



TOWN OF LONGBOAT KEY

Citizen Tax Oversight Committee and Infrastructure Surtax

April 10, 2023 9AM



TOWN OF LONGBOAT KEY

Infrastructure Surtax



Overview

- The infrastructure surtax is a one-cent sales tax that funds many capital improvement projects.
- Expenditures shall comply with Florida Statutes Section 212.055 (2)
- It's imposed by most Florida counties, is also called local option county sales tax
- The rate varies in each county
 - Sarasota County 1%
 - Manatee County .5% (Effective Jan 1, 2017)
- Proceeds are distributed to municipalities based on population



Background

- Sarasota County established the 1% Tax by Referendum
 - Ordinance 89-040 – Term of 10 years (Fiscal Year 1989-1998)
 - Ordinance 97-083 – 10 Year Renewal (Fiscal Year 1999-2009)
 - Ordinance 2007-087 – 15 Year Renewal (Fiscal Year 2010-2024)
 - Ordinance 2022-001 – 15 Year Renewal (Fiscal Year 2025-2039)
- Sarasota County Ordinances provide an estimate of revenues and proposed Project Lists for the County and all municipalities in a 15 year budget
- Longboat Key's Project List is shown as "Exhibit F" in Ordinance
- Any Amendments to "Exhibit F" are approved through Town Resolutions
- Manatee County established .5% Tax by Referendum
 - Ordinance 16-35 – Term of 15 years (Jan 1, 2017-Dec 31, 2031)



Citizens Tax Oversight Committee

- Formed in 1998 (Resolution 98-04 and renewed Resolution 2010-13) in accordance with requirements of Sarasota County Ordinance
- Committee shall act solely in an oversight capacity to conduct:
 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 by May Regular Workshop



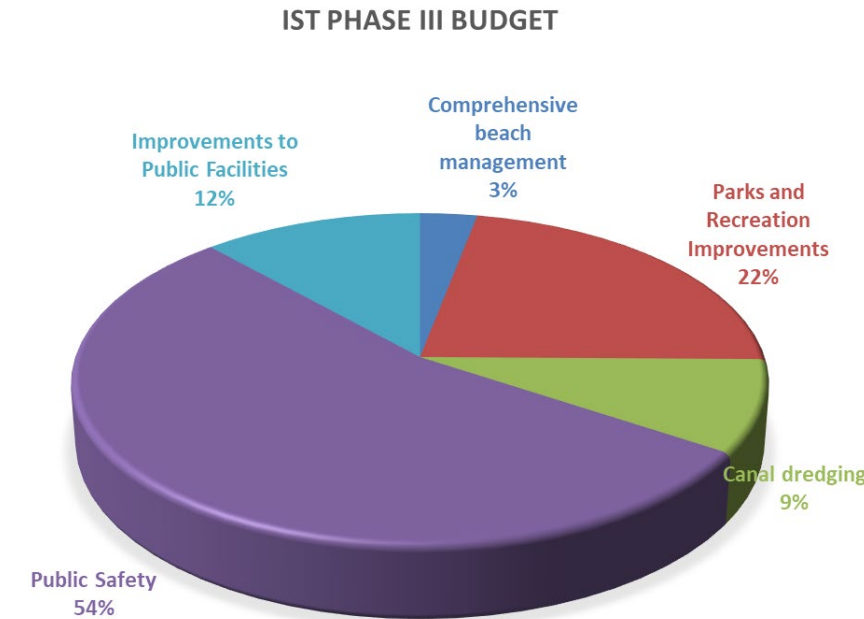
TOWN OF LONGBOAT KEY

Infrastructure Surtax III Categories and Current Budget (as Amended)

Functional categories

Current 15 Year Budget for functional areas-Phase III:

1. Comprehensive beach management	\$ 300,000
2. Parks and Recreation Improvements	\$2,202,494
3. Canal dredging	\$ 900,000
4. Public Safety Vehicles and Equipment	\$5,366,773
5. Improvements to Public Facilities	<u>\$1,160,601</u>
Total	\$9,929,868



Phase III began September 2009 and ends December 31, 2024
Updated Projected Revenue could reach \$10.7 million by Dec 2024.



