



City of Hallandale Beach City Commission Agenda Cover Memo

Meeting Date:	File No.:	Item Type:	1 st Reading	2 nd Reading
5/7/2025	25-109	<input type="checkbox"/> Resolution <input checked="" type="checkbox"/> Ordinance <input type="checkbox"/> Other	Ordinance Reading	4/23/2025
			Public Hearing	<input checked="" type="checkbox"/>
			Advertising Required	<input type="checkbox"/>
			Quasi-Judicial:	<input type="checkbox"/>
Fiscal Impact (\$):	Account Balance (\$):	Funding Source:	Project Number:	
N/A	N/A	N/A	N/A	
Contract/P.O. Required	RFP/RFQ/Bid Number:	Sponsor Name:	Department:	
<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	N/A	Vanessa Leroy, Director	Sustainable Development	
Strategic Plan Focus Areas:				
<input checked="" type="checkbox"/> Fiscal Stability	<input type="checkbox"/> Resident Services	<input type="checkbox"/> Public Safety	<input type="checkbox"/> Infrastructure & Mobility	<input type="checkbox"/> Economic Development & Affordable Housing
Implementation Timeline:				
Estimated Start Date: 10/1/2025			Estimated End Date: 9/30/2027	

SHORT TITLE:

AN ORDINANCE OF THE CITY OF HALLANDALE BEACH, FLORIDA, INCREASING ALL LOCAL BUSINESS TAX RECEIPT FEES BY FIVE PERCENT; PROVIDING FOR CONFLICT; PROVIDING FOR SEVERABILITY; AND PROVIDING FOR AN EFFECTIVE DATE.

STAFF SUMMARY:

Summary:

Staff seeks City Commission approval to increase all Local Business Tax Receipt (BTR) fees by the allowable 5%.

Background:

Senate Bill 364 was signed by the Governor on May 3, 1993. The legislation permitted a one-time increase in BTR revenues equal to ten percent (10%) of the previous year's "revenue base". Thereafter, rates may be increased five percent (5%) every two years,

per Section 205.0535(4), Florida Statutes (Exhibit 2).

In order to collect the additional ten percent (10%) revenue for FY 94/95, Ordinance 94-15 was adopted on June 7, 1994. The establishment of the Equity Study Commission and passage of that Ordinance not only increased fees by the allowable 10% of base revenue but qualified the City to increase BTR fees by 5% every two years. The local business tax was last increased by the City Commission on May 17, 2023.

Current Situation:

The local business tax was last increased by the City Commission on May 17, 2023, via Ordinance No. 2023-012, which passed and adopted a 5% tax increase for FY 2023-2024.

The proposed ordinance would increase all eligible BTR fees by the maximum allowed 5%, as shown in exhibit 1A.

Why Action is Necessary:

Pursuant to Chapter 205.0535 of the Florida Statutes, municipalities are permitted to increase, by ordinance, the rates of business taxes by up to 5 percent every other year. However, an increase must be enacted by at least a majority plus one vote of the governing body.

Cost Benefit:

The estimated increased revenue for the 5% proposed adjustment in all categories is \$23,261 for FY 2025-2026, based on the City's current BTR revenue. Historical revenue generated by BTR fees:

Fiscal Year	Revenue
2020-2021	\$391,109
2021-2022	\$531,746
2022-2023	\$441,735
2023-2024	\$371,306
2024-2025	\$465,217– <i>Projected</i>

If adopted, the 5% increase will generate an estimated total BTR revenue of \$488,477 for FY 2025-2026; after which, the City may not increase the BTR fees again until FY 2027-2028.

Business Impact Estimate:

In accordance with Florida Statue Section 166.041(4), prior to the enactment of a proposed ordinance, a business impact estimate, which addresses the following criteria, is required:

1. Summary of proposed ordinance:

The proposed ordinance would increase the City's Local Business Tax Receipt fees by 5%, as permitted by Florida State Statute on a biennial basis.

2. Estimate of the direct economic impact of the proposed ordinance on private, for-profit businesses in the municipality, including the following, if any:
 - a. Estimate of direct compliance costs that businesses may reasonably incur if the ordinance is enacted.
If the proposed ordinance is enacted, the direct cost that businesses may reasonably incur is 5% of their annual BTR fee.
 - b. Identification of any new charge or fee on businesses subject to the proposed ordinance, or for which businesses will be financially responsible.
The proposed ordinance does not create any new fees; however, existing fees will be increased by 5%.
 - c. An estimate of the municipality's regulatory costs, including an estimate of revenues from any new charges or fees that will be imposed on businesses to cover such costs.
The proposed ordinance will generate additional revenue, estimated at \$26,761.
3. A good faith estimate of the number of businesses likely to be impacted by the ordinance.
Approximately 2,500
4. Any additional information the governing body determines may be useful.
N/A

PROPOSED ACTION:

The City Commission approve the attached Ordinance.

ATTACHMENT(S):

Exhibit 1 – Ordinance
Exhibit 1A – Proposed Fees
Exhibit 2 - Florida Statute 205.0535

Prepared By: Steven Williams
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DSD Assistant Director

Reviewed By: Vanessa Leroy
Vanessa Leroy
DSD Director

Reviewed By: Noemy Sandoval

Noemy Sandoval
Assistant City Manager