

RESOLUTION NO. 536-2006

A RESOLUTION OF THE CHAIRMAN AND MEMBERS OF THE MIAMI BEACH REDEVELOPMENT AGENCY (RDA), ADOPTING AN AMENDMENT TO THE OPERATING BUDGET FOR THE CITY CENTER REDEVELOPMENT AREA FOR FISCAL YEAR 2006/07, ADJUSTING THE COUNTY'S SHARE OF TAX INCREMENT TO REFLECT THE REDUCTION IN MILLAGE ADOPTED BY THE MIAMI DADE COUNTY BOARD OF COUNTY COMMISSIONERS ON SEPTEMBER 20, 2006.

WHEREAS, subsequent to the RDA Board's adoption of the FY 06/07 Operating Budget for City Center on September 21, 2006, the County's Office of Strategic Budget and Management (OSBM) notified the RDA that on September 20, 2006, the Board of County Commissioners (BCC) voted to reduce the County-wide millage from the County Manager's initially recommend 5.72 mills to 5.615 mills; and

WHEREAS, said millage reduction will reduce the County's estimated Tax Increment payment to the RDA in December, 2006, from \$14,723,257 to \$14,452,835 for a difference of \$270,422; and

WHEREAS, the County's Office of Budget and Strategic Management (OBSM) has informed the Administration that it will not review and recommend the Budget for approval to the Board of County Commissioners, unless the numbers are amended to reflect the lower Tax Increment payment by the County; and

WHEREAS, pursuant to the Interlocal Agreement between the City and the County, dated November 16, 1993, the RDA's annual budgets are subject to review and approval by the County; and

WHEREAS, the City Center Budget has been amended accordingly, reflecting a reduction in revenues, in the amount of \$270,422, an increase of \$266,365 in the Fund Balance Re-allocation line item in order to pick up the required difference in Revenue and a reduction of \$4,057 in the County's Administrative Fee payment.

NOW, THEREFORE, BE IT DULY RESOLVED BY THE CHAIRMAN AND MEMBERS OF THE MIAMI BEACH REDEVELOPMENT AGENCY, FLORIDA, that the Chairman and Members hereby adopt an amendment to the Operating Budget for the City Center Redevelopment Area for Fiscal Year 2006/07, adjusting the County's share of tax increment to reflect the reduction in millage adopted by the Miami-Dade County Board of County Commissioners on September 20, 2006.

PASSED and ADOPTED this 11th day of, October, 2006

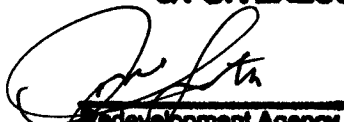

CHAIRMAN

Jerry Libbin


ATTEST:


SECRETARY
Robert Parcher

**APPROVED AS TO
FORM & LANGUAGE
& FOR EXECUTION**


Redevelopment Agency
General Counsel

10/3/06
Date



Condensed Title:

A resolution of the Chairman and Members of the Miami Beach Redevelopment Agency adopting an amendment to the Operating Budget for City Center for Fiscal Year 2006/07.

Key Intended Outcome Supported:

Improve the City's overall financial health and maintain overall bond rating.

Issue:

Should the RDA Board adopt the proposed amendment to the operating budget for City Center Redevelopment Area for Fiscal Year 2006/07?

Item Summary/Recommendation:

Subsequent to the RDA Board's adoption of FY 2006/07 Operating Budget for City Center on September 21, 2006, the County's Office of Strategic Budget and Management (OSBM) informed the City that on September 20, 2006, the Board of County Commissioners (BCC) voted to reduce the County-wide millage from 5.72 mills to 5.615 mills. This action will consequently reduce the County's estimated Tax Increment payment to the RDA in December from \$14,723,257 to \$14,452,835, for a difference of \$270,422. Pursuant to the Interlocal Agreement between the City and the County, the OSBM has asked that the RDA amend its FY 2006/07 Operating Budget to reflect this reduction in millage.

The Administration recommends adopting the proposed amendment to the FY 2006/07 City Center Operating Budget in order to satisfy the County's request and to preclude any delay in receiving payment from the County for its share of the tax increment.

Advisory Board Recommendation:

N.A.

Financial Information:

Source of Funds:	Amount	Account	Approved
1	\$46,278,286	City Center Redevelopment Area Fund	
2			
3			
4			
Total			

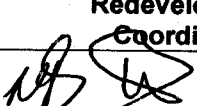

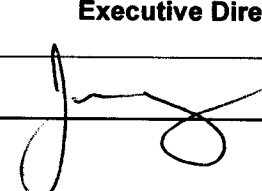
OBPI

Financial Impact Summary:

City Clerk's Office Legislative Tracking:

Kent Bonde and Kathie Brooks

Sign-Offs:

Redevelopment Coordinator	Assistant Director	Executive Director
		

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MIAMI BEACH

City of Miami Beach, 1700 Convention Center Drive, Miami Beach, Florida 33139, www.miamibeachfl.gov

