$ 410	3	
Risk Management	242,432	932,950	-	\$ 1,175,382	1,111,642	\$ 63,740	1	
Information Technology	1,164,625	1,301,343	29,000	\$ 2,494,968	2,897,401	\$ (402,433)	11	
Public Works and Acme	7,303,107	9,253,718	1,049,500	\$ 17,606,325	16,659,785	\$ 946,540	100	13,120
Engineering Services	751,689	76,930	12,000	\$ 840,619	625,414	\$ 215,205	7	
Parks, Recreation & Culture	3,403,726	1,894,200	75,500	\$ 5,373,426	4,812,129	\$ 561,297	29	69,260
Building	1,899,322	215,800	47,000	\$ 2,162,122	2,049,827	\$ 112,295	19	
Planning, Zoning & Code	2,327,306	412,529	-	\$ 2,739,835	2,620,093	\$ 119,742	26	
Neighborhood Services & CDBG	583,150	752,807	-	\$ 1,335,957	1,115,738	\$ 220,219	6	
Public Safety	-	8,903,689	144,000	\$ 9,047,689	8,475,813	\$ 571,876		
Professional Centre	288,438	403,870	-	\$ 692,308	440,266	\$ 252,042	3	
Water and Wastewater	4,682,134	6,942,750	590,782	\$ 12,215,666	10,306,667	\$ 1,908,999	53	4,680
Solid Waste	306,493	3,280,542	18,500	\$ 3,605,535	3,499,316	\$ 106,219	4	
Non-Departmental (Shared)	951,598	526,190	-	\$ 1,477,788	1,501,722	\$ (23,934)		
Debt Service	-	-	1,348,164	\$ 1,348,164	1,163,756	\$ 184,408		
Capital Projects	-	-	10,150,000	\$ 10,150,000	9,757,000	\$ 393,000		
TOTALS	\$29,489,824	\$35,982,303	\$13,464,446	\$78,936,573	\$73,758,503	\$5,178,070	315	90,180



PROPOSED STAFFING

	Amended Positions 2016				Proposed 2017				Change from Prior Year			
	Perm FTE	Supp/ Temp	Part-time Hours	Intern	Perm FTE	Supp/ Temp	Part-time Hours	Intern	Perm FTE	Supp/ Temp	Part-time Hours	Intern
Council	6.00	-	-	-	6.00	-	-	-	-	-	-	-
Manager	4.00	-	-	-	4.00	-	-	-	-	-	-	-
Legal	3.00	-	-	-	3.00	-	-	-	-	-	-	-
Information Technology	11.00	-	-	-	11.00	-	-	-	-	-	-	-
Public Works	95.00	-	14,040	-	100.00	-	14,040	-	5.00	-	-	-
Administrative Services	23.00	-	3,120	-	25.00	-	3,120	-	2.00	-	-	-
Engineering Services	5.00	-	-	-	7.00	-	-	1.00	2.00	-	-	1.00
Financial Services	19.00	-	-	-	19.00	-	-	-	-	-	-	-
Planning & Zoning	18.00	-	-	1.00	18.00	1.00	-	1.00	-	1.00	-	-
Building	19.00	-	-	-	19.00	-	-	-	-	-	-	-
Parks & Recreation	27.00	2.00	58,360	-	29.00	-	68,340	-	2.00	(2.00)	9,980	-
Code Compliance	14.00	-	-	-	14.00	-	-	-	-	-	-	-
Utility System	51.00	-	3,120	1.00	53.00	-	4,680	-	2.00	-	1,560	(1.00)
Solid Waste	4.00	-	-	-	4.00	-	-	-	-	-	-	-
Lake Wellington Professional Centre	3.00	-	1,560	-	3.00	-	-	-	-	-	(1,560)	-
TOTALS	302.00	2.00	80,200	2.00	315.00	1.00	90,180	2.00	13.00	(1.00)	9,980	-

- In the preliminary budget:
 - 315 permanent positions; up 13 from adopted and amended FY 2016 budgets for building maintenance, extended operating hours and WCC
 - 90,180 Part-time hours, net increase of 9,980 for two added part-time utilities positions
 - 4.0% raises included, 2.0% based on price index and 2.0% to distribute based on merit
 - Up to 5% increase in medical insurance budgeted
 - No other major changes to benefits anticipated



CAPITAL PLAN

	Proposed FY 2017 New CIP Budget Additions
FY 2017 CIP PROJECT LIST	
Total Governmental Projects:	\$5,485,000
2014 Acme Renewal & Replacement Program	\$740,000
Communications and Technology Investment	\$400,000
Village-owned Facility Improvements	\$350,000
Neighborhood Parks Program	\$220,000
Neighborhood Trails Program	\$300,000
Parks Capital Improvements	\$200,000
Public Works Facility Improvements	\$750,000
Road & Pathway Circulation Expansion	\$500,000
Safe Neighborhood Improvements	\$225,000
SWM System Improvements	\$800,000
Turn Lanes & Traffic Engineering	\$1,000,000
Total Water & Wastewater Projects:	\$4,665,000
Communications and Technology Investment	\$750,000
Storage/Repump Improvements	\$60,000
Water Treatment Plant Improvements	\$560,000
Water Supply Improvements	\$160,000
Water Distribution & Transmission Improvements	\$2,900,000
Gravity Collection System Improvements	\$85,000
WWTP Improvements	\$150,000
TOTAL BUDGET ADDITIONS FOR CAPITAL PROJECTS	\$10,150,000
Replacement Assets	\$1,375,500
New Assets	\$590,782
TOTAL CAPITAL OUTLAY BUDGET ADDITIONS	\$12,116,282

