

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

Date: April 23, 2015

BIS 15-157

File: TMP-2015-00144

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, APPROVING AND AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO RENEW THE ATTACHED THIRD AMENDED AND RESTATED LEASE AGREEMENT BETWEEN THE CITY OF HOLLYWOOD AND SOUTHERN GOLF APPRAISALS, INC. (SGA) FOR THE OPERATION OF ECO GRANDE GOLF COURSE FOR A TERM OF ONE YEAR COMMENCING ON JUNE 1, 2015 AND EXPIRING ON MAY 31, 2016 UNDER THE SAME TERMS AND CONDITIONS

Statement of Budget Impact:

1. ☐ No Budget Impact associated with this action;
2. ☐ Sufficient resources are 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:

The existing Amended and Restated Agreement between the City of Hollywood and SGA for the operation of Eco Grande Golf Course (EGGC) was approved and adopted by the City Commission as R-2013-119 on May 15, 2013. This Agreement expires on May 31, 2015.

This Resolution seeks approval and authorization for the appropriate City Officials to renew the existing Amended and Restated Lease Agreement between the City of Hollywood and Southern Golf Appraisals, Inc. (SGA) for the operation of Eco Grande Golf Course for a one-year term commencing on June 1, 2015 and expiring on May 31, 2016 under the existing terms and conditions, subject to the City receiving all insurance required and approved by the City's Risk Manager, and indemnity to the City.

Per the Agreement, SGA will continue to provide the City with annual base rent of \$25,000.00 per year and annual supplemental rent of the greater of \$5,000.00 or 10% of annual gross revenues in excess of \$475,000.00 which are accounted for in the Golf Enterprise Fund.

If Eco Grande Golf Course is determined to be subject to ad valorem taxation, the parties will attempt to renegotiate the agreement and if unsuccessful, the agreement will terminate and each party will pay 50% of the taxes.

PREPARED BY: Hilde Johnson
Management & Budget Analyst

APPROVED BY: Mirtha Dziedzic
Assistant Director, Budget and Finance