

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

Date: June 21, 2017

BIS 17 – 224

FILE: TMP-2017-307

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE THE ATTACHED AGREEMENT BETWEEN THE CITY OF HOLLYWOOD AND PORT EVERGLADES ROWING CLUB, INC. D/B/A HOLLYWOOD ROWING CLUB ("CLUB") FOR A TWO YEAR TERM FOR OPERATION OF A ROWING PROGRAM FROM HOLLAND PARK.

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 authorization for the execution of an Agreement between the Port Everglades Rowing Club, Inc. d/b/a/ Hollywood Rowing Club (Club) and the City of Hollywood (City) to operate a rowing program in Holland Park for a two (2) year term commencing on July 31, 2017 and ending on July 30, 2019 and with one optional renewal term of two (2) years upon mutual agreement by the Club and the City.

After the expiration of a twenty (20) year Management Agreement passed and adopted via R-90-016 on March 7, 1990, the City Commission passed and adopted Resolution R-2010-218, authorizing execution of a new five (5) year Management Agreement with three (3) additional renewal options of two (2) years each. The first of the three (3) renewal periods was authorized by the City Commission on May 6, 2015 via R-2015-105, and will expire on July 30, 2017.

In evaluating the program and current agreement, the parties have mutually agreed that the Club will begin to provide compensation to the City for use of the premises necessitating authorization for execution of a new agreement that includes said compensation.

Per this Agreement the Club will remit to the City an amount equal to ten percent (10%) of the gross monies collected by the club during the first year to the City by August 1, 2018. For the second year of the Agreement the Club will remit to the City an amount equal to fifteen percent (15%) of the gross monies collected by the club during the second year to the City by July 30, 2019. If the additional two (2) year option to renew is accepted by both parties, the Club agrees to pay to the City an amount equal to twenty percent (20%) for each of the years. The club is also required to submit a copy of its financial statements with each payment.

Revenue is expected to be received by the City from the Club for use of the space and operation of a rowing program. This Agreement is subject to the City receiving all insurance required and approved by the City's Risk Manager, along with signed statements of Hold Harmless and Indemnity to the City.

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