

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

Date: December 5, 2016

File: BIS 17-034

File: TMP-2016-565

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE THE ATTACHED LEASE AGREEMENT AND ADDENDUM THERETO ("LEASE") BETWEEN THE STATE OF FLORIDA DEPARTMENT OF TRANSPORTATION ("LESSOR") AND THE CITY OF HOLLYWOOD ("LESSEE"), FOR THE PUBLIC PURPOSE OF PROVIDING SIDEWALK CAFES AND/OR VALET PARKING QUEUES WITHIN THE RIGHTS-OF-WAY ALONG THE WESTERN PERIMETER OF US1 / YOUNG CIRCLE.

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:

The Florida Department of Transportation (FDOT) maintains property for public purposes for the citizens of the State of Florida and is permitted by law to lease rights-of-way to other public entities to further accommodate the public needs of the State of Florida.

A policy change implemented by FDOT has been modified to assess a market value fee for any utilization of FDOT right-of-way that results in a commercial end-use and because of this policy change, FDOT is requiring that both a new lease and an addendum. The addendum includes a modification to design standards, insurance requirements and market valuation for the use of FDOT's rights-of-way.

Annual rent for the first five (5) year terms will be \$3.00 per square foot for each permitted sidewalk café and parking queue on Young Circle, totaling \$10,173.00. This rent will be collected as a part of the sidewalk café and valet permit fee for operation on FDOT right-of-way within the City limits.

The appraisal fee of \$7,950.00 incurred by FDOT will be paid in five annual installments of \$1,590.00.

The total annual cost of \$11,763.00, will be split evenly between the City and the Downtown CRA.

Funding for the City's portion of the annual cost totaling \$5,881.50 will be made available in an account to be established by the Department of Financial Services.

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