



Legislation Details (With Text)

File #: R-2017-114 **Version:** 1 **Name:** FY 2018 Gas Tax Agreements
Type: Resolution **Status:** Passed
File created: 4/17/2017 **In control:** Department of Financial Services
On agenda: 5/3/2017 **Final action:** 5/3/2017
Title: A Resolution Of The City Commission Of The City Of Hollywood, Florida, Authorizing The Appropriate City Officials To Execute The Attached 2017 Amendment To The Interlocal Agreement Between The City Of Hollywood And Broward County Regarding The Local Option Gas Tax, Exhibit 1, The Attached 2017 Amendment To The Interlocal Agreement Between The City Of Hollywood And Broward County Regarding Additional Local Option Gas Tax On Motor Fuel, Exhibit 2, And The Attached 2017 Amendment To The Interlocal Agreement Between The City Of Hollywood And Broward County Regarding Additional Local Option Gas Tax On Motor Fuel For Transit, Exhibit 3.

Sponsors:

Indexes:

Code sections:

Attachments: 1. Gasreso.pdf, 2. Exhibit 2.pdf, 3. Exhibit 3.pdf, 4. tergastx.pdf, 5. Exhibit 1.pdf, 6. tergstxa.pdf, 7. tergstxt.pdf, 8. BIS 17-157.pdf

Date	Ver.	Action By	Action	Result
5/3/2017	1	Regular City Commission Meeting	adopt	Pass

A Resolution Of The City Commission Of The City Of Hollywood, Florida, Authorizing The Appropriate City Officials To Execute The Attached 2017 Amendment To The Interlocal Agreement Between The City Of Hollywood And Broward County Regarding The Local Option Gas Tax, Exhibit 1, The Attached 2017 Amendment To The Interlocal Agreement Between The City Of Hollywood And Broward County Regarding Additional Local Option Gas Tax On Motor Fuel, Exhibit 2, And The Attached 2017 Amendment To The Interlocal Agreement Between The City Of Hollywood And Broward County Regarding Additional Local Option Gas Tax On Motor Fuel For Transit, Exhibit 3.

Staff Recommends: Approval of the Resolution

Explanation:

There are currently Interlocal Agreements between the Cities within Broward County and the County to distribute the proceeds from the Local Option Gas Tax. Included among these Interlocal Agreements are the following:

- Adopted in 1983, the "original" Local Gas Tax provides for Cities to receive 37.5% of proceeds of the six cents of gas tax.
- Adopted in 1993, the "additional" Local Option Gas Tax provides for Cities to receive

51.27% of the three cents of gas tax.

- Adopted in 2000, the "transit" gas tax provided for Cities to receive 26% of the proceeds of gas tax.

Pursuant to a 1997 Board approved Policy, the Cities' share of Local Option Gas Taxes was increased to take into account the population shift resulting from annexation. This policy allowed both the "original" and "additional" Interlocal agreements to be amended in 1997 and 1999 to increase the Cities' share. Even though the Cities' share of the "original" Local Option Gas Tax did not change, the Cities received the full benefit of the population shift resulting from annexation through an increase in the Cities' share of "additional" Local Option Gas taxes. This has resulted in the Cities' share of the three cent "additional" to be more than the Cities' share of the six cents "original" Local Option Gas Tax.

This resolution seeks authorization to execute the attached 2017 Amendment to the Interlocal Agreements between the City of Hollywood and Broward County regarding the Local Option Gas Tax, the additional tax on motor fuel, and the additional tax on motor fuel for transit. The amendments to the three (3) agreements are as follows:

- The 2017 Amendment to the six cents "original" Local Option Gas Tax agreements adjusts each City's percentage share based on updated population figures while retaining the Cities' share at 37.5% in order to comply with County bond covenants .
- The 2017 Amendment to the three cents "additional" agreement retains the Cities' share at 51.27% and adjusts each City's percentage share based on updated population figures.
- The 2017 Amendment to the one cent "transit" gas tax includes adjustments to each City's percentage based on updated population figures with no change in the 26% Cities' share.

Since the agreements are based on the population distribution within the County, annual amendments are required to reflect the population changes within the County. Based on the population figures from the most current edition of the Florida Estimates of Population, the City of Hollywood has a population of 146,155 and represents 7.9443% of the total incorporated areas of Broward County. This population percentage is a decrease from last year's percentage of 7.9944%. Given this year's population percentage, the City of Hollywood's share of the proceeds of the Local Option Gas Tax will decrease from 2.997887% to 2.979101%; its share of the proceeds of the additional Local Option Gas Tax will decrease from 4.098711% to 4.073027%; and its share of the proceeds of the additional Local Option Gas Tax on Motor Fuel Transit will decrease from 2.078535% to 2.06551%. For FY 2017, gas tax proceeds are estimated at \$2,608,520 based on the trend for the past ten fiscal years.

Recommended for inclusion on the agenda by:

Dr. Wazir Ishmael, City Manager

George R. Keller, Jr., Assistant City Manager for Finance and Administration

Kee Eng, Assistant Director, Budget and Financial Services