

Condensed Title:

A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, ADOPTING: 1) THE FINAL AD VALOREM MILLAGE OF 6.0909 MILLS FOR GENERAL OPERATING PURPOSES, WHICH IS EIGHT AND FOUR-TENTHS PERCENT (8.4%) MORE THAN THE "ROLLED-BACK" RATE OF 5.6184 MILLS; AND 2) THE DEBT SERVICE MILLAGE RATE OF 0.2568 MILLS

Key Intended Outcome Supported:

Minimize taxes; Control Costs of payroll including salary and fringes; ensure expenditure trends are sustainable over the long term; Improve the City's overall financial health and maintain overall bond rating; Increase community satisfaction with city services

Supporting Data (Surveys, Environmental Scan, etc.):

- Over the last several years, the City of Miami Beach has adopted budgets that provided tax and fee relief while at the same time providing improving services that address community priorities (e.g. public safety, cleanliness, landscaping and beautification, recreation and cultural arts programming, renewal and replacement funding for our facilities, and building/development functions). In FY 2007/08 alone, the property tax rate declined by approximately 1.8 mills, with savings to the average property owner of over \$400. In addition, in FY 2005/06 and FY 2006/07, the City funded \$200 and \$300 "homeowner dividends" paid to homesteaded property owners in the City.
- However, recent years have been very challenging due to declines in property values and increasing costs, particularly pension costs. Since FY 2007/08, property values have declined \$3.8 billion to the July 1, 2012 certified taxable value, a reduction of approximately 14 percent, despite about \$3 billion in new construction added to the roll. The July 1, 2012 Certification of Taxable Value from the Miami-Dade County Property Appraiser reflects an increase of 5% in property values for the City as a whole, 5.4% in the RDA and 4.9% outside of the RDA.

Issue:

Shall the Mayor and City Commission adopt the resolution?

Item Summary/Recommendation:

The total proposed final operating millage is reduced from FY 2011/12 at 6.0909 mills, including a general operating millage rate of 5.9826 and a General Fund Capital Renewal and Replacement millage of 0.1083. The voted debt service millage rate is decreased from 0.2884 to 0.2568. The proposed millage provides funding for a \$.8 million set aside for FY 2013/14 to offset the loss of a one-time carry forward of \$2.2 million in FY 2011/12 pension credit savings in the General Fund to FY 2012/13. This is equivalent to 0.0585 mills. Net of enhancements in the Building Department, which are offset by increased revenue, the millage provides for \$2.85 million in service enhancements as a return on value to our taxpayers including, twelve Police Officers, additional Police overtime for homeless outreach, additional staffing for Police Records and Detention Center, increased internal controls, additional staff to manage a \$2 million growth in lease revenues over the last three years, and \$1.4 million transfer to capital pay-as-you-go projects. (equivalent to 0.1520 mills)

Advisory Board Recommendation:


Financial Information:

Source of Funds:		Amount	Account
	1		
	2		
OBPI	Total		

Financial Impact Summary: The combined millage rate overall remains approximately 2.4 mills lower than it was in FY 1999/00. In addition, the millage rate is approximately 1.3 mills lower than it was in FY 2006/07, when property values were similar to the July 1, 2012 certified values resulting in a net tax levy reduction of \$29 million since FY 2006/07.

City Clerk's Office Legislative Tracking:

Sign-Offs:

Department Director	Assistant City Manager	City Manager
		






MIAMI BEACH

City of Miami Beach, 1700 Convention Center Drive, Miami Beach, Florida 33139, www.miamibeachfl.gov

COMMISSION MEMORANDUM

TO: Mayor Matti Herrera Bower and Members of the City Commission

FROM: Kathi G. Brooks, Interim City Manager 

DATE: September 27, 2012

SUBJECT: **A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, ADOPTING: 1) THE FINAL AD VALOREM MILLAGE OF 6.0909 MILLS FOR GENERAL OPERATING PURPOSES, WHICH IS EIGHT AND FOUR-TENTHS PERCENT (8.4%) MORE THAN THE "ROLLED-BACK" RATE OF 5.6184 MILLS; AND 2) THE DEBT SERVICE MILLAGE RATE OF 0.2568 MILLS FOR FISCAL YEAR (FY) 2012/13.**

ADMINISTRATION RECOMMENDATION

The Administration recommends that the City Commission adopt the attached Resolution which sets the following:

- 1) Final adopted millage rates for Fiscal Year (FY) 2012/13

General Operating	5.9826 mills (6.0572 FY 2011/12, 0.0746 decrease)
Capital Renewal & Replacement	<u>0.1083 mills</u> (0.1083 FY 2011/12, no change)
Sub-Total Operating Millage	6.0909 mills (6.1655 FY 2011/12, 0.0746 decrease)
Voted Debt Service	<u>0.2568 mills</u> (0.2884 FY 2011/12, 0.0316 decrease)
Total	6.3477 mills (6.4539 FY 2011/12, 0.1062 decrease)

- 2) The final adopted combined millage rate of 6.3477 mills is 0.1062 mills less than the 6.4539 combined millage rate for FY 2011/12. The final adopted operating millage rate for FY 2012/13 is 6.0909 mills. The final adopted operating millage for FY 2012/13 is 0.4725 mills more than the roll-back rate of 5.6184, and thus, the City is required to publish a Notice of Proposed Tax Increase. This notice was duly published in the Miami Herald on Sunday, September 23, 2012 in accordance with Florida Statutes 200.065.

The first public hearing on the tentative millage rates and budgets for FY 2012/13 was held on Wednesday, September 12, 2012. The millage rates presented herein are those which were tentatively adopted at the end of that first public hearing.

The rollback rate is the millage rate required to produce the same level of property tax revenues in FY 2012/13 as collected in FY 2011/12. The rollback rate is calculated by dividing the prior year property tax revenues by the current year property values, after new construction, major improvements, annexations, deletions and tax increment districts are removed from current year

property values. It is important to note, that the January 1, 2011, tax roll Citywide declined by \$1.2 billion (5.6%) between the July 1, 2011 valuation and the July 1, 2012 valuation due to appeals, adjustments, etc, which is part of the reason the FY 2012/13 "roll-back rate" is lower than the FY 2011/12 current millage rate and lower than it would be if the roll-back rate was only adjusted for the increase in revenues generated by higher property values. The area outside of City Center RDA, which impacts General Fund revenues, declined by almost \$1 billion during the same time period.

The Administration is recommending a total combined millage rate for the City of Miami Beach of 6.3477. The total proposed operating millage declines to 6.0909 mills, including a general operating millage rate of 5.9826 and a General Fund Capital Renewal and Replacement millage of 0.1083. The proposed voted debt service millage rate is adjusted from 0.2884 to 0.2568, a decrease of 0.0316 mills.

The proposed millage provides funding to partially offset increases in employee costs as well as funding approximately \$2.85 million in enhancements (excluding Building Department enhancements which are funded by increased Building Department revenues).

PROCEDURE

Florida Statutes 200.065 requires that at the conclusion of the second public hearing on the proposed tax rate and budget, the City Commission proceed in the following specific manner:

1. Adopt an ad valorem millage rate for FY 2012/13 operating purposes and debt service. The statute requires the name of the taxing authority, the "Rolled-back" rate, the percentage increase over the "Rolled-back" rate, and the millage rates be publicly announced before adoption of the millage levy resolution.

State statute requires that only the title be read aloud.

2. Adopt a general operating budget for FY 2012/13. Also included, are budgets for the Enterprise Funds and Internal Service Funds and general Ad Valorem taxes. This is accomplished by adopting a companion Resolution. (See accompanying City Budget Agenda Item).

SUMMARY

In FY 2010/11 the City's approach to addressing the then deficit of \$32 million included a distribution of the shortfall between taxpayers and employees. Taxpayers had their tax rate increased from 5.6555 to 6.2155, an increase of 0.56 mills. The goal of the Commission has been to bring them back to that level as property values increase over time. It should be noted that between FY 2009/10 and FY 2010/11 values declined by \$2.6 billion driving the need for an increase in the millage. The FY 2012/13 values are still short of FY 2009/10 values by \$1.6 billion. As values approach FY 2009/10 values, through further increases in the future, this will provide the opportunity for further reductions in the millage.

In FY 2011/12 the City took its first step in that direction with a reduction in the millage rate of 0.05 mills. The tentatively adopted millage rate for FY 2012/13 reduces the operating millage by an additional 0.0746 mills and a total reduction of 1.0620 mills including the reduction in debt service millage. The total millage reduction over the two fiscal years is .01246 mills. Over two years, this

reduction represents 22 percent of the goal to return to a millage rate of 5.6555.