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Infrastructure Surtax Phase III History of Budget Amendments

EXHIBIT F HISTORY		ORIGINAL	FY2012		FY2014		FY2014		FY2016		FY2018		FY2021	
CATEGORIES	PROJECT TITLE	SURTAX FUNDING	Recession Budgetary Adjustment RES RES 2012-13	SURTAX FUNDING	Reallocation between projects RES 2013-31	SURTAX FUNDING	Adjusted revenues investment income RES 2014-21	SURTAX FUNDING	Reallocation between projects RES2016-17	SURTAX FUNDING	Revised based on Growth in Sales tax RES 2018-20	SURTAX FUNDING	Revised Revenue and Reallocation between projects RES 2021-13	SURTAX FUNDING
COMPREHENSIVE BEACH MANAGEMENT	Longboat Key Beach Nourishment Project 2014 and Erosion Control Structures	\$3,529,636	\$ (1,699,067)	\$1,830,569	\$ (100,000)	\$1,730,569		\$1,730,569	\$ (715,000)	\$1,015,569		\$1,015,569	\$ (715,569)	\$300,000
	Comprehensive Beach Management Total	\$3,529,636		\$1,830,569		\$1,730,569		\$1,730,569		\$1,015,569		\$1,015,569		\$300,000
STREETS and DRAINAGE	Street Resurfacing and Drainage Improvements	\$1,000,000	\$ (1,000,000)	\$0	\$ -	\$0		\$0		\$0		\$0		\$0
	Streets & Drainage Total	\$1,000,000		\$0		\$0		\$0		\$0		\$0		\$0
PARKS and RECREATION IMPROVEMENTS	Parks & Recreation Improvements	\$3,000,000	\$ -	\$3,000,000	\$ (78,000)	\$2,922,000		\$2,922,000		\$2,922,000		\$2,922,000	\$ (719,506)	\$2,202,494
	Parks & Recreation Total	\$3,000,000		\$3,000,000		\$2,922,000		\$2,922,000		\$2,922,000		\$2,922,000		\$2,202,494
CANAL DREDGING	Dredging maintenance	\$2,000,000	\$ (1,000,000)	\$1,000,000	\$ (100,000)	\$900,000		\$900,000		\$900,000		\$900,000		\$900,000
	Canal Dredging Total	\$2,000,000		\$1,000,000		\$900,000		\$900,000		\$900,000		\$900,000		\$900,000
PUBLIC SAFETY	Fire and Rescue Capital Vehicle Acquisitions	\$2,000,000	\$ (1,065,000)	\$935,000	\$ 356,000	\$1,291,000	\$ 297,168	\$1,588,168	\$ 715,000	\$2,303,168	\$ 1,500,000	\$3,803,168	\$ 1,563,605	\$5,366,773
	Public Safety Total	\$2,000,000		\$935,000		\$1,291,000		\$1,588,168		\$2,303,168		\$3,803,168		\$5,366,773
IMPROVEMENTS TO PUBLIC FACILITIES	Facilities Maintenance	\$1,000,000		\$1,000,000	\$ (78,000)	\$922,000		\$922,000		\$922,000		\$922,000	\$ 238,601	\$1,160,601
	Public Facilities Improvements Total	\$1,000,000		\$1,000,000		\$922,000		\$922,000		\$922,000		\$922,000		\$1,160,601
	Town of Longboat Key Infrastructure Surtax Project Grand Total	\$12,529,636	\$ (4,764,067)	\$7,765,569	\$ -	\$7,765,569	\$ 297,168	\$8,062,737	\$ -	\$8,062,737	\$ 1,500,000	\$9,562,737	\$ 367,131	\$9,929,868
	Town of Longboat Key Infrastructure Surtax Revenue FY2010-FY2024	\$12,529,636		\$7,765,569		\$7,765,569		\$8,062,737		\$8,062,737		\$9,562,737		\$9,929,868



