

ITEM SUMMARY

MEETING DATE: March 3, 2025

FROM: Andrea McCue, City Manager, Administration

SUBJECT: Resolution 2025-10 Interlocal Agreement with Palm Beach County for Fuel

Tax Distribution

BACKGROUND

In 1995 Palm Beach County re-levied the six (6) cent local option fuel tax for a 30-year term. At that time the county entered into Interlocal Agreements with various municipalities representing a majority of the population of the incorporated areas within the County. The Interlocal Agreement establishes the distribution formula for dividing the entire proceeds of the tax amongst the County and all eligible municipalities.

ANALYSIS

The agreement must be re-adopted by August 31, 2025, for the county and all eligible municipalities to continue to receive the local option fuel tax. Representatives from the county and various municipalities, utilizing the Palm Beach County league of Cities, have met and negotiated mutually acceptable terms and conditions for the Interlocal Agreement and the fuel tax distribution.

FINANCIAL INFORMATION

The city will receive a portion of the total collected based on a formula that includes the city's total population and lane miles.

LEGAL

The City Attorney has reviewed the item and all supporting documents for legal sufficiency and compliance.

STAFF RECOMMENDATION

Staff is recommending approval of Resolution 2025-10.