

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

Date: November 19, 2019

BIS 20-038

FILE: TMP-2019-599

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE AN AMENDED AND RESTATED LEASE AGREEMENT WITH HOLLYWOOD ART AND CULTURE CENTER, INC., FOR THE PREMISES LOCATED AT 1650 HARRISON STREET AND 1628 HARRISON STREET.

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 to execute an amended and restated lease agreement with the Hollywood Art and Culture Center, Inc. The term of the agreement will be for a period of 30 years at a cost of \$1.00 per year and clarifies maintenance responsibilities.

Responsibility of Maintenance:

Hollywood Art and Culture Center, Inc.

- Utilities – including telecom and networking fees
- Submit necessary filings and ensure compliance with Florida Statutes to maintain property tax exemptions
- Security surveillance system and associated monthly charges
- Maintaining parking area and sidewalk area

- 50% of costs above \$10,000 annually for maintenance and repair (including but not limited to landscaping, mechanical, electrical, plumbing, roof and pest control and security system)

City of Hollywood

- Support of existing phone system
- Wiring infrastructure
- Video security system infrastructure
- Pay the first \$10,000 annually for maintenance and repair (including but not limited to landscaping, mechanical, electrical, plumbing, roof and pest control and security system) and then cost share 50% of maintenance and repair expenses in excess of the \$10,000

The City will conduct an assessment of buildings and will meet with Hollywood Art and Culture Center, Inc. to negotiate an addendum to determine funding for any capital improvements.

The maintenance of the property is managed by the Department of Public Works. The \$10,000 in maintenance expenditures is included in the adopted operating budget of the Department. If the maintenance costs exceed the \$10,000, then additional funding would need to be identified before those expenditures could be incurred.

Any future capital improvements determined to be necessary are not currently funded.

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