



CAPITAL IMPROVEMENT PLAN POTENTIAL FUNDING SOURCES

Local Option Gas Taxes

- Additional available levy of 5 cents
- Each cent generates \$1.1M
- Must be imposed at County level
- Distribution dependent upon interlocal agreement
- Standard formulas based on:
 - Population
 - Transportation expenditures
 - Road miles



CAPITAL IMPROVEMENT PLAN POTENTIAL FUNDING SOURCES

Local Option Gas Taxes

- Renegotiation of current distribution formula contract with County
- Two agreements, one for each 3 cent levy
- City currently receives 39% of total gas tax



CAPITAL IMPROVEMENT PLAN POTENTIAL FUNDING SOURCES

County-wide Local Option Infrastructure Sales Tax

- Requires voter approval
- If distributed by population, projected annual revenue to City:
 - ½ cent tax \$4.5M
 - 1 cent tax \$9M



CAPITAL IMPROVEMENT PLAN POTENTIAL FUNDING SOURCES

Street Lights and Fire Hydrants Rolled Into Base Rates

- Street lights in base rates: General Fund expenditure reduction of \$2M per year
- Fire hydrants in base rates: General Fund expenditure reduction of \$1M per year
- Projected rate increase
 - Electric 3.01% or \$1.95/month
 - Water 9.78% or \$1.31/month



CAPITAL IMPROVEMENT PLAN POTENTIAL FUNDING SOURCES

Franchise Fee on Electric and Gas Utilities

- Consistent with practice in virtually all larger jurisdictions in Florida
- Customary charge throughout state:
 - 6% of gross revenues on electric \$4M/yr
 - 10% gross revenues on gas utilities \$1.2M/yr
- Requires renegotiation of existing electric system transfer
- Charge other utility systems inside jurisdiction



CAPITAL IMPROVEMENT PLAN POTENTIAL FUNDING SOURCES

Surcharge on Natural Gas

- 10% surcharge on natural gas delivered outside corporate limits
 - \$300,000 annual revenues



CAPITAL IMPROVEMENT PLAN POTENTIAL FUNDING SOURCES

Ad Valorem Taxes

- Statutory cap on operating millage 10 mills
- Current City operating millage rate 4.9416
- Incremental property tax revenue per mill \$4.1M



CAPITAL IMPROVEMENT PLAN POTENTIAL FUNDING SOURCES

Fire Assessment Fee

- Spreads cost of fire protection over all properties, whether taxable or tax-exempt
- Levy assessment through special benefit district
- Potential revenue estimated @ \$7M/yr



CAPITAL IMPROVEMENT PLAN POTENTIAL FUNDING SOURCES

City-levied Sales Tax

- Lobbying effort to obtain enabling legislation
- Considerable inter-jurisdictional coordination
- Time frame 2-3 years
- Estimated annual revenues \$3.5M per ½ cent



CAPITAL IMPROVEMENT PLAN POTENTIAL FUNDING SOURCES

Impact Fees

- Currently charged in many jurisdictions in Florida
- Approximate incremental cost of each additional household and commercial structure inside corporate limits