The proposed millage has been developed based on \$2.6 million in employee givebacks in the General Fund to partially offset \$5.7 million in pension and health increases. These employee givebacks will need to be negotiated with bargaining groups over the coming year. Further, the proposed millage incorporates a set aside of \$1.1 million for FY 2013/14 to partially offset the loss of a \$2 million one-time pension credit (\$2.5 million citywide) in FY 2012/13 that will not be available for FY 2013/14. Should this be used instead to further reduce the millage, it would result in a further reduction of .0585 mills.

The Administration is recommending a total combined millage rate for the City of Miami Beach of 6.3477. The total proposed operating millage declines to 6.0909 mills, including a general operating millage rate of 5.9826 and a General Fund Capital Renewal and Replacement millage of 0.1083. The proposed voted debt service millage rate is adjusted from 0.2884 to 0.2568, a decrease of 0.0316 mills.

It is important to remember that in prior years, the City of Miami Beach significantly reduced tax rates as property values increased. Between FY 1999/00 and FY 2009/10, total combined City of Miami Beach property tax rates declined approximately 2.8 mills. In FY 2007/08 alone, the millage rate declined by approximately 1.8 mills, with annual savings to the average homesteaded property of over \$400. Further, despite an increase of 0.56 mills in the operating tax rate in FY 2010/11, City of Miami Beach tentatively adopted combined millage rates today remain more than 2.3 mills lower than in FY 1999/00 (25 percent), and approximately 1.3 mills lower than 2006/07 when property values were similar to today's values.

ANALYSIS OF PROPERTY VALUES IN MIAMI BEACH

On July 1, 2012, the City received the "2012 Certification of Taxable Value" from the Property Appraiser's Office stating that the taxable value for the City of Miami Beach is \$23,072,321,980 including \$96,864,874 in new construction. The preliminary 2012 value represents an increase of \$1.1 billion or 5.0 percent more than the July 1, 2011 Certification of Taxable Value of \$21,978,289,928, and an increase of 5.0 percent excluding new construction.

The comparative assessed values for the Miami Beach Redevelopment Agency City Center Redevelopment District (City Center RDA) increased from \$3,423,353,944 to \$3,608,718,451, an increase of \$185,364,507, or a 5.4 percent increase in values over 2011 certified values. In addition, assessed values within the geographic area formerly known as the South Pointe Redevelopment District increased from \$3,446,036,913 to \$3,618,097,360, an increase of \$172,060,447, or a 5.0 percent increase in values over 2011 certified values. As a result, taxable values in the areas outside the City Center RDA/South Pointe area increased by 4.9 percent, from \$15.1089 billion to \$15.8455 billion, an increase of \$0.7366 billion.

Citywide values excluding the City Center RDA increased from \$18.5549 billion to \$19.4636 billion, an increase of \$0.9087 billion, or 4.9 percent. Values outside the City Center RDA area determine General Fund revenues.

COMPARATIVE ASSESSED VALUES (in billions)

	Jan. 1 2011 Value (in billions)				% Chg.	Jan. 1 2012 Value (in billions)	Change from 2011 Value (Budget)	
	As of July 1 2011 (For FY 2011/12 Budget)	Revised Value (For FY 2011/12 Projection)	Change in 2011 Values			As of July 1 2011 (For 2011/12 Budget)	\$ (in billions)	% Chg
RDA – City Ctr	\$ 3.4233	\$ 3.1299	\$ (0.2934)	-8.6%	\$ 3.6087	\$ 0.1853	5.4%	
South Pointe *	3.4460	3.2393	(0.2067)	-6.0%	3.6181	\$ 0.1721	5.0%	
General Fund excl S.Pte	15.1090	14.3860	(0.7229)	-4.8%	15.8455	\$ 0.7366	4.9%	
Total Citywide	\$ 21.9783	\$ 20.7552	\$ (1.2231)	-5.6%	\$ 23.0723	\$ 1.0940	5.0%	
Citywide Net of City Ctr	\$ 18.5550	\$ 17.6253	\$ (0.930)	-5.0%	\$ 19.4636	\$ 0.9087	4.9%	

DETERMINING THE OPERATING MILLAGE LEVY

The first building block in developing a municipal budget is the establishment of the value of one mill of taxation, wherein the mill is defined as \$1.00 of ad valorem tax for each \$1,000 of property value. For the City of Miami Beach, this value for each mill is determined by the 2012 Certification of Taxable Value and has been set at \$23,072,322. Florida Statutes permit a discount of up to five percent for value adjustments, early payment discounts, delinquencies, etc. Therefore, the 95 percent value of the mill is \$21,918,706.

