



# **CITIZEN TAX OVERSIGHT COMMITTEE AND INFRASTRUCTURE SURTAX**

**2018**



## WHAT IS INFRASTRUCTURE TAX?

- The infrastructure surtax is a one-cent sales tax that funds many capital improvement projects for Sarasota County, the School District and the municipalities of Sarasota, Venice, North Port and Longboat Key.
- It is imposed by most Florida counties (also called a local option county sales tax).
- Rates vary: Sarasota 1%  
Manatee .5% (Effective Jan 1, 2017)
- Proceeds are distributed to Longboat Key based on population.
- Expenditures shall comply with Florida Section 212.055 (2).



## **HISTORY**

- **Sarasota County Ordinance 97-083** (Established the 1% tax)
  - Duration -10 Years – FY1999 to FY2009
- **Sarasota County Ordinance 2007-087** (Renewal)
  - Duration – 15 Years – FY2010 – FY2025
- **Manatee County Ordinance 16-35** (Established the .5% tax)
  - Duration – 15 Years – Jan 1 2017 through Dec 31, 2031
  - Resolution R-16-128 establishes a County Oversight Committee and encourages local municipalities to do the same, but is not required

County provided an estimate of revenues and municipalities created and submitted a 15 Year Budget



## **ROLE OF CITIZENS OVERSIGHT COMMITTEE**

Formed in 1998 (Resolution 98-04) in Accordance with  
Sarasota County Ordinance 97-083 and 2007-087

Committee is tasked with:

1. Annual Review of expenditures from sales tax proceeds to ensure they are in accordance with the project list and any changes thereto;
2. Review any changes made by the Town to the project list or to the allocation of the sales tax proceeds, to ensure all procedural requirements have been followed;
3. Report the Committee's findings to the Town Commission



## **REVIEW OF INFRASTRUCTURE SURTAX PHASE III**

- Phase III Revenue collections begin September 1, 2009 and end December 31, 2024 estimated at \$8,062,737 (over 15 years).
- Town sets aside all revenue in a special revenue fund.
- Expenditure Budget is put in place for certain functional areas:
  1. **Comprehensive beach management**
  2. **Streets and Drainage**
  3. **Parks and Recreation Improvements**
  4. **Canal dredging**
  5. **Public Safety**
  6. **Improvements to Public Facilities**



## PERMITTED USES OF FUNDS

- To finance, plan and construct capital assets and infrastructure
- To acquire land for public recreation, land conservation or protection of natural resources
- To finance the closure of government owned solid waste landfills
- Infrastructure are costs associated with the construction, reconstruction or improvement of public facilities having a life expectancy of five or more years and any related land acquisition, land improvement, design and engineering costs.*



# LONGBOAT KEY 15 YR BUDGET

## EXHIBIT F

### TOWN OF LONGBOAT KEY PROJECTS LIST - PHASE III INFRASTRUCTURE SURTAX FY 2010 - FY 2024

Updated: 04.18.2018

CATEGORIES	PROJECT TITLE	SURTAX FUNDING BUDGET	CUMULATIVE EXPENDITURES	SURTAX REMAINING FY17	PROPOSED FY 18 EXPENDITURES	SURTAX REMAINING FY18
COMPREHENSIVE BEACH MANAGEMENT	Longboat Key Beach Nourishment Project and Erosion Control Structures	\$ 1,015,569	\$ (300,000)	\$ 715,569	\$ -	\$ 715,569
STREETS and DRAINAGE	Street Resurfacing and Drainage Improvements	-	-	-	-	-
PARKS and RECREATION IMPROVEMENTS	Parks & Recreation Improvements	2,922,000	(1,331,040)	1,590,960	(38,000)	1,552,960
CANAL DREDGING	Dredging maintenance	900,000	(200,000)	700,000	(700,000)	-
PUBLIC SAFETY	Fire and Police Vehicles and Equipment	2,303,168	(1,961,494)	341,674	-	341,674
IMPROVEMENTS TO PUBLIC FACILITIES	Facilities Maintenance	922,000	(664,935)	257,065	(135,400)	121,665
<b>Infrastructure Surtax Project Grand Total Through 2024</b>		<b>\$ 8,062,737</b>	<b>\$ (4,457,469)</b>	<b>\$ 3,605,268</b>	<b>\$ (873,400)</b>	<b>\$ 2,731,868</b>



## **FY18 USES OF FUNDS**

### **Canal Dredging (Transfer Out)**

Budget Amount     \$700,000

A transfer from the Infrastructure Fund to the Canal Dredging Capital Project Fund where the cost of the project will be tracked. The Town will systematically begin performing dredging and construction work over next several years based on studies performed.

