



The City of Miami reports the status of its fund balances at the end of each fiscal year. The amounts reported include funds which are available for appropriations or are restricted for use for a specific purpose. Designations of unreserved, undesignated fund balances can be used in the ensuing year's budget. The City reviews fund balances at the end of the fiscal year and identifies available surpluses. These surpluses are subsequently used to fund future operations. The following is a description of the reserves and designations planned for use by the City of Miami in fiscal year (FY) 2009.

General Fund

Reserved for Encumbrances – This total provides the amount of fund balance reserved for outstanding purchase orders for goods and services at fiscal year end. At 9/30/07, the General Fund had \$2,743,107 encumbrances reserved. Based on current information, it is anticipated no encumbrance will be reserved at the end of FY'08.

Reserved for Pre-paid – This total accounts for payments made in advance, and are included as a component of current assets. These funds are not available for appropriation.

Designated for Subsequent Year's Expenditures – This is the amount of available fund balance appropriated in the ensuing year's budget. In the FY'09 budget, the amount of fund balance used in support of planned expenditures is \$5,000,000. This amount represents reserves for contingency purposes as outlined in the City's Financial Integrity Ordinance. See pages 53 through 58 for more details about this ordinance.

Designated for Strategic Initiatives – Amount appropriated for future projects designed to enhance revenue-producing activities or reduce future expenditures.

Designated for Management Initiatives – Amount reserved for specific projects in accordance with the City of Miami Financial Integrity Ordinance. See pages 53 through 58 for more details about this ordinance.

Unreserved, Undesignated Fund Balance – This amount represents funds not appropriated or designated for current or future use and is available for emergencies or other unforeseen expenditures, if needed. In FY'09, this amount is anticipated at \$42,440,379.

Debt Service Funds

Reserved for Debt Service – Provides the amount set aside for the repayment of the City's outstanding debt. At 9/30/07, \$2,304,217 was reserved for the repayment of General Obligation Bonds, \$3,443,149 reserved for Special Obligation Bonds, and \$2,172,185 reserved for Community Redevelopment Agency (CRA) Special Obligation Bonds. Based on current information, it is anticipated these amounts will be the same at the end of FY'09.

Special Revenue Funds

Reserved for General Government – Includes the amount restricted for use for General Government activities in the Special Revenue Fund. \$1,639,422 was reserved in the Code Enforcement /NET Offices Fund, \$630,132 in the City



Clerk Services Fund, \$5,854,581 in the Department Improvement Initiatives Fund, (\$6,927) in the Transportation and Transit Fund, \$72,553 in the General Special Revenue Fund, and \$1,239 in the Local Option Gas Tax Fund. These amounts were designated in support of subsequent year expenditures in FY'08 and are anticipated to support related expenditures in FY'09.

Reserved for Public Service Tax – The amount of fund balance restricted for use for related activities. \$4,027,253 was designated for future settlements of lawsuits and claims and \$1,300,294 in support of either subsequent year expenditures in the fund or provided as an inflow into the General Fund at the end of FY'09.

Reserved for Planning and Development – The amount of fund balance restricted for use for Economic and Planning Service activities in the Special Revenue Fund. \$8,615,700 was designated in support of subsequent year expenditures in FY'08 and is anticipated to continue to support related expenditures in FY'09.

Reserved for Community Development Fund – The amount of fund balance restricted for use for Community Development activities. \$1,495,103 was designated in support of subsequent year expenditures in FY'08 and is anticipated to continue to support related expenditures in FY'09.

Reserved for Public Work - The amount of fund balance restricted for use for Public Work activities in the Special Revenue Fund. \$1,772,627 was designated in support of subsequent year expenditures in FY'08 and is anticipated to continue to support related expenditures in FY'09.

Reserved for Public Safety – The amount of fund balance restricted for use for Public Safety activities in the Special Revenue Fund. \$5,544,825 was reserved in the Police Services Fund, \$3,474,020 reserved in the Law Enforcement Trust Fund, and (\$17,545,192) in the Fire Rescue Services Fund. These amounts, with the exception of the Fire-Rescue Services Fund, were designated in support of subsequent year expenditures in FY'08 and are anticipated to continue to support related expenditures in FY'09. The Fire-Rescue Services Fund Balance (\$17,545,192) is a result a restatement of this fund balance at the end of FY'06 for the recognition of revenue related to prior-year hurricane expenditures, which did not meet the availability criterion for revenue recognition.

Reserved for Public Facilities – The amount of fund balance restricted for use for Public Facility activities in the Special Revenue Fund. \$748,250 was designated in support of subsequent year expenditures in FY'08 and will continue to support related expenditures in FY'09.