However, net of City Center RDA tax increment, which represents the amount available to the General Fund, the 95 percent value of the mill is \$18,768,367.

Impacts of Decline in Property Values

In FY 2011/12, the operating millage rate for general City operations was adopted at 6.1655. Based on the July 1, 2012, Certification of Taxable Value, 6.1655 mills would generate approximately \$135,139,781 in general tax revenues, an increase of \$6,407,992 over FY 2011/12 budgeted property tax revenues Citywide (General Fund, City Center RDA and the South Pointe area).

However, the January 1, 2011, tax roll Citywide declined by \$1.2 billion between the July 1, 2011 valuation and the July 1, 2012, valuation due to appeals, adjustments, etc., which resulted in the FY 2012/13 “roll-back rate” being significantly less than the FY 2011/12 current millage rate. The area outside of City Center RDA declined by almost \$1 billion.

Maximum Millage Determination

Further, pursuant to recently enacted State legislation, the City may elect to approve millage rates above the roll-back rate up to the constitutional cap of 10 mills subject to the following votes by the Commission or referendum:

- Option I: A majority of the Commission is required to approve a millage up to 8.0844 (equivalent to 100.447% of prior year maximum ad valorem proceeds allowed by a majority vote, net of the impact of the Tax Increment Districts). The adjustment of 100.447% reflects the statewide per capita personal income increase for the prior year
- Option II: A two-thirds approval (5 of 7 votes) of the Commission is required to approve a millage up to 8.8928 (equivalent to a 10% increase in the ad valorem revenues above Option I).
- Option III: A unanimous approval of the Commission or referendum is required to approve a millage above 8.8928 up to the 10 mill cap

DETERMINING THE VOTED DEBT SERVICE MILLAGE LEVY (GENERAL OBLIGATION DEBT SERVICE FUND)

The general obligation debt service payment for FY 2012/13 is approximately \$5.9 million. Based on the July 1, 2012 Certified Taxable Value from the Property Appraiser, these bonds would require the levy of a voted debt service millage of 0.2568 mills. This represents a decrease of 0.0316 mills.

COMBINING THE OPERATING AND VOTED DEBT SERVICE MILLAGE LEVIES

Illustrated below is a comparison of the combined millage rates for the City of Miami Beach for FY 2010/11 (final) and FY 2012/13 (preliminary) including RDA. It is recommended that in the General Fund, 0.1083 mills of the total operating millage continue to be dedicated to renewal and replacement, resulting in approximately \$1.76 million in renewal and replacement funding.

City of Miami Beach Millage Rates	FY 06/07	FY 11/12	FY 12/13	Inc/(Dec)	% Inc/(Dec)	
					From FY11/12	From FY 06/07
Operating	7.1920	6.0572	5.9826	-0.0746		
Capital Renewal & Replacement	0.1820	0.1083	0.1083	0.0000		
Sub-total Operating Millage	7.3740	6.1655	6.0909	-0.0746	-1.2%	-17%
Debt Service	0.2990	0.2884	0.2568	-0.0316		
Total	7.6730	6.4539	6.3477	-0.1062	-1.6%	-17%

If these recommended millage rates are adopted, then the City of Miami Beach's total operating millage will decrease by 0.0746 mills from the current year, and the voted debt service millage will decrease by 0.0316 mills, for a combined decrease of 0.1062 mills.

CITY OF MIAMI BEACH MILLAGE LEVY IMPACT ON MIAMI BEACH PROPERTY OWNERS

Homesteaded Properties

Amendment 10 to the State Constitution took effect on January 1, 1995 and limited the increase in assessed value of homesteaded property to the percentage increase in the consumer price index (CPI) or three percent (3%), whichever is less. For 2011, the CPI has been determined to be 3.2 percent and therefore, the increase is capped at 3% for increased values as of January 1, 2012.