TOWN OF LONGBOAT KEY

Infrastructure Surtax Fund

Audited Expenditures

Last Five Years (FY2018-FY2022)

	Audited Actual	Audited Actual	Audited Actual	Audited Actual	Audited Actual
Fiscal Year 2018-2022	FY2017-2018	FY2018-2019	FY2019-2020	FY2020-2021	FY2021-2022
Revenue:					
Infrastructure Surtax	\$ 685,829	\$ 725,744	\$ 707,970	\$ 814,929	\$ 975,070
Proceeds from Sale of Fixed Assets	0	0	26,350	0	7,000
Net Investment Income	4,395	22,554	9,826	536	(19,754)
Total Revenues	\$ 690,224	\$ 748,298	\$ 744,146	\$ 815,465	\$ 962,316
Expenditures:					
Canals- Transfer to Canal Fund	700,000				
Parks/Rec- Fencing Tennis Courts	4,900				
Parks/Rec- Pickle Ball Courts		7,515	43,939		
Parks/Rec- Tennis Court Resurfacing	15,529	137,023	25,817	17,310	
Parks/Rec- Tennis Court Underground Watering		7,515	43,939	35,766	143,065
Parks/Rec- Tennis Court Monument Sign				10,590	
Parks/Rec- Transfer to Town Center Project					85,381
Public Facilities - Police Space Renovation	44,012	2,624			
Public Facilities- Chamber Audio		34,000			
Public Facilities- Fire Fitness Equipment	26,427	8,203			
Public Facilities- Office Furniture				34,242	
Public Facilities- HVAC	16,619	14,057		9,409	4,396
Public Facilities- Roofing,Floor covering, etc.	83,986		53,539		
Public Safety- Ambulances	288,550		277,644		
Public Safety- Fire ATV and Trailer					21,482
Public Safety- Fire Defibrillators					35,517
Public Safety- Fire Trucks			850,000		
Public Safety- Fire CBA Cylinders	4,656	3,291			
Public Safety- Fire Pool Car					46,938
Public Safety - Fire Radio Equipment			44,902	57,727	11,144
Public Safety - Fire Video Airway					5,091
Public Safety- Police Radio Equipment		4,755			
Public Safety - Police ATV					21,855
Public Safety - Police Tasers					53,200
Public Safety- Police Vehicles & Upfitting			\$ 44,000	\$ 10,082	
Total Expenditures	\$ 1,184,679	\$ 218,983	\$ 1,383,780	\$ 175,126	\$ 428,069
Net Revenues over Expenditures	\$ (494,455)	\$ 529,315	\$ (639,634)	\$ 640,339	\$ 534,247



General Permitted Uses of Funds

F.S. Section 212.055

- To acquire land for public recreation, land conservation or for the protection of natural resources
- To finance, plan and construct capital assets and infrastructure with a life expectancy of 5 or more years.
- A fire department vehicle, an emergency medical service vehicle, a sheriff's office vehicle, a police department vehicle, or any other vehicle, and the equipment necessary to outfit the vehicle for its official use or equipment that has a life expectancy of at least 5 years.
- Energy efficiency improvements including insulation, energy efficient heating cooling or ventilation systems, replacement windows, EV charging equipment

“Infrastructure” means: Any fixed capital expenditure or fixed capital outlay associated with the construction, reconstruction, or improvement of public facilities that have a life expectancy of 5 or more years, any related land acquisition, land improvement, design, and engineering costs, and all other professional and related costs required to bring the public facilities into service.