REDEVELOPMENT AGENCY MEMORANDUM

TO: Chairman and Members of the Miami Beach Redevelopment Agency

FROM: Jorge M. Gonzalez, Executive Director

DATE: October 11, 2006

SUBJECT: **A RESOLUTION OF THE CHAIRMAN AND MEMBERS OF THE MIAMI BEACH REDEVELOPMENT AGENCY, ADOPTING AN AMENDMENT TO THE OPERATING BUDGET FOR THE CITY CENTER REDEVELOPMENT AREA FOR FISCAL YEAR 2006/07, ADJUSTING THE COUNTY'S SHARE OF TAX INCREMENT TO REFLECT THE REDUCTION IN MILLAGE ADOPTED BY THE MIAMI-DADE BOARD OF COUNTY COMMISSIONERS ON SEPTEMBER 20, 2006.**

ADMINISTRATION RECOMMENDATION

Adopt the Resolution.

ANALYSIS

Subsequent to the RDA Board's adoption of the FY 06/07 Operating Budget for City Center on September 21, 2006, the County's Office of Strategic Budget and Management (OSBM) notified the RDA that on September 20, 2006, the Board of County Commissioners (BCC) voted to reduce the County-wide millage from the County Manager's initially recommend 5.72 mills to 5.615 mills. This action will consequently reduce the County's estimated Tax Increment payment to the RDA in December from \$14,723,257 to \$14,452,835 for a difference of \$270,422.

Since the Interlocal Agreement between the City and the County, dated November 16, 1993, subjects the RDA's annual budgets to review and approval by the County, the OSBM has asked that the RDA amend its FY 2006/07 Operating Budget to reflect the reduction in millage.

As such, the City Center Budget has been amended to reflect a reduction in the County's TIF payment by \$270,422, an increase of \$266,365 in the Fund Balance Re-allocation line item in order to pick up the required difference in Revenue and a reduction of \$4,057 in the County's Administrative Fee payment. Copies of the adopted and proposed amended budget sheets are included with this memorandum. It should be noted that the reduction on the expense side does not affect the appropriation of the FY 2006/07 City Center Capital Budget, that was also approved by the RDA Board at its meeting on September 21, 2006.

October 11, 2006
Redevelopment Agency Memorandum
Amendment to the Operating Budget for City Center for FY 2006/07
Page 2 of 2

CONCLUSION

The Administration recommends adopting the proposed amendment to the FY 2006/07 City Center Operating Budget in order to satisfy the request of the County's OSBM and to preclude any delay in receiving payment from the County for its share of the tax increment in December, 2006.

JMG/TH/KB/KOB 
Attachment

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**Miami Beach Redevelopment Agency
Proposed Amended Budget FY 2006/07
City Center Redevelopment Area**

Rev 09/21/06

Revenues and Other Sources of Income	Operating Fund	Debt Service	Construction Fund
Tax Increment - City @ 7.374 mills	\$18,991,324	\$0	\$0
Tax Increment - County @ 5.615 mills	\$14,452,835	\$10,013,387	\$4,439,448
50% Contribution from Resort Tax	\$2,978,500	\$0	\$0
1/2 Mill Children's Trust Contribution (1)	\$1,248,028	\$0	\$0
Interest Income	\$1,078,396	\$0	\$0
Anchor Place	\$1,900,000	\$0	\$0
Anchor Garage Use Fee (Loews) (2)	\$580,000	\$0	\$0
Anchor Shops Lease Revenue	\$689,142	\$0	\$0
Operating Transfers In	\$0	\$0	\$16,458,609
Fund Balance Re-allocation	\$4,360,061	\$0	\$0
Total Revenue	\$46,278,286	\$10,013,387	\$20,898,057
Admin/Operating Expenses	Operating Fund	Debt Service	Construction Fund
Management fee	414,000	-	-
Advertising & promotion	1,000	-	-
Postage, printing & mailing	3,500	-	-
Office supplies & equipment	3,000	-	-
Meetings & conferences	4,000	-	-
Dues & subscriptions	1,000	-	-
Audit fees	8,500	-	-
Professional & related fees	55,000	-	-
Miscellaneous expenses	10,000	-	-
Total Admin/Operating Expenses	\$500,000	\$0	\$0
Projects	Operating Fund	Debt Service	Construction Fund
Anchor Garage Operations	670,000	-	-
Anchor Garage Facility Use/Usage Fee (2)	722,430	-	-
Anchor Garage Property Maintenance	76,000	-	-
Anchor Shops mgt fee & related exp (3)	45,000	-	-
Anchor Shops & Parking Garage Property and Sales Tax	590,240	-	-
Anchor Shops & Parking Garage Reserve for Replacement	1,065,472	-	-
Community Policing	2,664,566	-	-
Land Acquisition Reserve	4,500,000	-	-
Capital Projects Maintenance (4)	2,314,713	-	-
Transfer to Capital Projects (5)	-	-	20,898,057
Total Project Costs:	\$12,648,421	\$0	\$20,898,057
Transfers, Reserves and Debt Service Payments	Operating Fund	Debt Service	Construction Fund
Debt Service Cost - 96B & 98B Bonds	-	8,359,013	-
Current Debt Service - Lincoln Rd Project (6)	-	1,148,145	-
Current Debt Service - Bass Museum (7)	-	506,229	-
Reserve for County Admin Fee (8)	\$216,793	-	-
Reserve for CMB Admin Fee (9)	284,870	-	-
Reserve for Children's Trust Contribution (10)	1,248,028	-	-
Reserve for Millage/Capital Replacement(11)	468,731	-	-
Transfer County TIF to - Debt Svc Fund	10,013,387	-	-
Transfer County TIF to - Construction Funds	4,439,448	-	-
Transfer to - Construction Funds	16,458,609	-	-
Total Transfers Reserves & Debt Service Payments	\$33,129,866	\$10,013,387	\$0
Total Expenditures & Transfers	\$46,278,286	\$10,013,387	\$20,898,057
Excess (Deficiency):	\$0	\$0	\$0

