

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

Date: August 24, 2016

BIS 16 – 256

FILE: TMP-2016-410

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, RELATING TO THE PROVISION OF FIRE RESCUE SERVICES, FACILITIES AND PROGRAMS IN THE CITY OF HOLLYWOOD, FLORIDA; REIMPOSING FIRE RESCUE ASSESSMENTS AGAINST ASSESSED PROPERTY LOCATED WITHIN THE CITY OF HOLLYWOOD FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2016; APPROVING THE ASSESSMENT ROLL; AND PROVIDING AN EFFECTIVE DATE.

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, relating to fire rescue services provided by the City of Hollywood, seeks the adoption of the Annual Rate Resolution establishing the Rate of Assessment and approving the Assessment of Roll for the upcoming Fiscal Year 2017.

The City Commission enacted Ordinance O-97-17 in June of 1996, implementing a fire rescue non-ad valorem assessment to provide funding for the City's fire rescue services, facilities and programs beginning in Fiscal Year 1997. The City has reimposed the fire rescue assessment every fiscal year since its inception in Fiscal Year 1997. The assessment pays for a portion of the cost of fire rescue services provided to properties located in the City of Hollywood. The remainder of the cost is funded from other City revenue sources. The annual fire rescue non-ad valorem

assessment is levied each fiscal year against all assessed residential and non-residential properties in the City (with the exception of government and tax-exempt institutional properties where the building uses are wholly or partially exempt from ad valorem taxation under Florida law, and vacant land parcels), and appears on each property owner's annual property tax bill as a non-ad valorem assessment.

Reimposition of the fire rescue non-ad valorem assessment may be continued from fiscal year to fiscal year provided certain processes and measures are performed by the City. These processes and measures include the preparation of the Assessment roll, authorization for a public hearing on the fire rescue non-ad valorem assessment and provisions for notice of said public hearing. Annually, the Preliminary Rate Resolution is prepared and describes the method of assessing the fire rescue non-ad valorem assessment costs against the individual properties that are located within the City. Subsequently, this Annual Rate Resolution is prepared and presented to the City Commission for review and adoption during the annual budget adoption process. The Annual Rate Resolution establishes the rate of assessment, approves the Assessment Roll, and includes any amendments deemed appropriate by the City Commission after the public hearing. The fire rescue non-ad valorem assessment is to be levied against all residential properties and all non-residential properties located in the City with the exception of governmental properties with building uses that are exempt from ad valorem taxation under Florida law.

For Fiscal Year 2017 beginning October 1, 2016, the residential rate for the fire rescue non-ad valorem assessment is set at \$222.00 Per Dwelling Unit, which is an increase of \$13.00 from last year's rate of \$209.00. Non-Residential Properties are assessed on a scale by property type and square footage. The total estimated Fire Rescue Assessed Cost is anticipated to be \$25,607,900.00, generating estimated net revenues of \$22,384,169.00. The required Public Hearing will be held September 14, 2016 at 5:30 p.m.

PREPARED BY: Mac Champion
Management/Budget Analyst

APPROVED BY: Kee Eng
Budget Manager