Overall, based on an analysis of the homesteaded properties in the 2011 tax roll (the latest available from the Miami-Dade County Property Appraiser at this time), the median value of

homesteaded property in Miami Beach for 2012 (as of August 2011) was \$119,461, and the average \$277,201. Applying the increase to the market value of all existing homesteaded properties from the 2011 tax roll, and the 3 percent CPI adjustment, the impact of the millage rate adjustment to homesteaded properties would be as shown in the following table.

Homesteaded Properties				
	FY 2011/12 (as of January 1 2011)*		with 3% CPI	
	Median	Average	Median	Average
Taxable Value	\$ 119,461	\$ 277,201	\$ 123,045	\$ 285,517
City of Miami Beach Taxes				
Operating	\$ 737	\$ 1,709	\$ 749	\$ 1,739
Voted Debt	34	71	32	73
Total Miami Beach	\$ 771	\$ 1,780	\$ 781	\$ 1,812
\$ Change in Taxes				
Operating			\$ 12	\$ 30
Voted Debt			(2)	2
Total Miami Beach			\$ 10	\$ 32

* Source: Miami-Dade County Property Appraiser File as of 8/17/10

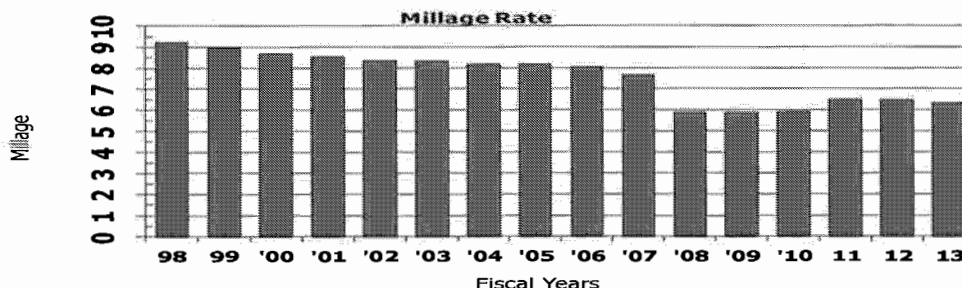
Non-Homesteaded Properties

It is anticipated that, overall commercial properties, would reflect a decline based on the overall decline in the property values, although individual properties could vary significantly.

Historical Perspective

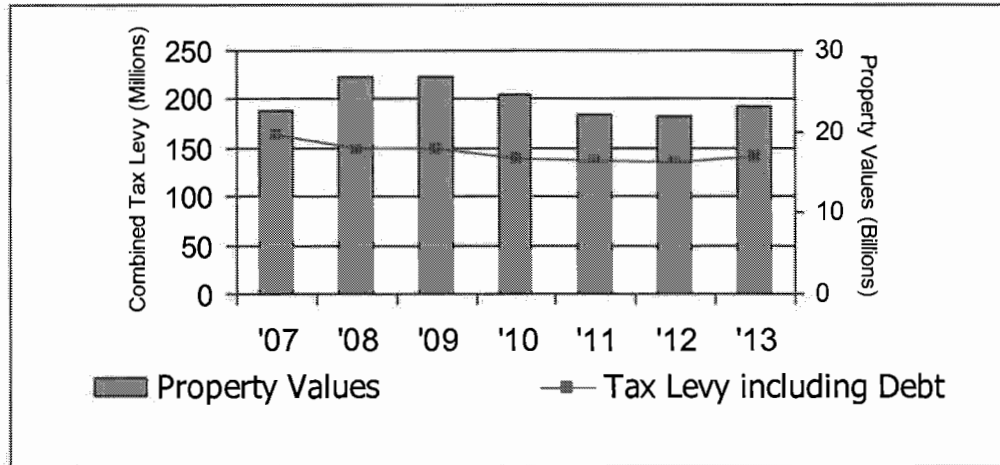
It is important to remember that in prior years, the City of Miami Beach significantly reduced tax rates as property values increased. Between FY 1999/00 and FY 2009/10, property tax rates declined approximately 2.8 mills. In FY 2007/08 alone, the property tax rate declined by approximately 1.8 mills, with annual savings to the average homesteaded property of over \$400. In addition, in FY 2005/06 and FY 2006/07, the City funded \$200 and \$300 "homeowner dividends" paid to homesteaded property owners in the City.