FY 2016 - 2017



BUDGET CALENDAR

Task	Date 2016
Develop budget process and identify issues - Current Year Budget Review Meetings by department	Feb 8 - 18
OFMB prepares preliminary revenue & expense projections	Feb 8 - Mar 17
Budget Kickoff with department heads	Feb 29
Preliminary CIP Development	April
Department business plans, budget requests and Naviline entry due	Apr 6
Departmental Budget & CIP Review meetings	Apr 18 - 21
Working draft budget & CIP to Village Manager	Apr 28
Preliminary Taxable Values	Jun 1
Certified Taxable Value	Jul 1
Budget Workshop - TRIM	Jul 11
Council Meeting - Preliminary TRIM approval	Jul 12
State Revenue Estimates	Jul 15
Budget Challenge survey online	July 1 - Aug 15
Maximum TRIM rates due to Palm Beach County	Jul 20 - 29
Water & Wastewater, Solid Waste & LWPC - Enterprise Budget Adoption	Aug 9
Acme Non Ad Valorem Budget Adoption	Aug 9
Final Budget Challenge availability	Aug 15
First Public Hearing on Proposed Budget & CIE Ordinance	Sep 13
<ul style="list-style-type: none"> · Announce percentage by which computed millage exceeds roll back rate · Adopt tentative budget 	
Advertise hearing notice and proposed operating budget within 15 days	Sep 23
Second Public Hearing and Final Adoption of Ad Valorem Budget & CIE Ordinance	Sep 27



SAMPLE TAX BILL & CHANGE FROM PRIOR YEAR (HOMESTEADED PROPERTY)

2016 Sample Tax Bill (FY 2016/2017) Homesteaded Property

	2016/2017 Millage ⁽³⁾	Tax Bill at \$302,100 Value ⁽⁴⁾	Prior Year Rates	Tax Bill \$300,000 Value	Change	% of Total Tax Bill
Village of Wellington	2.440	\$737	2.450	\$735	\$2	10.41%
Palm Beach County Operating & Debt (including Library)	5.526	1,669	5.526	1,658	12	23.57%
PBC Fire Rescue	3.458	1,045	3.458	1,037	7	14.75%
School Board ⁽¹⁾	7.512	2,457	7.512	2,441	16	34.70%
Health Care District	1.060	320	1.060	318	2	4.52%
SFWMD	0.355	107	0.355	107	1	1.52%
Childrens Services Council	0.668	202	0.668	200	1	2.85%
F.I.N.D.	0.032	10	0.032	10	0	0.14%
Total Ad Valorem	21.051	\$6,547	21.061	\$6,506	\$41	92.45%
Solid Waste Authority Disposal		\$170		\$170	\$0	2.40%
Wellington Solid Waste Collection		135		140	(5)	1.91%
Acme Improvement District ⁽²⁾		230		230	0	3.25%
Total Non Ad Valorem		\$535		\$540	(\$5)	7.56%
Total Tax Bill		\$7,082		\$7,046	\$36	100.00%

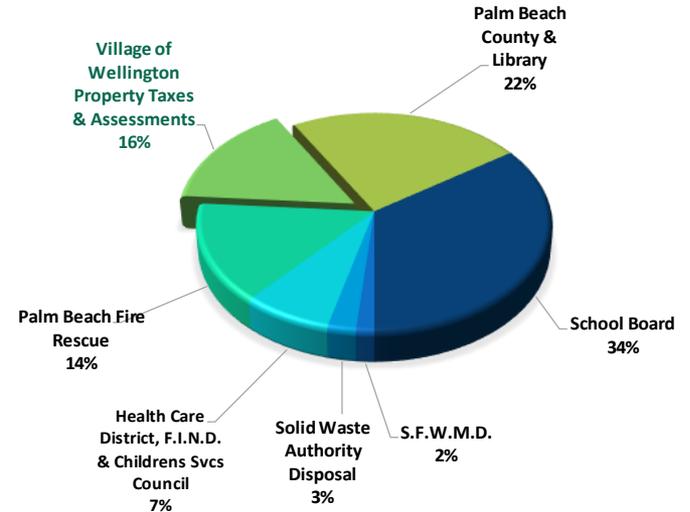
⁽¹⁾ Additional homestead exemption of \$25,000 not applied to School Board

⁽²⁾ Properties east of 441 are not assessed by ACME

⁽³⁾ All millages shown are prior year rates except Wellington and Acme

⁽⁴⁾ Under Save Our Homes limitations, homesteaded properties value increase limited to the Consumer Price Index or 3%, whichever is lower. For FY 2017, the allowable value increase is 0.7%

Where the Taxes Go



Total of all components may not equal 100% due to rounding

