

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

Date: September 1, 2016

File: BIS 16 – 263

File: TMP-2016-438

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY HOLLYWOOD, FLORIDA, TENTATIVELY FIXING THE AMOUNT AND RATE OF TAXATION FOR THE FISCAL YEAR COMMENCING OCTOBER 1, 2016, AND MAKING THE TAX LEVY FOR THE YEAR 2016.

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 City Commission, in accordance with Florida State Statutes 200.065, is required at this time to tentatively fix the ad valorem millage rate pursuant to and in accordance with said law.

According to the Broward County Property Appraisers Office, the taxable value for the City for tax year 2015 is \$13,289,092,660 which is a net increase of \$1,204,988,692 or 9.97% compared to last year's amount of \$12,084,103,968.

The accompanying resolution tentatively sets the fiscal year 2017 Operating Budget millage rate at 7.4479 mills, which is unchanged from the current millage rate of 7.4479. The voted debt service millage for FY 2017 is 0.2884, for a total proposed millage rate of 7.7363.

The tentative Operating Budget millage rate of 7.4479 is calculated pursuant to Florida State Statute section 200.065 and is 7.02% or 0.4884 mills above the roll-back rate of 6.9595 mills. Approval of this rate requires a majority vote by the City Commission in

order to meet State Statute requirements. A millage rate of 7.4479 would generate net property taxes of \$95.0 million, which is \$8.9 million more in property taxes than FY 2016.

This Budget Hearing, which is the first of two, allows the Commission and staff to further evaluate and set forth recommendations for the fiscal year 2017 budget for adoption at the second budget hearing to be held on September 28, 2016.

PREPARED AND APPROVED BY:

Kee Eng
Interim Assistant Director, Budget and Financial Services