Total Combined Millage



The combined millage rate overall remains approximately 2.4 mills lower than it was in FY 1999/00. In addition, the millage rate is almost 1.3 mills lower than it was in FY 2006/07, when property values were similar to the July 1, 2012 certified values. As a result, the proposed property tax levy is lower in FY 2012/13 than it was in FY 2006/07.

Property Values and Tax Levy



Property Values, Millage and Property Tax Levy

Budget Year	Taxable Property Values (billions)	Final/ Revised Taxable Value (billions)	Millage Rates		Tax Levy (in millions)	
			Total Citywide Millage	General Fund/RDA Millage	Total including Debt	General Fund Total (including S. Pointe, and Renewal & Replcmnt)
FY1997/98	\$ 6.46	\$ 6.40	9.2100	7.4990	\$ 57.45	\$ 46.78
FY1998/99	6.97	\$ 6.87	8.9830	7.4990	\$ 60.37	\$ 44.66
FY1999/00	7.66	\$ 7.54	8.6980	7.4990	\$ 64.29	\$ 47.36
FY2000/01	8.37	\$ 8.22	8.5550	7.3990	\$ 69.08	\$ 49.75
FY2001/02	9.40	\$ 9.22	8.3760	7.2990	\$ 75.97	\$ 54.37
FY2002/03	10.56	\$ 10.41	8.3220	7.2990	\$ 84.81	\$ 61.05
FY2003/04	12.09	\$ 11.85	8.1730	7.2990	\$ 95.39	\$ 68.17
FY2004/05	14.04	\$ 13.86	8.1730	7.4250	\$ 110.74	\$ 79.38
FY2005/06	17.45	\$ 17.15	8.0730	7.4810	\$ 135.91	\$ 111.69
FY2006/07	22.74	\$ 22.26	7.6730	7.3740	\$ 168.38	\$ 140.31
FY2007/08	26.85	\$ 26.14	5.8970	5.6555	\$ 150.42	\$ 125.33
FY2008/09	26.90	\$ 25.89	5.8930	5.6555	\$ 150.59	\$ 125.94
FY2009/10	24.70	\$ 23.24	5.9123	5.6555	\$ 138.70	\$ 115.73
FY2010/11	22.10	\$ 20.97	6.5025	6.2155	\$ 136.55	\$ 112.14
FY2011/12	21.98	\$ 20.76	6.4539	6.1655	\$ 134.75	\$ 111.29
FY2012/13	23.10		6.3477	6.0909	\$ 139.13	\$ 114.32

COMBINING JURISDICTIONAL OPERATING AND DEBT SERVICE MILLAGE LEVIES

City of Miami Beach property owners must also pay property taxes to Miami-Dade County, the Miami-Dade County School Board, the Children's Trust, the South Florida Water Management District and the Florida Inland Navigation District.

The countywide tax rate for Miami-Dade County is proposed to decrease from 4.8050 mills to 4.7035 mills; the library tax rate is proposed to decrease from 0.1795 mills to 0.1725 mills; and the debt service millage stayed the same at 0.2850.

The proposed tax rate for the Miami-Dade School District is 8.0040; 0.0010 mills less than the prior year millage of 8.0050. The Children's Trust millage is maintained at 0.5 mills. The proposed tax rate for the South Florida Water Management District is 0.4289, which is unchanged. The proposed tax rate for the Florida Inland Navigation District is 0.0345; which is unchanged from the FY 2011/12 millage rate.

A summary of the tax rate changes is provided in the following table.

OVERLAPPING TAX MILLAGE	FY 06/07	FY 11/12	FY 12/13	Variance from 11/12	Variance from 06/07
City of Miami Beach Millage Rates					
Operating	7.1920	6.0572	5.9826	-0.0746	-1.2094
Capital Renewal & Replacement	0.1820	0.1083	0.1083	0.0000	-0.0737
Subtotal Operating Millage	7.3740	6.1655	6.0909	-0.0746	-1.2831
Voted Debt Service	0.2990	0.2884	0.2568	-0.0316	-0.0422
Total	7.6730	6.4539	6.3477	-0.1062	-1.3253
Miami Dade County					
Countywide	5.6150	4.8050	4.7035	-0.1015	-0.9115
Library	0.4860	0.1795	0.1725	-0.0070	-0.3135
Debt Service	0.2850	0.2850	0.2850	0.0000	0.0000
Subtotal	6.3860	5.2695	5.1610	-0.1085	-1.2250
School Board					
School Board	8.1050	8.0050	8.0040	-0.0010	-0.1010
Children's Trust	0.4220	0.5000	0.5000	0.0000	0.0780
Other	0.7360	0.4708	0.4634	-0.0074	-0.2726
Total	23.3220	20.6992	20.4761	-0.2231	-2.8459

