

Local Government Alternate Revenue Options

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Manatee County Administrator

A PRESENTATION TO THE FLORIDA ASSOCIATION OF COUNTY MANAGERS

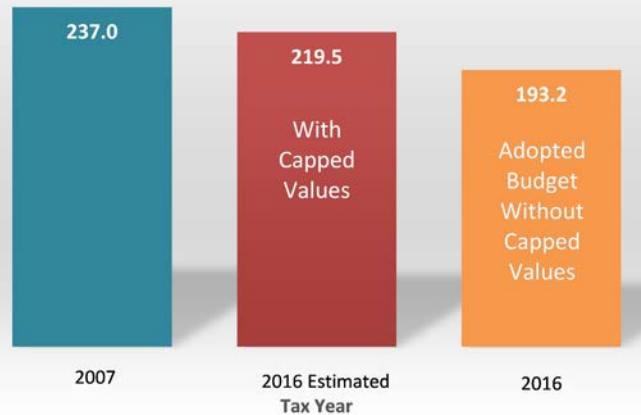
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Trends

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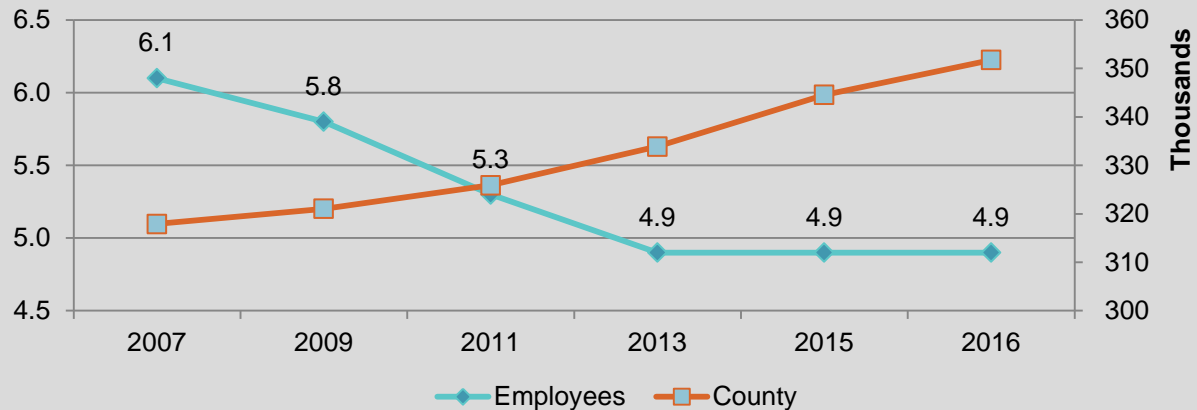
Challenges

Ad Valorem Taxes
In Millions



- ▶ Property tax revenues have decreased 18%
- ▶ Population has increased by 40,000
- ▶ Employee levels have decreased by almost 300 positions
- ▶ Increased difficulty meeting the demands of a growing community.

Employees Per 1000 Residents
with Population



Local government revenue streams

Revenue Structure - County Comparisons											
PROPERTY TAXES	Countywide Property Tax	●	●	●	●	●	●	●	●	●	
	Debt Service Levy	●	●		●	●	●	●		●	
	Environmental Levy	●				●					
	EMS Levy		●						●	●	
	Health Care Levy		●						●	●	
	MSTU Uninc	●	●	●	●	●	●	●	●		
	MSTU Other					●	●	●			
OTHER TAXES	Health Care Sales Tax				●						
	Infrastructure Sales Tax		●	●	●		●	●	●	●	
	Local Option Gas Tax	●	●	●	●	●	●	●	●	●	
	Electric Franchise Fee/Tax	●	●	●		●				●	
	Storm Water Utility Fee		●		●	●	●	●	●	●	
Revenue Type / County		Alachua	Charlotte	Escambia	Hillsborough	Lee	Leon	Manatee	Pasco	Pinellas	Sarasota

Unlike many other Florida counties, including its closest neighbors, Manatee County relies almost exclusively on property taxes to pay for upkeep of its assets.

There is no long-term plan to pay for aging infrastructure.

Revenue Options							
	<u>Type of Tax</u>	<u>Description</u>	<u>Implementation Requirement</u>	<u>Estimated Amount</u>	<u>Individuals Effected</u>	<u>Effect for Payers</u>	<u>Operational or Capital use</u>
A.	Franchise Fees	Charge levied for use of County's rights of way by private utility systems. An agreement must be entered into with the private utilities.	Board of County Commissioners	\$ 15,000,000 <i>*estimate</i>	Users of electricity	Typical residential customer would be \$5.10 per 1000kwh per month or \$ 61 per year	Operating and/or Capital
B.	G.O. Bond Issue General Obligation Bond Issue	Debt issued and secured by a property tax to pay the annual debt service payments. Property owners will be charged over the life of the debt. <u>Example:</u> \$40,000,000 in debt will require annual debt service of \$ 3,000,000 for 20 years <u>Millage Rate Increase:</u> .1068	Voter Referendum	\$ 40,000,000	Property owners	Residential \$ 10.68*	Capital
C.	Infrastructure Sales Tax	Tax would be recommended at .5%. Tax will be shared between County and Cities by state formula.	Voter Referendum	\$ 22,800,000	All users	All property owners and visitors pay equally on tax	Capital
D.	Local Business Tax	Tax would be required on all businesses within County's jurisdiction.	Board of County Commissioners	\$ 400,000	Business Owners	Business owners would pay determined fee	Operating and/or Capital
E.	MSBU	MSBU - Municipal Service Benefit Unit. The assessment is based upon the benefit	Board of County Commissioners	TBD	Property owners (within designated area)	TBD	TBD for Benefit
F.	MSTU	MSTU - Municipal Service Taxing Unit. Tax based upon property values.	Board of County Commissioners	TBD	Property owners (within designated area)	TBD	TBD for Service
G.	Property Tax	Increase by 1.0 Mill - Property owners will receive an increase to taxes based upon value of property.	Board of County Commissioners	\$ 28,089,362	Property owners	Residential \$ 100.00*	Operating and/or Capital
H.	Stormwater Fee	Fee would be assessed based upon amount of Stormwater issues as necessary.	Board of County Commissioners	TBD	Property owners with impervious surfaces	TBD	Operating and/or Capital

*Estimated based upon \$150,000 home with exemptions of \$50,000