



City of Hallandale Beach City Commission Agenda Cover Memo

Hallandale Beach
PROGRESS. INNOVATION. OPPORTUNITY.

Meeting Date:	June 6, 2018		Item Type: <i>(Enter X in box)</i>	Resolution X	Ordinance	Other
Fiscal Impact: <i>(Enter X in box)</i>	Yes	No	Ordinance Reading: <i>(Enter X in box)</i>	1st Reading		2nd Reading
	X			Public Hearing: <i>(Enter X in box)</i>	Yes	No
			<i>(Enter X in box)</i>		X	
Funding Source:	Local Option Gas Tax		Advertising Requirement: <i>(Enter X in box)</i>	Yes		No
						X
Account Balance:	N/A		Quasi-Judicial: <i>(Enter X in box)</i>	Yes		No
						X
Project Number:	N/A		RFP/RFQ/Bid Number:	N/A		
Contract/P.O. Required: <i>(Enter X in box)</i>	Yes	No	Strategic Plan Priority Area: <i>(Enter X in box)</i>			
	X					
Sponsor Name:	Roger M. Carlton, City Manager		Department: Office of Budget and Program Monitoring	Marie M. Gouin, Director		

Short Title:

A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF HALLANDALE BEACH, FLORIDA, APPROVING THE 2018 AMENDMENTS TO EXISTING INTERLOCAL AGREEMENTS BETWEEN BROWARD COUNTY AND THE CITY OF HALLANDALE BEACH FOR THE DIVISION AND DISTRIBUTION OF THE PROCEEDS OF LOCAL OPTION GAS TAXES IMPOSED BY BROWARD COUNTY; AND PROVIDING AN EFFECTIVE DATE.

Staff Summary:

Background:

The cities within Broward County have entered into three Interlocal Agreements (ILA's) for the distribution of the proceeds of the local option gas tax levied by the County. The three ILA's include:

- 1) The “original” local option gas tax adopted in 1983 and renewed in 1988, which provides for cities throughout Broward County to receive 37.5% of the proceeds of six cents of gas tax; the FY 17/18 Budget for the City of Hallandale Beach (COHB) includes \$426,370 from this revenue source;
- 2) The “additional” local option gas tax levied in 1994, which provides for Broward County cities to receive 51.27% of three cents of gas tax; the FY 17/18 COHB Budget includes \$302,836 (including the proceeds from the transit gas tax below) from this revenue source; and
- 3) The “transit gas tax” levied in 2001, which provides for Broward County cities to receive 26% of the proceeds of one cent of gas tax.

The three ILAs provide for the distribution of gas tax among Broward County cities based on population figures published annually by the University of Florida Bureau of Economics Business Research (BEER). These agreements contemplate revision of the population numbers annually using the most current published figures. To that end, the ILA’s were renewed by the Broward County and Broward County cities in May 2017. Furthermore, the “original” local option tax (Item 1 above) which was adopted in 1988, and will expire August 31, 2018. At the request of Broward County, on February 21, 2018 the City Commission adopted a resolution to reestablish the six-cent Local Option Gas Tax on every gallon of motor and special fuel sold in Broward County.

This agenda item relates to the amendment of two of the three local option gas tax interlocal agreements (Item 2 and 3 above), since the other “original” gas tax was approved in February 2018.

Current Situation:

The City has received notification from Broward County to amend the two interlocal agreements requiring approval by the Commission. The proposed amendments to the two ILAs incorporate adjusted population data as updated by the publication titled “Florida Estimates of Population” issued by the University of Florida, and the 2010 U.S. Census data. The amendment to the “additional” local option gas tax agreement adjusts the percentage of the proceeds split between Broward County and the City. More specifically, the two amendments accomplish the following:

- The 2018 amendment to the three cents “additional” local option gas tax agreement provides that the Cities’ share remains at 51.27 percent. Each City’s percentage share of the 51.27 percent is also adjusted based on updated population figures. Accordingly, The City of Hallandale Beach’s share decreased from 1.076284% to 1.068610% due to the county population increase.

- The 2018 amendment to the one cent “transit gas tax” includes adjustments to each City’s percentage share based on updated population figures, with no change in the 26 percent City share. The City’s share decreased from 0.545804% to 0.541913% due to the county population increase.

Fiscal Impact:

The FY 17/18 Budget from the proceeds of the “additional” local option gas tax and the “transit gas tax” is \$302,836. Due to the projected growth in these revenues, the percent decreased in the City’s share will not negatively impact the FY 18/19 Budget. The current projection for next fiscal year’s budget is \$309,983.

Why Action is Necessary:

The City has received notification from Broward County to amend the two interlocal agreements. The amendments for the gas tax agreements are required to adjust each City’s percentage share based on updated population figures.

Proposed Action:

City Staff recommends approval of the attached resolution, approving the 2018 amendments to the two Local Gas Tax Interlocal Agreements (“ILAs”) with Broward County.

Attachment(s):

Exhibit 1 – Resolution
Attachment A – Broward County Memo dated April 11, 2018
Broward County Exhibit 1 – Three Cent “Additional” Local Option Gas Tax
Signature Ready Broward County Exhibit 1A – Three Cent “Additional” Local Option Gas Tax
Broward County Exhibit 2 – Fifth Cent “Transit” Local Option Gas Tax
Signature Ready Broward County Exhibit 2A – Fifth Cent “Transit” Local Option Gas Tax

Prepared by:



Marie M. Gouin, Budget Director

Review:



Emil Lopez, Finance Director



Steven F Parkinson, Assistant City Manager