

# **STAFF REPORT REGULAR MEETING**

**AGENDA DATE:** May 20, 2025

**DEPARTMENT:** Community Sustainability

**TITLE:**

Ordinance No. 2025-01 – First Reading - increase Business Tax Receipt rates by five percent (5%)

**SUMMARY:**

The ordinance amends the City Codes to provide for a five percent (5%), across the board Business Tax Receipt rate increase effective for Fiscal Year 2026 beginning with the annual renewals for that year that are sent out in the summer.

**BACKGROUND AND JUSTIFICATION:**

The City of Lake Worth Beach's last Business Tax Receipt increase was for Fiscal Year 2020. Under Florida Statue 205.0535, the City can raise the rates as much as five percent (5%) every other year as long as the City has adopted an Equitable Rate Study. The City did adopt such a study in 1995 and can effectively raise the established Business Tax Receipt rates by five percent (5%). Based on collections during Fiscal Years 2023 and 2024, it is projected that the change will increase revenues by at least \$30,000. In addition, the increase maintains our competitiveness with regard to adjacent municipalities, as the City's rates remain lower in most categories.

**MOTION:**

Move to approve/disapprove Ordinance No. 2025-01 on first reading and set the second reading and public hearing for June 3, 2025.

**ATTACHMENT(S):**

Fiscal Impact Analysis  
Ordinance No. 2025-01

## FISCAL IMPACT ANALYSIS

### Five Year Summary of Fiscal Impact:

<b>Fiscal Years</b>	<b>2025</b>	<b>2026</b>	<b>2027</b>	<b>2028</b>	<b>2029</b>
Inflows/Revenues					
Appropriated (Budgeted)	615,000	645,0000	650,000	655,0000	660,000
Program Income	0	0	0	0	0
Grants	0	0	0	0	0
In Kind	0	0	0	0	0
Outflows/Expenditures					
Appropriated (Budgeted)	0	0	0	0	0
Operating	0	0	0	0	0
Capital	0	0	0	0	0
Net Fiscal Impact (If not budgeted)	0	0	0	0	0
No. of Addn'l Full-Time Employee Positions	0	0	0	0	0

New Appropriation (Not Budgeted) Fiscal Impact:		
	Revenue Source	Expenditure
Department		
Division		
GL Description		
GL Account Number		
Project Number		
Requested Funds		
Remaining Balance	N/A	

Contract Award - Existing Appropriation (Budgeted)	
	Expenditure
Department	
Division	
GL Description	
GL Account Number	
Project Number	
Requested Funds	
Remaining Balance	
Source of Revenue (i.e. Paygo. Current Revenue, Bond Money, Grants, etc.)	