

STATEMENT OF BUDGET IMPACT
Budgetary Review of Proposed Resolution &
Ordinances with Financial Implication.

Date: March 23, 2016

File: BIS CRA 16-05

Proposed Legislation:

A RESOLUTION OF THE HOLLYWOOD, FLORIDA COMMUNITY REDEVELOPMENT AGENCY ("CRA"), APPROVING AND AUTHORIZING THE APPROPRIATE CRA OFFICIALS TO EXECUTE THE ATTACHED LEASE AGREEMENT BETWEEN 1948 HARRISON STREET REALTY, LLC ("LANDLORD") AND THE CRA ("TENANT") FOR THE LEASING OF THE PROPERTY LOCATED AT 1948 HARRISON STREET TO BE USED AS OFFICE SPACE FOR CRA DAILY OPERATIONS.

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 increase in Revenue is possible with this action;

Explanation:

The CRA is charged with the implementation of the Community Redevelopment Plan for the Beach and Downtown CRA districts. It has been determined that the current location of the CRA office does not have adequate space to enable the employees to conduct the business in an adequate and functional working environment.

The CRA desires to have an adequate and functional office for CRA employees to administer and implement the duties and responsibilities of CRA operations and as a result have identified the property located at 1948 Harrison Street, as a viable option for the relocation of CRA operations.

The CRA has negotiated a Lease Agreement with the Landlord for a term of ten (10) years and one-half (1/2) month). The CRA will pay rent for the first one-half (1/2) month in the amount of \$2,708.34. Subsequently, rent will be on a monthly basis to Landlord in the amount of \$5,416.67 per month (\$65,000.04 annually) for years one (1) through five (5), with rental payments increasing by ten percent (10%) to \$5,958.34 per month (\$71,500.08 annually) for years six (6) through (10).

Funding for this expense is available in the FY 2016 operating budgets for both the Beach and Downtown districts in accounts number 63.0185.00000.552.004402 and 66.0186.00000.552.004402 and will be appropriated in subsequent fiscal years.

APPROVED BY: Yvette Scott-Phillip
Budget Manager
Hollywood Community Redevelopment Agency