With the Proposed millage rates for FY 2012/13, the Miami Beach portion of the FY 2012/13 tax bill is approximately 31 percent of the total bill. *Of note, even with the recently proposed millage decreases by the County, the County millage is 1.2 mills less than their millage in FY 2006/07, as compared to the City's proposed millage which is 1.3 mills less than the City millage in FY 2006/07.* Further, the School Board millage is only minimally below the FY 2006/07 millage rate, despite the recently proposed decrease. The significant difference in the total overlapping millage rate is a direct result of the City's effort to keep the millage rates as low as possible

Impact of Combined Tax Rates of Overlapping Jurisdictions on Homesteaded Properties

Applying the proposed millage rates to the median and average January 1, 2011 taxable values of \$119,461 and \$277,201, respectively, half of the homesteaded properties would pay less than \$2,522 for all taxing jurisdictions combined, while the average taxes generated would be approximately \$5,850 per homesteaded property. Of these taxing jurisdictions, the highest component is the Miami-Dade School Board, at \$984 for a median value property, and \$2,284 for an average valued property.

The following table provides examples of changes in property taxes for homesteaded properties as a result of these declines in values, using the proposed tax rates and potential changes from 2011 values.

Impact on Homesteaded Properties Assuming Changes in Taxable Value				
	FY 2011/12 (as of January 1 2011)*		FY 2012/13	
			with 3% CPI	
	Median	Average	Median	Average
2010 Taxable Value	\$ 119,461	\$ 277,201	\$ 123,045	\$ 285,517
City of Miami Beach				
Operating	\$ 743	\$ 1,723	\$ 749	\$ 1,739
Voted Debt	\$ 34	\$ 80	\$ 32	\$ 73
Total Miami Beach	\$ 777	\$ 1,802	\$ 781	\$ 1,812
Miami Dade County				
Schools	\$ 985	\$ 2,287	\$ 984	\$ 2,284
Other	\$ 138	\$ 321	\$ 119	\$ 275
Total	\$ 2,635	\$ 6,117	\$ 2,519	\$ 5,844
Change in Taxes				
City of Miami Beach				
Operating			\$ 6	\$ 16
Voted Debt			\$ (2)	\$ (7)
Total Miami Beach			\$ 4	\$ 10
Miami Dade County			\$ (100)	\$ (234)
Schools			\$ (1)	\$ (3)
Other			\$ (19)	\$ (46)
Total			\$ (116)	\$ (273)

As with the City of Miami Beach millage rates, impacts of the combined jurisdictional millage rates for non-homesteaded properties will likely reflect declines in property values, although individual properties may vary.

CONCLUSION

The Administration recommends adoption of the attached Resolution which sets both final operating and debt service millage rates for FY 2012/13.

KGB:TF

RESOLUTION NO. _____

A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, ADOPTING: 1) THE FINAL AD VALOREM MILLAGE OF 6.0909 MILLS FOR GENERAL OPERATING PURPOSES, WHICH IS EIGHT AND FOUR-TENTHS PERCENT (8.4%) MORE THAN THE "ROLLED-BACK" RATE OF 5.6184 MILLS; AND 2) THE DEBT SERVICE MILLAGE RATE OF 0.2568 MILLS FOR FISCAL YEAR (FY) 2012/13

WHEREAS, on July 18, 2012, the City Commission following a duly noticed public hearing, adopted Resolution No. 2012-27960, which set the proposed general operating millage rates at 6.1122 mills (excluding debt service) reduced from the prior year millage for general operating purposes, and 0.2568 mills for debt service, a reduction from the prior year; and

WHEREAS, on September 12, 2012 the Mayor and City Commission tentatively adopted the operating millage rate of 6.0909 mills for general operating purposes, and 0.2568 mills for debt service; and

