

SUMMARY OF REQUEST

DATE: July 26, 2023

**FACILITY/ PROGRAM/
PRODUCT LINE:** North Broward Hospital District
Ad Valorem Tax Roll Process 2023

REQUEST: Approval:
1. 2023 Rolled-Back Millage Rate of 1.4623.
2. Adoption of Proposed 2023 Millage Rate of 1.4623.
3. Setting of Date, Time, and Place for First (Tentative) and Second (Final) Tax and Budget Hearings.

PURPOSE: Annual Truth in Millage Process for Setting an Operating Budget and a Rate for the Levying of Ad Valorem Taxes for FY2024.

**STRATEGIC
INITIATIVE(S)
SUPPORTED:** Certification process for appropriation of Ad Valorem Taxes.

CAPITAL REQUIRED: Not applicable.

FISCAL IMPACT: See attached Financial Analysis and Tax Schedule.

LEGAL REVIEW: General Counsel's Office will be assisting with oversight during the 116-day Truth in Millage (TRIM) process.

COMPLETION DATE: No later than October 24, 2023 for entire process.

APPROVED:



Shane Strum, President/CEO

DATE:

7/26/2023



Alisa Bert, VP of
Finance/Interim CFO

DATE:

7/26/2023

MEMORANDUM

DATE: July 26, 2023
TO: Board of Commissioners of North Broward Hospital District
FROM: Shane Strum, President/CEO
SUBJECT: APPROVAL OF:

1. 2023 Rolled-back Millage rate of 1.4623.
2. Adoption of Proposed 2023 Millage Rate of 1.4623.
3. Setting of Date, Time, and Place for the First (tentative) and Second (Final) tax and budget hearings.

BACKGROUND

Section 200.065, Fla. Stat., defines specific methods to be followed by all taxing bodies in establishing annual millage rates.

Florida law requires the North Broward Hospital District to advise the Broward County Property Appraiser of the prior year millage rate, a current year proposed millage rate, the current year rolled-back rate and the date, time and place at which a public hearing will be held to consider the proposed millage rate and tentative budget. The District, as a taxing authority, must do this within 35 days of the date the Property Appraiser certifies the taxable values of property lying within the North Broward Hospital District. The Property Appraiser certified the roll of property tax values on July 1, 2023. Following the Board's approval, the District, as a taxing authority, will advise the Property Appraiser of the prior year millage rate, a proposed millage rate, and the rolled-back rate no later than August 4, 2023, which is within the 35-day limit. The proposed millage rate being recommended is 1.4623 mills and the rolled-back rate is 1.4623 mills.

ACTION PROJECT DESCRIPTION

1. **FIRST REQUIRED ACTION – THE 2023 ROLLED-BACK MILLAGE RATE MUST BE DETERMINED.**

Based upon the certified taxable value of property lying within the boundaries of the District, which was provided to us by the Broward County Property Appraiser on July 1, 2023, the District must compute a rolled-back millage rate. The rolled-back millage rate is defined as a millage rate, which when applied to the assessed valuations, exclusive of new construction valuations, will yield gross tax receipts equivalent to the prior year's gross tax receipts before any adjustments from the Valuation Adjustment Board.

FINANCIAL/ BUDGETARY IMPACT

See **Exhibit A** - Financial Impact of Various 2023 Millage Rates.

STAFF RECOMMENDTION #1

Therefore, it is being requested that the Board of Commissioners of the North Broward Hospital District determine, by appropriate motion, that the rolled-back millage rate for 2023 is 1.4623 mills.

ACTIONS/PROJECT DESCRIPTION

2. REQUIRED ACTION - THE 2023 PROPOSED MILLAGE RATE MUST BE DETERMINED.

Staff recommends that the proposed millage rate be set at 1.4623 mills. Under Chapter 200, Fla. Stat., the "proposed rate" **cannot be subsequently adjusted upward** at either of the two (2) required public hearings unless each taxpayer within the District is sent a special notice by first class mail of their taxes under the tentatively approved millage rate and their taxes under the higher rate to be adopted at the required public hearing.

STAFF RECOMMENDATION #2

Therefore, it is being requested that the Board of Commissioners of the North Broward Hospital District, based upon statutory requirements and process criteria, set the District's proposed millage rate for 2023 at 1.4623.

ACTIONS/ JUSTIFICATION

3. REQUIRED ACTION - THE DATE, TIME, AND PLACE OF TWO REQUIRED PUBLIC HEARINGS MUST BE SET.

Florida Statutes require that two public hearings—a tentative hearing and a final hearing—must be held for purposes of discussing and explaining reasons for the millage rate and receiving public comments.

Florida Statutes require that an advertisement be placed in a local newspaper two (2) to five (5) days preceding the second (final) public hearing and must include a summary of the operating budget, and it must be held not more than fifteen (15) days after the first public hearing.

