

170700



Alachua County Local Option Gas Tax

January, 2018

Alachua County Local Option Gas Tax

- Authorized by Florida Statutes
- Up to \$0.11 (11 cents)
- Revenues utilized for transportation purposes only
- Historically, Alachua County negotiates distribution of revenues with Gainesville.
- Eight (8) other cities are not part of negotiation.
- Distribution between eight (8) other cities has not been re-evaluated for 30 years
- Proposed interlocal “keeps other cities whole” overall, maintains 9.20% distribution
- Does not evaluate distribution of 9.20% within the group
- County & Gainesville position: “not our charge to address other cities’ share”

Alachua County Local Option Gas Tax

Florida Statutes 336.025: Levy of Local Option Fuel Tax

2. *The county may, prior to levy of the tax, establish by interlocal agreement with one or more municipalities located therein, representing a majority of the population of the incorporated area within the county, a distribution formula for dividing the entire proceeds of the tax among county government and all eligible municipalities within the county. If no interlocal agreement is adopted before the effective date of the tax, tax revenues shall be distributed pursuant to the provisions of subsection (4). If no interlocal agreement exists, a new interlocal agreement may be established prior to June 1 of any year pursuant to this subparagraph. However, any interlocal agreement agreed to under this subparagraph after the initial levy of the tax or change in the tax rate authorized in this section shall under no circumstances materially or adversely affect the rights of holders of outstanding bonds which are backed by taxes authorized by this paragraph, and the amounts distributed to the county government and each municipality shall not be reduced below the amount necessary for the payment of principal and interest and reserves for principal and interest as required under the covenants of any bond resolution outstanding on the date of establishment of the new interlocal agreement.*

Local Option Gas Tax Revenue Allocation Methods

Entity	Current Distribution	Proposed Distribution	Method 1	Method 2	Method 3	Method 4	Method 5	Method 6	Method 7
			Population	Road Miles	Average of Population / Road Miles	Prior 5 Years Expenses (FDOT)	Prior 5 Years Expenses (LGFR)	Average of DOT and LGFR 5 Years Expenses	Arterial and Collector Road Miles
Unincorporated	52.15%	50.00%	39.94%	59.12%	49.53%	44.19%	28.63%	35.20%	84.60%
Gainesville	38.64%	40.80%	49.87%	25.38%	37.62%	46.61%	66.67%	58.19%	12.13%
Alachua	1.88%	1.87%	3.84%	3.10%	3.47%	3.92%	1.41%	2.47%	0.00%
Archer	0.86%	0.86%	0.45%	0.63%	0.54%	0.22%	0.26%	0.24%	0.00%
Hawthorne	1.06%	1.05%	0.55%	1.03%	0.79%	0.36%	0.26%	0.31%	0.00%
High Springs	2.11%	2.10%	2.33%	3.93%	3.13%	2.51%	1.08%	1.68%	0.00%
La Crosse	0.30%	0.30%	0.14%	0.10%	0.12%	0.06%	0.04%	0.05%	0.00%
Micanopy	0.90%	0.90%	0.23%	0.97%	0.60%	0.22%	0.16%	0.19%	0.00%
Newberry	1.26%	1.25%	2.28%	5.13%	3.71%	1.71%	1.25%	1.45%	0.00%
Waldo	0.87%	0.87%	0.37%	0.62%	0.49%	0.19%	0.24%	0.22%	0.00%
Total - Small Cities	9.22%	9.20%	10.19%	15.50%	12.85%	9.20%	4.70%	6.60%	3.27%
Overall Total	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Local Option Gas Tax Revenue Allocations - by Percent

Entity	Current Distribution	Population Method	Road Miles Method	Average of Population / Road Miles Method	Proposed Distribution	Difference Proposed vs Average of Pop / Road Miles	Overall Impact Compared to Projected Revenue
Unincorporated ✓	52.15%	39.94%	59.12%	49.53%	50.00%	0.47%	0.94%
Gainesville ✓	38.64%	49.87%	25.38%	37.62%	40.80%	3.18%	7.79%
Alachua ✗	1.88%	3.84%	3.10%	3.47%	1.87%	-1.60%	-85.48%
Archer ✓	0.86%	0.45%	0.63%	0.54%	0.86%	0.32%	37.25%
Hawthorne ✓	1.06%	0.55%	1.03%	0.79%	1.05%	0.26%	24.97%
High Springs ✗	2.11%	2.33%	3.93%	3.13%	2.10%	-1.03%	-49.07%
La Crosse ✓	0.30%	0.14%	0.10%	0.12%	0.30%	0.18%	59.74%
Micanopy ✓	0.90%	0.23%	0.97%	0.60%	0.90%	0.30%	33.34%
Newberry ✗	1.26%	2.28%	5.13%	3.71%	1.25%	-2.46%	-196.60%
Waldo ✓	0.87%	0.37%	0.62%	0.49%	0.87%	0.37%	43.06%
Total - Small Cities	9.22%	10.19%	15.50%	12.85%	9.20%	---	---
Overall Total	100.00%	100.00%	100.00%	100.00%	100.00%	---	---

