

CITY OF GREENACRES

INTEROFFICE MEMORANDUM 2016.05JA1.02

TO: Mayor and City Council
FROM: Andrea McCue, City Manager
SUBJECT: **Interlocal Agreement for One Cent Local Government
Infrastructure Surtax - Resolution 2016-22**
DATE: May 11, 2016
COPIES: James D. Stokes, City Attorney
Denise McGrew, City Clerk

Background

On March 22, 2016, The Board of County Commissioners (BCC) approved a plan for a proposed one-cent infrastructure surtax for a period of no more than ten (10) years which included the County, School Board, all Municipalities, Economic Development Incentives and Economic Development for Cultural Facilities. This plan is the first comprehensive, countywide infrastructure plan in Palm Beach County history. On April 4, 2016, The City Council unanimously approved a resolution in support of Palm Beach County and the School District of Palm Beach County's plan to enact a one-cent tax for needed improvements to public infrastructure, parks, public safety initiatives and economic development and to place a referendum on the November 8, 2016, ballot for voter approval (Resolution No. 2016-13). On May 3, 2016, the BCC approved to move forward on the infrastructure surtax without the economic and cultural components.

Analysis

As a result of the action taken on May 3, 2016, Municipalities will now receive 20% of the one cent (1.5% increase). The County will receive 30% and the School Board 50%. Each Municipality must pass a new Interlocal Agreement (ILA) and at least 51% of the total municipal populations must support the plan for the referendum to be placed on the ballot.

Financial

With the one-cent distribution among the County, School Board and Municipalities, Greenacres is now slated to receive approximately 2.3M each year, totaling 23M over the ten-year period.

After the surtax would become effective, the County, School Board and Municipalities will be required to create a citizen oversight committee to provide for citizen review of their respective expenditure of the surtax proceeds. Municipalities may either create their own committees or participate in an oversight committee created by the Palm Beach County League of Cities.

Legal

The resolution has been prepared in accordance with the City code requirements.

Staff Recommendation

Approval of Resolution 2016-22.

Andrea McCue
City Manager

AM/ja
Attachment