Reserved for Parks and Recreation – The amount of fund balance restricted for use for Parks and Recreation activities in the Special Revenue Fund. \$2,641,662 was designated in support of subsequent year expenditures in FY'08 and will continue to support related expenditures in FY'09.

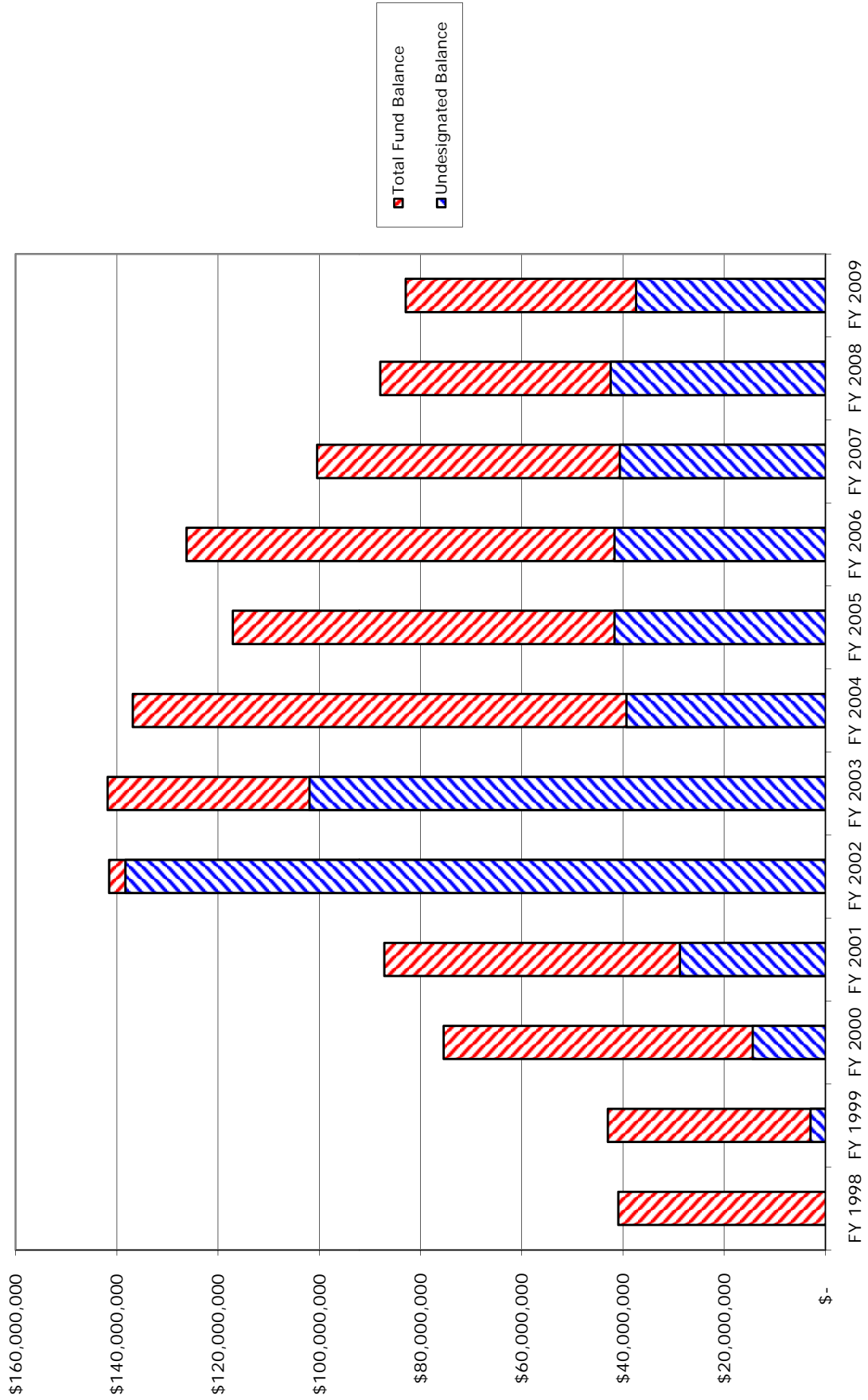
Other Requirements

Financial Integrity Ordinance Requirement – Provisions of the City of Miami Code require the undesignated and designated reserves in the General Fund to be maintained at a minimum threshold. The following are the minimum requirements for the General Fund anticipated in FY'09:



- General Fund Undesignated Reserve. The City is required to retain undesignated reserves equal to a threshold of 10% percent of the prior three years average of general revenues. In FY'09, the amount of this minimum threshold is anticipated to be \$44,625,440 for the General Fund undesignated reserve.
- General Fund Designated Reserve. The City is required to retain reserves equal to 10% percent of the prior three years average of general revenues. In FY'09, the amount of this minimum threshold is anticipated to be \$44,625,440 for the General Fund designated reserve.