Local Option Gas Tax Revenue Allocations - by Dollar

Entity	Current Distribution	Population Method	Road Miles Method	Average of Population / Road Miles Method	Proposed Distribution	Difference Proposed vs Average of Pop / Road Miles	Difference Over Life of 10 Year Agreement
Unincorporated	\$6,400,370	\$4,901,288	\$7,256,289	\$6,078,788	\$6,136,500	\$57,712	\$577,116
Gainesville	\$4,741,674	\$6,120,586	\$3,114,396	\$4,617,491	\$5,007,384	\$389,893	\$3,898,926
Alachua	\$230,119	\$471,289	\$380,095	\$425,692	\$229,505	-\$196,187	-\$1,961,866
Archer	\$104,934	\$55,259	\$77,197	\$66,228	\$105,548	\$39,320	\$393,198
Hawthorne	\$130,094	\$66,975	\$126,412	\$96,693	\$128,867	\$32,173	\$321,733
High Springs	\$258,960	\$285,686	\$482,697	\$384,191	\$257,733	-\$126,458	-\$1,264,583
La Crosse	\$36,205	\$17,740	\$11,905	\$14,822	\$36,819	\$21,997	\$219,967
Micanopy	\$110,457	\$28,697	\$118,557	\$73,627	\$110,457	\$36,830	\$368,301
Newberry	\$154,026	\$280,183	\$629,850	\$455,017	\$153,413	-\$301,604	-\$3,016,044
Waldo	\$106,161	\$45,298	\$75,602	\$60,450	\$106,161	\$45,712	\$457,116
Total - Small Cities	\$1,130,957	\$1,251,125	\$1,902,315	\$1,576,720	\$1,128,502	---	---
Overall Total	\$12,273,000	\$12,273,000	\$12,273,000	\$12,273,000	\$12,273,000	---	---

Annual Allocation Ranking by Road Miles Maintained

Rank	Entity	Proposed Annual Funding Per Road Mile Maintained	Multiplier
1	La Crosse	\$24,546	12.7
2	Gainesville	\$12,787	6.6
3	Waldo	\$11,175	5.8
4	Archer	\$10,881	5.6
5	Hawthorne	\$8,105	4.2
6	Micanopy	\$7,413	3.8
7	Unincorporated	\$6,726	3.5
8	Alachua	\$4,801	2.5
9	High Springs	\$4,246	2.2
10	Newberry	\$1,937	1.0

Annual Allocation Ranking by Population

Rank	Entity	Proposed Annual Funding Per Road Mile Maintained	Multiplier
1	Micanopy	\$183	7.9
2	Waldo	\$111	4.8
3	La Crosse	\$98	4.3
4	Hawthorne	\$91	4.0
5	Archer	\$91	3.9
6	Alachua County	\$59	2.6
7	High Springs	\$43	1.9
8	Gainesville	\$39	1.7
9	Newberry	\$26	1.1
10	Alachua	\$23	1.0

Biggest Loser - Newberry's Perspective

What it seems like.

If other entities received 34% of funding it should receive.

Instead of this

This

Entity	Proposed Distribution	Funding Level Relative to Newberry's Allocation
Unincorporated	\$6,136,500	\$2,049,511
Gainesville	\$5,007,384	\$1,556,823
Alachua	\$229,505	\$143,525
Archer	\$105,548	\$22,329
Hawthorne	\$128,867	\$32,601
High Springs	\$257,733	\$129,533
La Crosse	\$36,819	\$4,997
Micanopy	\$110,457	\$24,824
Newberry	\$153,413	\$153,413
Waldo	\$106,161	\$20,381
Total	\$12,273,000	---

Request

1. Postpone consideration of interlocal agreement until March 1. Leaves 90 days to adopt prior to termination of current agreement.
2. Direct respective staffs work with other cities to update allocations to other cities with objective of developing a more equitable distribution for all.

Questions

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