The Truth In Millage (TRIM) law requires that public hearings for tax and budget actions not be held on certain days—cannot be on the same dates set for the School Board and/or the Broward County Commission, and cannot be held on Sundays. Public hearings may be held Mondays through Saturdays. If held on Monday through Friday, these hearings must be after 5:00 p.m.

Attached as **Exhibit B** is a calendar for September 2023, reflective of significant dates, potential conflicts, and recommended tentative and final hearing dates for the District's tax and budget hearings.

STAFF RECOMMENDATION #3

Therefore, it is being requested that the Board of Commissioners of the North Broward Hospital District, based upon legal requirements and timelines, set the 2023 two (2) tax and budget hearings for the following dates, times, and locations:

a. **First Tentative Tax and Budget Hearing** – Wednesday, September 6, 2023, at 5:15 pm at Broward Health Sports Medicine Bldg, 1601 South Andrews Avenue, Suite 100, Fort Lauderdale, Florida;

and

b. **Second and Final Tax and Budget Hearing** – Wednesday, September 13, 2023, at 5:15 pm at Broward Health Sports Medicine Bldg, 1601 South Andrews Avenue, Suite 100, Fort Lauderdale, Florida

EXHIBIT A

Financial Impact of Various 2023 Millage Rates

**NORTH BROWARD HOSPITAL DISTRICT
FINANCIAL IMPACT
OF VARIOUS 2023/2024 MILLAGE RATES**

	Various Millage Rates	% Increase / (Decrease) From Roll-back Rate	Gross Tax Receipts	Gross Financial Impact	Net Tax Receipts (After discounts, VAB adj., CRA & Tax Assessor/ Collector Cost)	Net Financial Impact
	1.3892	-5.0%	\$264,390,546	(\$13,912,286)	\$241,861,912	(\$12,741,296)
	1.3936	-4.7%	\$265,227,947	(\$13,074,885)	\$242,628,830	(\$11,974,378)
	1.3965	-4.5%	\$265,779,871	(\$12,522,961)	\$243,134,299	(\$11,468,909)
	1.4014	-4.2%	\$266,712,432	(\$11,590,400)	\$243,988,367	(\$10,614,841)
	1.4070	-3.8%	\$267,778,216	(\$10,524,616)	\$244,964,444	(\$9,638,764)
	1.4149	-3.2%	\$269,281,733	(\$9,021,099)	\$246,341,410	(\$8,261,798)
	1.4228	-2.7%	\$270,785,249	(\$7,517,583)	\$247,718,377	(\$6,884,831)
	1.4307	-2.2%	\$272,288,766	(\$6,014,066)	\$249,095,343	(\$5,507,865)
	1.4386	-1.6%	\$273,792,282	(\$4,510,550)	\$250,472,309	(\$4,130,899)
	1.4465	-1.1%	\$275,295,799	(\$3,007,033)	\$251,849,275	(\$2,753,933)
	1.4544	-0.5%	\$276,799,316	(\$1,503,516)	\$253,226,242	(\$1,376,966)
Rolled Back/Proposed Rate	1.4623	0%	\$278,302,832	\$0	\$254,603,208	\$0
	1.4702	0.5%	\$279,806,349	\$1,503,517	\$255,633,041	\$1,029,833
	1.4781	1.1%	\$281,309,866	\$3,007,034	\$257,008,142	\$2,404,934
	1.4860	1.6%	\$282,813,382	\$4,510,550	\$258,383,243	\$3,780,035
	1.4939	2.2%	\$284,316,899	\$6,014,067	\$259,758,344	\$5,155,136
Current Rate	1.6029	9.6%	\$305,061,622	\$26,758,790	\$279,109,723	\$24,506,515
Majority Vote Max Rate	1.9056	30.3%	\$362,671,051	\$84,368,219	\$331,870,191	\$77,266,983
Two-Thirds Vote Max Rate	2.0962	43.3%	\$398,945,769	\$120,642,937	\$365,091,683	\$110,488,475
Millage Cap - Unanimous Vote	2.5000	71.0%	\$475,796,404	\$197,493,572	\$435,473,834	\$180,870,626

EXHIBIT A

EXHIBIT B

Calendar for September 2023



BROWARD HEALTH

SEPTEMBER 2023

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
Aug 27	28	29	30	31	Sep 1	2
	4	5	6 Broward Health 1st Public Tax Hearing	7 Broward County Commission 1st Public Hearing	8	9 Broward Health Advertisement
	11	12 School Board 2nd Public Hearing	13 Broward Health 2nd Public Tax Hearing	14	15	16
7	18	19 Broward County Commission 2nd Public Hearing	20	21	22	23
4	25	26	27	28	29	30

**NORTH BROWARD
HOSPITAL DISTRICT**

Broward Health First Tax Hearing
To be held at the following location:
Broward Health Sports Medicine Bldg
1601 S. Andrews Ave Ste 100, Ft. Lauderdale 33316

Broward Health Second Tax Hearing
To be held at the following locations:
Broward Health Sports Medicine Bldg
1601 S. Andrews Ave Ste 100, Ft. Lauderdale 33316