



Meeting Name: Town Council Meeting
Meeting Date: February 26, 2025
Prepared By: F. Davila, CFM, Interim Town Manager
Item Title: Resolution No. 2025-03 - Interlocal Agreement with Palm Beach County to Re-Adopt the 6-Cent Local Option Fuel Tax

DISCUSSION:

The 6-cent-per-gallon Local Option Gasoline Tax (LOGT) is set to expire in August 2025. Revenue from this tax is distributed as follows: 66.6% to Palm Beach County and 33.3% to the municipalities. To extend the LOGT, municipalities representing a majority of the incorporated population in the County must enter an Interlocal Agreement with Palm Beach County.

The Town receives approximately \$41,000 annually from this tax. Specifically, for the last three fiscal years, the Town received the following amounts: FY22 \$39,984.17; FY23 \$42,555.88; and FY24 \$40,195.49 These funds are restricted and may only be used for road projects, maintenance, and rights-of-way improvements.

RECOMMENDATION:

Staff recommends the Town Council approve the Interlocal Agreement with Palm Beach County to Redetermine, Re-Adopt and Ratify Existing Distribution Formula for Six (6)-Cent Local Option Fuel Tax.