### **Public Facilities – North Fire Station Fitness Equipment**

Budget Amount     \$35,000

Replace aging fitness equipment used by firefighter/paramedics.

### **Public Facilities –Task Chair Seating Town Hall**

Budget Amount     \$16,400

Many of the task chairs and conference room chairs are very old and broken due to their age. This is the beginning of a scheduled replacement over the next several years.

### **Public Facilities – Commission Chambers Audio**

Budget Amount     \$34,000





## FY18 USES OF FUNDS

### **Public Facilities – Commission Chambers Audio**

Budget Amount    \$34,000

To replace the aging system in Commission Chambers used to broadcast meetings.

### **Public Facilities – Police Space Renovations**

Budget Amount    \$50,000

This project converts the old dispatch center into a locker room for female employees and provides additional office space for Code Enforcement, including related office furniture.

### **Parks & Recreation-Tennis Court Resurfacing**

Budget Amount    \$17,000

This is annual cost for the continued court resurfacing and upkeep. This is the continuation of the project started in the prior year.

### **Parks & Recreation-Tennis Irrigation Well with filter**

Budget Amount    \$17,000

The Tennis Center will benefit having a well installed with filtering system for clay courts and irrigation to save on water.

### **Parks & Recreation – Tennis Center Fencing**

Budget Amount    \$4,000

Continued fencing work at 590 and 561 Bay Isles sites.

**Total Budgeted FY18 Projects**

**\$873,400**



## TOWN OF LONGBOAT KEY

# REVENUE – PHASE III SINCE INCEPTION

Sarasota  
County

using trend forecast

2009	\$	33,584	actual	
2010		499,998	actual	
2011		522,189	actual	
2012		541,034	actual	
2013		543,276	actual	
2014		567,058	actual	
2015		604,404	actual	
2016		638,229	actual	
2017		653,046	actual	
2018		681,019	forecast	104%
2019		698,065	forecast	103%
2020		720,271	forecast	103%
2021		742,476	forecast	103%
2022		764,682	forecast	103%
2023		786,887	forecast	103%
2024		809,093	forecast	103%

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\$ 9,805,311

Current 15  
Yr Budget

8,062,737

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\$ 1,742,574

- Average annual surtax revenue is about \$571,000 since 2010.

- Using an excel forecasting model, the estimated Sarasota County surtax revenue is projected to increase by 13% from 2018 to 2024. (\$4.6 million since inception and another \$5.2 million projected.)

- We have the potential to add another \$1.7 million in spending to our 15 year budget.



# TOWN OF LONGBOAT KEY INFRASTRUCTURE FUND (FY14 –FY17)

	Audited Actual <u>FY2013-2014</u>	Audited Actual <u>FY2014-15</u>	Audited Actual <u>FY2015-16</u>	Audited Actual <u>FY2016-17</u>
<b>Revenue:</b>				
Infrastructure Surtax	\$ 567,058	\$ 604,404	\$ 638,229	\$ 653,046
Net Investment Income	<u>4,869</u>	<u>11,636</u>	<u>4,146</u>	<u>5,360</u>
<b>Total Revenue</b>	571,927	616,040	642,375	658,406
<b>Expenditures:</b>				
Public Facilities - Generator Replacement		43,820		
Public Facilities - CISCO Network Switch		23,431		
Public Facilities - HVAC				64,196
Public Facilities - Telephone System		77,125	4,337	
Public Facilities - Server Replacement	85,907	53,251		
Public Facilities - Improvements	7,426			
Public Facilities - Floor Coverings	3,851	6,828	7,700	
Public Facilities - South Fire Assessment		22,470	2,530	
Parks/Rec- Transfer to Bayfront Park			960,000	300,000
Parks/Rec- Tennis Court Resurfacing				29,734
Parks/Rec- Fencing				7,266
Canals - Transfer to Canal Fund			200,000	
Public Safety-Fire SCBA Cylinders		179,868		
Public Safety-Power Load Stretcher				21,624
Public Safety - Police Vehicles	214,916			99,983
Public Safety - Defibrillators			76,653	
Public Safety - Police Radio Equipment	-	99,000	-	22,053
<b>Total Expenditures</b>	<u>312,100</u>	<u>505,793</u>	<u>1,251,220</u>	<u>544,856</u>
Revenues over expenditures	<u>259,827</u>	<u>110,247</u>	<u>(608,845)</u>	<u>113,550</u>
<b>Fund Balance, Beginning</b>	1,091,978	1,351,803	1,462,050	853,205
<b>Fund Balance, Ending</b>	<u>\$ 1,351,805</u>	<u>\$ 1,462,050</u>	<u>\$ 853,205</u>	<u>\$ 966,755</u>