FY23 Budgeted Use of Funds (As Amended)

	Carryover	New Spending	Total
Public Facilities:			
Police Roof/Window Restoration	\$ 10,970	\$ -	\$ 10,970
Recreation Center Roof	-	35,000	35,000
HVAC Upgrades	72,828	25,000	97,828
	83,798	60,000	143,798
Parks and Recreation:			
Tennis Fencing *	120,000	220,000	340,000
Tennis Canopies	15,000		15,000
	135,000	220,000	355,000

* \$110,000 added in subsequent amendment, Resolution 2022-02 (January 2022), and \$80,000 added in subsequent amendment Resolution 2023-04 (March 2023) due to broader scope and inflation.



FY23 Budgeted Use of Funds (As Amended)

	Carryover	New Spending	Total
Public Safety:			
Fire-Video Airway	909		909
Fire-Extrication Equipment	15,000		15,000
Fire-Fire Command Vehicle	57,918		57,918
Fire-Ambulance		315,000	315,000
Fire-Stretchers		75,000	75,000
Fire Hybrid Vehicle (Fire Marshall)		30,000	30,000
Fire-Express Cargo Trailer		5,000	5,000
Fire-Jetski and Trailer		20,000	20,000
Fire-Portable Radios		10,000	10,000
Fire-Hose		10,000	10,000
Police-Police Patrol Cars	3,161		3,161
Police-Crime Scene Van	36,757		36,757
Police-License Plate Recognition System		65,000	65,000
	113,745	530,000	643,745
Total Infrastructure Fund	\$ 332,543	\$ 810,000	\$1,142,543



Future Phase IV

- **Voters approved by Referendum Nov 8, 2022, Phase IV extending the surtax to 2039**
- **Additional information may be found at:**
<https://www.sarasotacountysurtax.net/>
- **Resolution 2023-11 to be presented to Town Commission in May
Providing for the Continuance of the Citizen Tax Oversight Committee,
Providing for Appointments and Terms; Providing for Annual Meetings
and Reports**



Infrastructure Surtax (Phase IV 2025-2039)

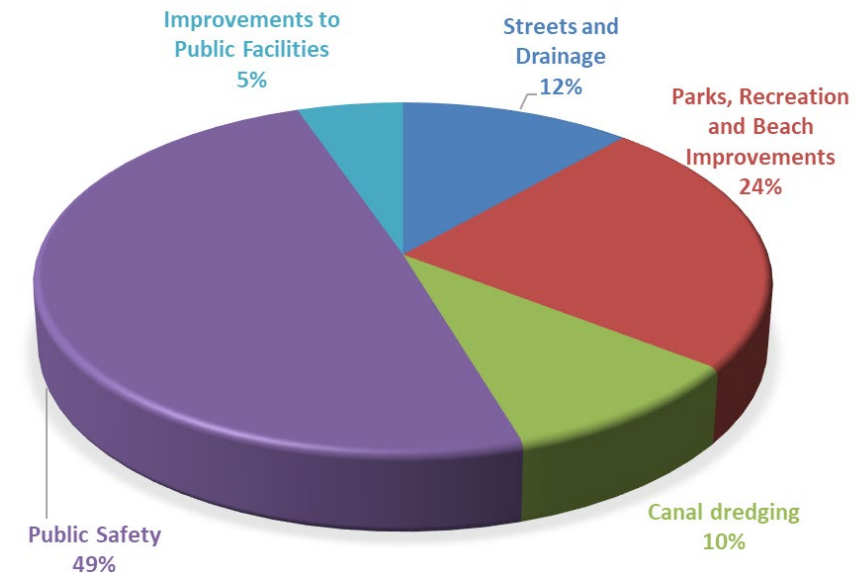
Functional categories

Adopted

IST PHASE IV BUDGET

Proposed 15 Year Budget for functional areas-Phase IV:

1. Streets and Drainage	\$1,750,000
2. Parks, Recreation and Beach Improvements	\$3,608,000
3. Canal dredging	\$1,500,000
4. Public Safety Vehicles and Equipment	\$7,469,000
5. Improvements to Public Facilities	<u>\$ 800,000</u>
Total	\$15,127,000





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Questions?