

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

Date: August 11, 2016

BIS 16 – 242

FILE: TMP-2016-383

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, APPROVING THE EXTENSION OF THE EXISTING SUBLEASE AGREEMENT BETWEEN JCD GOLF OF FLORIDA, INC. (“JCD”), AND NIKKI’S ON THE GREEN, INC. FOR THE OPERATION OF FOOD AND BEVERAGE SERVICES AT ORANGEBROOK GOLF AND COUNTRY CLUB TO COINCIDE WITH THE EXISTING MANAGEMENT AGREEMENT BETWEEN THE CITY AND JCD.

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 appropriate City Officials to approve the extension of the existing Sublease Agreement between JCD Golf of Florida, Inc. and Nikki’s on the Green, Inc. for the operation of food and beverage services at Orangebrook Golf and Country Club for an additional two (2) year period from October 1, 2016 through September 30, 2018 under the current terms and conditions. The approval is a Management Agreement based on Best Interest, Section 38.40 (C) (8) of the City of Hollywood Purchasing Ordinance.

On July 6, 2016, the City Commission passed and adopted Resolution No. R-2016-198 extending the existing management agreement with JCD for an additional two (2) year period with an option to renew for a two (2) year period in order to continue the operation of the Orangebrook Golf and Country Club. Section 21 of said Management Agreement

permits JCD to sublease its food and beverage operation to a third party, upon the approval of the City Commission which was done on August 26, 2015, when the City Commission passed and adopted Resolution No. R-2015-245 which approved the final one (1) year extension of the sublease agreement between JCD and Nikki's on the Green, Inc.

The current contract payments will be \$4,000.00 for October and November and \$5,000.00 per month from December through April and \$4,000.00 per month from May through September for annual revenue of \$53,000.00.

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