WHEREAS, Section 200.065, Florida Statutes, requires that at the conclusion of the second public hearing on the City's proposed tax rate and budget, the City Commission: 1) adopt the ad valorem millage rate for FY 2012/13 operating purposes; and 2) the required Debt Service millage rate; and this is accomplished by publicly announcing the name of the taxing authority, the "Rolled-back" rate, the percentage increase of the "Rolled-back" rate and the millage rates before adoption of the millage levy resolution; and

NOW THEREFORE, BE IT DULY RESOLVED BY THE MAYOR AND THE CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, that pursuant to Section 200.065, Florida Statutes, there is hereby levied a tax for the Fiscal Year (FY) 2012/13, on all taxable and non-exempt real and personal property located within the corporate limits of the City of Miami Beach, Florida, as follows:

- (a) For the purpose of operating the government of the City, the rate assigned amounts to 6.0909 mills. Also included are appropriate reserves and contingencies, which are not limited to reserves for tax discounts and abatements of uncollected taxes.

The millage rate reflected is eight and four-tenths percent (8.4%) more than the "Rolled-back" rate of 5.6184 mills.

- (b) For the purpose of providing payment on the principal and interest portions of the General Obligation Bond Debt outstanding, the rate assigned amounts to 0.2568 mills.

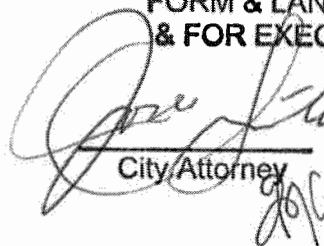
PASSED and ADOPTED this 27th day of September, 2012.

MAYOR

ATTEST:

CITY CLERK

APPROVED AS TO
FORM & LANGUAGE
& FOR EXECUTION



City Attorney

9/26/12

Date

MIAMI BEACH

CITY OF MIAMI BEACH NOTICE OF A SPECIAL CITY COMMISSION MEETING AND PUBLIC HEARINGS

NOTICE IS HEREBY given that a Special Commission Meeting regarding the Second Public Hearings to consider the adoption of the Millage Rate and Budget for FY 2012/2013 will be held by the City Commission of the City of Miami Beach, Florida, on **Thursday, September 27, 2012**, commencing at **5:00 p.m.**, in the Commission Chambers, 3rd Floor, City Hall, 1700 Convention Center Drive, Miami Beach, Florida.

5:01 p.m.

THE SECOND PUBLIC HEARING TO CONSIDER THE ADOPTION OF THE MILLAGE RATES AND BUDGETS FOR FISCAL YEAR (FY) 2012/2013 FOR THE CITY OF MIAMI BEACH.

5:02 p.m.

THE SECOND PUBLIC HEARING TO CONSIDER THE ADOPTION OF THE OPERATING MILLAGE RATE AND BUDGET FOR FISCAL YEAR (FY) 2012/2013 FOR THE NORMANDY SHORES LOCAL GOVERNMENT NEIGHBORHOOD IMPROVEMENT DISTRICT.

In addition, the City Commission may be discussing other City related business at this meeting.

Inquiries concerning this meeting should be directed to the Office of Budget and Performance Improvement at 305.673.7510.

INTERESTED PARTIES are invited to appear at this meeting, or be represented by an agent, or to express their views in writing addressed to the City Commission, c/o the City Clerk, 1700 Convention Center Drive, 1st Floor, City Hall, Miami Beach, Florida 33139. Copies of these items are available for public inspection during normal business hours in the City Clerk's Office, 1700 Convention Center Drive, 1st Floor, City Hall, Miami Beach, Florida 33139.

Rafael E. Granado, City Clerk
City of Miami Beach

Pursuant to Section 286.0105, Fla. Stat., the City hereby advises the public that: if a person decides to appeal any decision made by the City Commission with respect to any matter considered at its meeting or its hearing, such person must ensure that a verbatim record of the proceedings is made, which record includes the testimony and evidence upon which the appeal is to be based. This notice does not constitute consent by the City for the introduction or admission of otherwise inadmissible or irrelevant evidence, nor does it authorize challenges or appeals not otherwise allowed by law.

To request this material in accessible format, sign language interpreters, information on access for persons with disabilities and/or any accommodation to review any document or participate in any City-sponsored proceeding, please contact us five days in advance at 305.673.7411 (voice) or TTY users may also call the Florida Relay Service at 711.

Ad # 726

THIS PAGE INTENTIONALLY LEFT BLANK