## TOWN OF LOXAHATCHEE GROVES

155 F Road Loxahatchee Groves, FL 33470



**TO:** Town Council of Town of Loxahatchee Groves

FROM: Francine Ramaglia, Town Manager

**DATE:** February 04, 2025

SUBJECT: Resolution No. 2025-13 - Local Gas Tax

## **Background:**

The Town of Loxahatchee Groves has historically received a portion of the six-cent local option fuel tax ("Gas Tax") collected by Palm Beach County. These funds are allocated to municipalities within the County to support roadway and public transportation expenditures.

Palm Beach County's existing Gas Tax Ordinance is set to expire on August 31, 2025. To comply with statutory requirements and reestablish the Gas Tax, the County must enter into an interlocal agreement with municipalities representing a majority of the incorporated population.

The County has proposed an Interlocal Agreement to Redetermine, Re-Adopt, and Ratify the Existing Distribution Formula for the Six-Cent Local Option Fuel Tax. This agreement maintains the current allocation formula and ensures the continued distribution of Gas Tax revenues to the Town. Approval of this agreement by the Town Council will allow the Town Manager to execute the agreement with the County.

## **Recommendation:**

Staff recommends that the Town Council approve *Resolution No. 2025-13*, authorizing the Town to enter into an interlocal agreement with Palm Beach County to ensure the continued distribution of the six-cent local option fuel tax.