(Highlight reflects amended line items)

Note #1 1/2 Mill Children's Trust prnt to RDA per Interlocal

Note #2 MBRI (Loews) remits an annual use fee of \$580,000 to the RDA - RDA remits a Usage Fee to MBRI equal to 41.7% of first \$1,390,000 in Revenues and 28% of Revenues in excess of \$1,390,000

Note #3 includes retail management fee & related operating expenses

Note #4 Separate detail for capital maintenance items from PW

Note #5 Reflects appropriations for CIP & PW projects

Note #6 Payment of Lincoln Road current debt service on Sunshine State Loan

Note #7 Payment of Bass Museum current debt service on Gulf Breeze Loan

Note #8 County admin fee @ 1.5% of County's increment revenue

Note #9 CMB Admin Fee @ 1.5% of City's increment revenue

Note #10 1/2 mill Children's Trust Contribution

Note #11 Reserve for Capital Replacement Program (.182 Mills)

Miami Beach Redevelopment Agency
Adopted Budget FY 2006/07 on September 21, 2006
City Center Redevelopment Area

Rev 09/13/06

Revenues and Other Sources of Income	Operating Fund	Debt Service	Construction Fund
Tax Increment - City @ 7.374 mills	\$18,991,324	\$0	\$0
Tax Increment - County @ 5.720 mills	\$14,723,257	\$10,013,387	\$4,709,870
50% Contribution from Resort Tax	\$2,978,500	\$0	\$0
1/2 Mill Children's Trust Contribution (1)	\$1,248,028	\$0	\$0
Interest Income	\$1,078,396	\$0	\$0
Anchor Place	\$1,900,000	\$0	\$0
Anchor Garage Use Fee (Loews) (2)	\$580,000	\$0	\$0
Anchor Shops Lease Revenue	\$689,142	\$0	\$0
Operating Transfers In	\$0	\$0	\$ 16,188,187
Fund Balance Re-allocation	\$4,093,696	\$0	\$0
Total Revenue	\$46,282,343	\$10,013,387	\$20,898,057
Admin/Operating Expenses	Operating Fund	Debt Service	Construction Fund
Management fee	414,000	-	-
Advertising & promotion	1,000	-	-
Postage, printing & mailing	3,500	-	-
Office supplies & equipment	3,000	-	-
Meetings & conferences	4,000	-	-
Dues & subscriptions	1,000	-	-
Audit fees	8,500	-	-
Professional & related fees	55,000	-	-
Miscellaneous expenses	10,000	-	-
Total Admin/Operating Expenses	\$500,000	\$0	\$0
Projects	Operating Fund	Debt Service	Construction Fund
Anchor Garage Operations	670,000	-	-
Anchor Garage Facility Use/Usage Fee (2)	722,430	-	-
Anchor Garage Property Maintenance	76,000	-	-
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Anchor Shops & Parking Garage Property and Sales Tax	590,240	-	-
Anchor Shops & Parking Garage Reserve for Replacement	1,065,472	-	-
Community Policing	2,664,566	-	-
Land Acquisition Reserve	4,500,000	-	-
Capital Projects Maintenance (4)	2,314,713	-	-
Transfer to Capital Projects (5)	-	-	20,898,057
Total Project Costs:	\$12,648,421	\$0	\$20,898,057
Transfers, Reserves and Debt Service Payments	Operating Fund	Debt Service	Construction Fund
Debt Service Cost - 96B & 98B Bonds	-	8,359,013	-
Current Debt Service - Lincoln Rd Project (6)	-	1,148,145	-
Current Debt Service - Bass Museum (7)	-	506,229	-
Reserve for County Admin Fee (8)	220,849	-	-
Reserve for CMB Admin Fee (9)	284,870	-	-
Reserve for Children's Trust Contribution (10)	1,248,028	-	-
Reserve for Millage/Capital Replacement(11)	468,731	-	-
Transfer County TIF to - Debt Svc Fund	10,013,387	-	-
Transfer County TIF to - Construction Funds	4,709,870	-	-
Transfer to - Construction Funds	16,188,187	-	-
Total Transfers Reserves & Debt Service Payments	\$33,133,922	\$10,013,387	\$0
Total Expenditures & Transfers	\$46,282,343	\$10,013,387	\$20,898,057
Excess (Deficiency):	\$0	\$0	\$0

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