General Fund Balance History





	FY 2005 Actual	FY 2006 Actual	FY 2007 Actual	FY 2008 Adopted Budget	FY 2009 Adopted Budget
Begin Date:	<u>10/1/2004</u>	<u>10/1/2005</u>	<u>10/1/2006</u>	<u>10/1/2007</u>	<u>10/1/2008</u>
Beginning Fund Balance	\$136,852,762	\$117,105,055	\$126,256,513	\$100,450,144	\$87,959,878
Add: Total Revenues and Inflows	487,621,188	536,189,695	578,032,244	523,713,803	525,108,930
(Less): Total Expenditures and Outflows	(460,984,765)	(494,215,900)	(578,815,407)	(523,713,803)	(525,108,930)
(Less): Fund Balance Allocation	(46,384,130)	(32,822,337)	(25,023,206)	(12,490,266)	(5,000,000)
Revenues/Inflows Over(Under) Expenditures/Outflows	(19,747,707)	9,151,458	(25,806,369)	(12,490,266)	(5,000,000)
Ending Fund Balance	117,105,055	126,256,513	100,450,144	87,959,878	82,959,878
End Date:	<u>9/30/2005</u>	<u>9/30/2006</u>	<u>9/30/2007</u>	<u>9/30/2008</u>	<u>9/30/2009</u>
<u>Ending Fund Balance (Detailed)</u>					
Reserved for:					
Encumbrances	2,427,181		2,743,107		
Prepays	797,361	894,059	1,025,719	894,059	894,059
Unreserved, Designated Fund Balance	72,190,166	83,672,107	56,050,976	44,625,440	44,625,440
Unreserved, Undesignated Fund Balance	41,690,347	41,690,347	40,630,342	42,440,379	37,440,379
Total -Ending Fund Balance	117,105,055	126,256,513	100,450,144	87,959,878	82,959,878
<u>Fund Balance Requirement per The Financial Integrity Ordinance</u>					
Unreserved, Designated Fund Balance for:					
Subsequent Year Expenditures	31,677,325	13,036,297	12,490,266	5,000,000	0
Strategic Initiatives	1,648,710	1,648,710	1,648,710	0	0
Management Initiatives	38,864,131	68,987,100	41,912,000	39,625,440	44,625,440
Total -Unreserved, Designated Fund Balance	72,190,166	83,672,107	56,050,976	44,625,440	44,625,440
(Less): 10% Minimum Threshold per Financial Integrity Ordinance	(34,407,641)	(36,884,767)	(40,630,342)	(44,625,440)	(44,625,440)
Amount Over(Under) Ordinance Requirement	37,782,525	46,787,340	15,420,634	0	0
Total -Unreserved, Undesignated Fund Balance	41,690,347	41,690,347	40,630,342	42,440,379	37,440,379
(Less): 10% Minimum Threshold per Financial Integrity Ordinance	(34,407,641)	(36,884,767)	(40,630,342)	(44,625,440)	(44,625,440)
Amount Over(Under) Ordinance Requirement	\$7,282,706	\$4,805,580	\$0	(\$2,185,061)	(\$7,185,061)



