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## NORTH BEACH COMMUNITY REDEVELOPMENT AGENCY MEMORANDUM

TO: Chairperson and Board of Directors of the North Beach Community Redevelopment Agency

FROM: Alina T. Hudak, Executive Director

DATE: September 27, 2023

SUBJECT: **A RESOLUTION OF THE CHAIRPERSON AND BOARD OF DIRECTORS OF THE NORTH BEACH COMMUNITY REDEVELOPMENT AGENCY, ADOPTING THE FINAL OPERATING BUDGET FOR THE NORTH BEACH COMMUNITY REDEVELOPMENT AREA FOR FISCAL YEAR 2024.**

### **STRATEGIC PLAN SUPPORTED**

Organizational Innovation – Ensure strong fiscal stewardship

### **RECOMMENDATION**

The Administration recommends that the Chairperson and Board of Directors of the North Beach Community Redevelopment Agency adopt the attached Resolution which establishes the final budget for the North Beach Community Redevelopment Area for Fiscal Year (FY) 2024.

### **BACKGROUND**

On July 17, 2019, the Miami Beach City Commission adopted Resolution No. 2019-30892, accepting a preliminary report concerning a finding of necessity for the redevelopment of a certain area of North Beach, and requesting that Miami-Dade County delegate redevelopment powers to the City. On July 8, 2020, the Miami-Dade County Board of County Commissioners (“BCC”) approved Resolution No. R-619-20, delegating authority to the City to create the North Beach Community Redevelopment Agency (North Beach CRA), including direction to draft the North Beach CRA Redevelopment Plan and negotiate an Interlocal Agreement among the City, North Beach CRA, and Miami-Dade County to govern the redevelopment process.

Pursuant to the county’s delegation of authority, the City undertook a significant public engagement effort to prepare the Redevelopment Plan. Simultaneous with the City’s preparation of the Redevelopment Plan, in order to delineate their respective areas of responsibility with respect to the redevelopment of the Redevelopment Area, the City, North Beach CRA and Miami-Dade County negotiated an interlocal cooperation agreement (the “Interlocal Agreement”).

On February 10, 2021, by adopting Resolution No. 2021-31596, the Mayor and City Commission officially created the North Beach CRA pursuant to Section 163.357, Florida Statutes, and declared the Mayor and City Commission to be the governing body of the North Beach CRA (the “North Beach CRA Board”).

On May 12, 2021, pursuant to Resolution No. 003-2021, the Chairperson and Members of the North Beach CRA Board adopted the Redevelopment Plan and transmitted the Plan to the City Commission for approval, as required by Section 163.360(5), Florida Statutes. Additionally, pursuant to Resolution No. 004-2021, the Chairperson and Board Members approved the Interlocal Agreement, authorized the Chairperson and Secretary to execute the Interlocal Agreement and further, authorized the transmittal of the executed Interlocal Agreement to the BCC for its consideration and approval.

Likewise, on May 12, 2021, pursuant to Resolution No. 2021-31709, the Mayor and City Commission approved the Redevelopment Plan for the North Beach CRA and authorized its transmittal to Miami-Dade County. Contemporaneously, pursuant to Resolution No. 2021-31710, the Mayor and City Commission approved the Interlocal Agreement, authorized the Mayor and City Clerk to execute the Interlocal Agreement, and further, authorized the City Manager to transmit the executed Interlocal Agreement to the BCC for its consideration and approval.

On July 20, 2021, the BCC approved Ordinance No. 21-70 establishing the North Beach CRA Trust Fund and Resolution No. R-696-21 approving the Redevelopment Plan and the final, negotiated Interlocal Agreement, as amended. On July 28, 2021, the North Beach CRA Board adopted Resolution No. 005-2021 accepting the Interlocal Agreement. The City Commission also approved the Interlocal Agreement via Resolution No. 2021-31817.

Pursuant to Section 189.016(3), Florida Statutes, the governing body of special districts such as the North Beach CRA, must adopt a budget resolution each fiscal year. As noted in Section 163.387, Florida Statutes, moneys in the Trust Fund may be expended for undertakings of the North Beach CRA as described in the Redevelopment Plan pursuant to an annual budget adopted by the North Beach CRA Board) and only for the purposes specified by Statute.

## **ANALYSIS**

### **North Beach CRA Revenues**

Based on the 2023 Certification of Taxable Value provided by the Miami-Dade County Property Appraiser on July 1, 2023, property values in the North Beach CRA were \$1.73 billion reflecting an increase of approximately 9.1% compared to the 2022 Certification of Taxable Value of \$1.58 billion. For FY 2024, the City's portion of the tax increment revenue totals approximately \$1.1 million and the County's portion of the tax increment revenue totals approximately \$851,000.

### **North Beach CRA Expenditures**

Project-related expenditures for FY 2024 account for approximately \$386,000, which include \$186,000 allocated for community policing initiatives, \$100,000 for enhanced Code Compliance to continue to provide enhanced levels of staffing and services throughout the North Beach CRA area, and \$100,000 to promote additional cleanliness and beautification.

The budget also includes \$170,000 for a Commercial Façade Improvement Program in the Normandy Fountain/Rue Vendome Plaza area to improve area aesthetics and promote business attraction and retention, \$120,000 for a Residential Property Improvement Program to promote the

maintenance of naturally occurring affordable housing stock and promote resiliency, \$135,000 for Arts & Culture related tourism and branding, and \$80,000 for small business development.

Administrative expenditures account for \$34,000, which include a satellite office within the North Beach CRA district, of which lease and maintenance costs are shared with the Miami Beach Building Department on a prorated basis.

Other expenditures include \$13,000 for the County's administration fee, which is equivalent to 1.5% of the County's respective FY 2024 tax increment financing (TIF) payment; a \$10,000 contribution to the City for administrative expenditures based on a cost allocation study; a \$194,000 set-aside for workforce housing and affordable housing based on 10% of the combined FY 2024 TIF revenues; and a \$791,000 set-aside for future projects.

### **CONCLUSION**

The FY 2024 North Beach CRA budget is \$1.933 million.

To promote economic investment, growth and revitalization within the North Beach Community Redevelopment Area and to address the existing and future obligations of the North Beach CRA, it is recommended that the Redevelopment Agency adopt the attached Resolution, which establishes the final budgets for the North Beach Community Redevelopment Area (North Beach CRA) for FY 2024.

Attachment A – FY 2024 North Beach CRA Operating Budgets (Exhibit A)  
Attachment B – FY 2024 North Beach CRA Work Plan

ATH/RW/HS/LW