

Memorandum

MIAMI-DADE
COUNTY

Date: December 18, 2007

Supplement to
Agenda Item No. 12B3

To: Honorable Chairman Bruno A. Barreiro
and Members, Board of County Commissioners

From: George M. Burgess
County Manager



Subject: City of Homestead NW1 Annexation

The information below is provided as a supplement to the City of Homestead annexation application item. The staff report presented to the Planning Advisory Board and attached to the City of Homestead annexation item was developed using the FY 2006-07 budget information. The information provided below was updated based on the FY 2007-08 Final Adopted Budget. The expected tax increase in the annexation area decreased from \$586 to \$460 and the net revenue gain to the Unincorporated Municipal Service Area (UMSA) budget increased from an estimated \$28,248 to \$29,307.

Handwritten page 10 should be updated as follows:

2. The existing and projected property tax cost for the municipal-level service to the average homeowners in the area currently as unincorporated and as included as part of the annexing municipality.

The 2007 preliminary property tax value for the annexation area is \$155,400. At the FY 2007-08 City of Homestead millage rate (5.1585 mills), the ad valorem revenues attributable to the annexation area would be \$761. At the FY 2007-08 UMSA millage rate (2.0416 mills), the ad valorem revenues attributable to the annexation area would be \$301. The expected tax increase if the annexation is approved would be \$460.

Existing and Projected Property Tax Cost		
City of Homestead FY 2007-08		
	Millage Rate	Millage x Taxable Value
City of Homestead		
Municipal Millage	5.1585	\$761
Unincorporated Area		
UMSA Millage	2.0416	\$301
Increase	3.1169	\$460

Handwritten page 10 should be updated as follows:

4. Impact of the proposal on the revenue base of the unincorporated area and on the ability of the County to efficiently and effectively provide services to the adjacent remaining unincorporated area.

The 2007 preliminary property tax value for the annexation area is \$155,400. The area generates approximately \$463 in UMSA (Unincorporated Municipal Services Area) revenues. The County spends approximately \$29,670 per year providing services to the area. Therefore, the net revenue gain to UMSA is approximately \$29,307. The UMSA revenues and expenses are derived using various factors such as taxable values, population, number of police calls for service, cost per lane miles, and number of lane miles in the proposed area. These factors are used in conjunction with formulas to calculate average revenue and expense figures for the area.

Section 20-8 of the County Code allows the County to retain all franchise fees for the term of the current franchise agreement, and utility tax revenues in perpetuity, for the area if annexed.



Jennifer Glazer-Moon
Director, Office of Strategic Business Management

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