	FY 2005 Actual	FY 2006 Actual	FY 2007 Actual	FY 2008 Adopted Budget	FY 2009 Adopted Budget
Begin Date:	<u>10/1/2004</u>	<u>10/1/2005</u>	<u>10/1/2006</u>	<u>10/1/2007</u>	<u>10/1/2008</u>
Beginning Fund Balance	\$51,440,568	\$45,132,713	\$40,965,745	\$20,265,542	\$20,265,542
Revenues(Inflows)					
Franchise Fees and Other Taxes	56,795,255	56,900,497	58,099,069	64,069,252	68,541,819
Interest	866,096	1,295,301	538,601	42,000	16,636
(Transfers-IN)	11,435,715	23,904,990	20,007,248	9,487,842	18,233,086
Fines and Forfeitures	797,695	736,843	2,258,117		866,018
Intergovernmental Revenues	103,170,230	104,754,088	70,202,879	59,777,549	46,791,037
Licenses and Permits			17,687	165,000	
Other Revenues(Inflows)	1,546,159	3,131,920	3,420,062	15,728,751	54,419,916
Charges for Services	14,568,849	13,990,174	11,275,930	6,399,780	6,864,210
Total Revenues(Inflows)	189,179,999	204,713,813	165,819,593	155,670,174	195,732,722
Expenditures(Outflows)					
General Government	8,293,807	8,845,826	10,154,219	28,894,470	16,907,328
Planning & Development	2,249,911	1,178,340	1,047,958	4,268,666	5,538,674
Community Development	57,803,782	40,978,910	35,325,497	34,604,286	34,295,404
Public Works	15,000	6,000	107,756	944,611	1,294,889
Public Safety	40,506,693	63,976,514	21,193,622	14,680,586	37,391,232
Public Facilities	3,141,749	3,458,824	3,566,929	7,086,805	4,017,920
Parks & Recreation	1,362,051	1,421,081	9,072,383	1,380,164	2,291,462
Debt Service			780,000		
Transfers-OUT	81,222,340	89,015,286	92,355,863	63,810,586	93,995,813
Total Expenditures(Outflows)	194,595,333	208,880,781	173,604,227	155,670,174	195,732,722
Revenues/Inflows Over(Under) Expenditures/Outflows	(5,415,334)	(4,166,968)	(7,784,634)	0	0
Fund Balance (Deficit) Restated	(892,521)		(12,915,569)		
Ending Fund Balance	45,132,713	40,965,745	20,265,542	20,265,542	20,265,542
End Date:	<u>9/30/2005</u>	<u>9/30/2006</u>	<u>9/30/2007</u>	<u>9/30/2008</u>	<u>9/30/2009</u>
Reserved Fund Balance for:					
General Government	9,262,431	9,214,109	8,191,000	8,191,000	8,191,000
Public Service Tax	11,163,234	5,327,547	5,327,547	5,327,547	5,327,547
Planning & Development	8,392,928	8,612,828	8,615,700	8,615,700	8,615,700
Community Development	5,784,011	5,724,277	1,495,103	1,495,103	1,495,103
Public Works	1,555,909	1,614,538	1,772,627	1,772,627	1,772,627
Public Safety	3,820,264	3,420,976	(8,526,347)	(8,526,347)	(8,526,347)
Public Facilities	2,743,255	4,139,589	748,250	748,250	748,250
Parks & Recreation	2,410,681	2,911,881	2,641,662	2,641,662	2,641,662
Total -Ending Fund Balance	\$45,132,713	\$40,965,745	\$20,265,542	\$20,265,542	\$20,265,542



	FY 2005 Actual	FY 2006 Actual	FY 2007 Actual	FY 2008 Adopted Budget	FY 2009 Adopted Budget
Begin Date:	<u>10/1/2004</u>	<u>10/1/2005</u>	<u>10/1/2006</u>	<u>10/1/2007</u>	<u>10/1/2008</u>
Beginning Fund Balance	\$11,536,933	\$11,814,103	\$8,213,252	\$7,919,551	\$7,919,551
Revenues(Inflows)					
Property Taxes	20,092,994	20,032,652	19,886,776	21,426,659	21,824,818
Interest	112,751	214,005	260,896		
(Transfers-IN)	23,236,521	16,861,162	23,633,883	24,454,110	32,719,805
Intergovernmental Revenues	300,000	300,000	300,000	302,475	302,475
Proceeds from Refunded Debt			138,841,992		
Total Revenues(Inflows)	43,742,266	37,407,819	182,923,547	46,183,244	54,847,098
Expenditures(Outflows)					
Debt Service:					
Principal	18,770,229	19,218,795	20,887,276	20,343,143	23,266,322
Interest and Other Charges	21,822,857	21,650,889	23,566,064	25,812,532	31,472,345
Operating Expenses				27,569	108,431
Payment to Escrow Agent			131,775,000		
Premium (Discount) Issuance Costs			6,988,908		
(Transfers-OUT)	2,872,010	138,986			
Total Expenditures(Outflows)	43,465,096	41,008,670	183,217,248	46,183,244	54,847,098
Revenues/Inflows Over(Under) Expenditures/Outflows	277,170	(3,600,851)	(293,701)	0	0
Ending Fund Balance	11,814,103	8,213,252	7,919,551	7,919,551	7,919,551
End Date:	<u>9/30/2005</u>	<u>9/30/2006</u>	<u>9/30/2007</u>	<u>9/30/2008</u>	<u>9/30/2009</u>
Reserved Fund Balance for:					
General Obligation Bonds	1,512,591	1,994,991	2,304,217	2,304,217	2,304,217
Special Obligation Bonds	8,883,985	4,429,054	3,443,149	3,443,149	3,443,149
CRA Special Obligation Bonds	1,417,527	1,789,207	2,172,185	2,172,185	2,172,185
Total -Ending Fund Balance	\$11,814,103	\$8,213,252	\$7,919,551	\$7,919,551	\$7,919,551



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