



DATE: June 12, 2019

TO: Mayor Petrolia, City Commission, Interim City Manager
FROM: Laura Simon, Executive Director, Delray Beach DDA
CC: Downtown Development Authority Chairman and Board of Directors,
Interim Finance Director

RE: FY19/20 LEVY OF AD VALOREM TAX OF THE DDA DISTRICT

Background:

As per the State Statute House Bill 299, the DDA board is required to set the millage rate for the DDA district annually. *Section 8. LEVY OF AD VALOREM TAX.—For the fiscal year of the Authority an ad valorem tax is levied annually for the purpose of financing the operation of the Authority on all property in the Downtown area that is subject to ad valorem taxation. The rate shall be one mill on each dollar of tax base by written notice to the County tax collector at such time as he or she shall specify, may set a rate of less than one mill for the ensuing fiscal year*

It is required by vote to assess the millage levy. The highest rate is one mil as stated in the statute. Palm Beach County Tax Appraisers office has provided the 2019 Estimated Taxable Value which is listed below:

Total Taxable Value of the DDA District: \$1,157,124,508
Estimate of Net New Construction: \$15,955,011

This equates to the following: \$1,099,268 for the FY19/20 budget amount which is an addition of \$59,721 of revenue. The DDA Board is finalizing the FY19/20 Goals and Priorities and with the millage rate set will outline the budget details for approval at the August meeting.

Summary:

Following DDA millage approval, the City Commission formally adopts the tentative millage rate in July at the regular meeting. This is presented by the DDA by way of presentation. The DDA will provide a presentation on the approved budget and final plans for the FY19/20 year to the Mayor and City Commission on September 5 & 24, 2019 during the Public Hearing.

Recommendation:

The DDA is recommending approval on the 2019/20 proposed millage rate of 1.0000.