

STATEMENT OF BUDGET IMPACT
(Policy Number 94-45)
Budgetary Review of Proposed Resolution &
Ordinances with Financial Implication.

Date: October 4, 2016

File: BIS 17-004

File: TMP-2016-514

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE THE ATTACHED LETTER AGREEMENT AMONGST THE FLORIDA EAST COAST RAILWAY, L.L.C., ALL ABOARD FLORIDA-OPERATIONS LLC, AND THE CITY OF HOLLYWOOD TO AMEND THE CITY'S EXISTING FEC CROSSING AGREEMENTS TO PROVIDE FOR INTERCITY PASSENGER RAIL ON THE RAILWAY AND TO ADD ALL ABOARD FLORIDA – OPERATIONS, LLC AS A PARTY TO THE SAID AGREEMENTS.

Statement of Budget Impact:

1. ☐ No Budget Impact associated with this action;
2. ☒ Sufficient budgetary resources identified/available;
3. ☐ Budgetary resources not identified/unavailable;
4. ☐ Potential Revenue is possible with this action;
5. ☒ Will not increase the cost of Housing;
6. ☐ May increase the cost of Housing; (CDAB review required)

Explanation:

This Resolution seeks to amend existing agreements between the City of Hollywood and Florida East Coast Railway, L.L.C. (FEC) which require the City to pay for the periodic maintenance of the roadway crossings and equipment.

All Aboard Florida-Operations, L.L.C. (AAF) is making and paying for certain improvements at FEC Crossings for which the City has executed License Agreements and requires the City to pay for additional pavement work required as a result.

The Letter Agreement provides that while AAF is paying for the initial passenger rail crossing improvements in their entirety, their doing so does not waive the FEC's rights, pursuant to the existing Licenses, to continue to charge for future crossings maintenance upgrades and improvements. AAF will join FEC in notifying the City of anticipated maintenance costs for the upcoming Fiscal Year.

Historically, maintenance costs were approximately \$15,000 annually and are budgeted in 36.1400.14330.541.004637. Maintenance costs are not expected to increase significantly with execution of this amendment.

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