

Revenue Sources Tax Operating Funds

The tax operating funds include the combined revenues and expenditures of the General Fund, Utility Tax Fund; Capital Improvement Projects Fund; Community Investment Tax Fund; Local Option Gas Tax Fund; the Guaranteed Entitlement Fund; the Transportation Impact Fee Fund; and the Cable Communications Fund. The major services these funds provide include: public safety, public works, parks and recreation, central government, capital equipment and vehicles, capital improvement projects, debt service, and cable television regulation.

Estimates are based on revenue trends; known changes in rates; property appraiser figures; State Revenue Estimating Conference figures; and use of other methods as appropriate.

Ad Valorem Taxes (Property Taxes)

The FY02 Ad Valorem estimate of \$96.1 million represents an increase of \$13.0 million, or 15.6%, above the FY01 projection of \$83.1 million. This increase is caused by continued growth of property valuations and includes a reserve of \$0.7 million for potentially uncollectable taxes due to pending litigation.

The Ad Valorem Tax revenue for FY02 is based on:

- Net Property valuations of \$15.58 billion excluding \$110 million pending litigation.
- Collection of 95% of the tax levy.
- 6.539 mills, (1 mill equals \$1 for each \$1,000 of assessed value).

Franchise Fees, Utility and Communication Services Taxes

Franchise revenues are levied against electric and gas companies conducting business within the boundaries of Tampa. Utility tax revenues are derived from a surcharge on all utility services including electric, gas and water utilities. Due to legislative changes, telecommunication and cable franchise fees and utility taxes, formerly collected locally, have been replaced by a communications services tax, which will be collected and administered by the Florida Department of Revenue. Total franchise fee, utility and communications services taxes are expected to increase by an estimated \$5.5 million, or 7.9% over the FY01 projection.

The following table shows the actual and estimated collections and the percentage change since FY00:

REVENUES	FY00 ACTUAL	FY01 BUDGET (Millions)	FY01 PROJECTION	FY02 BUDGET
Franchise Fees	\$ 20.2	\$ 19.8	\$ 20.9	\$ 17.5
Utility Taxes	47.5	47.3	48.1	29.0
Communications Services Taxes	—	—	—	28.0
Total Revenues	\$ 67.7	\$ 67.1	\$ 69.0	\$ 74.5
Change from Prior Year	3.8 %	(1.0) %	0.5 %	1.5 %

Sales Taxes

State legislation allows local governments to share revenues equal to one-half cent of sales tax collected in their counties. In FY02, Sales Tax revenues are expected to increase 3.6% over a projected \$24.7 million in FY01. FY02 budget is based on state estimates.

The following table shows the actual and estimated collections and the percentage changes since FY99:

	FY00 ACTUAL	FY01 BUDGET (Millions)	FY01 PROJECTION	FY02 BUDGET
Total Revenues	\$ 24.5	\$ 25.2	\$ 24.7	\$ 25.6
Change from Prior Year	6.5 %	2.9 %	0.8 %	3.6 %

Other Taxes

Other major taxes include revenues from local option gas, fuel oil, and resort taxes.

Revenue from these taxes is expected to be \$11.8 million in FY02, reflecting a 15.7 % increase from the FY01 projection of \$10.2 million.

State Revenue Sharing

The funding sources for State Revenue Sharing are State cigarette and gas taxes.

The State Revenue Sharing state estimate for FY02 is \$8.6 million, a 0.09 % increase from the FY01 level. Increase is primarily due to the inclusion of local cigarette tax proceeds as mentioned under Other Taxes.

Other Intergovernmental Revenues

This revenue category includes taxes collected at the state level and distributed to local governments; payments in lieu of franchise fees and taxes by City enterprise departments (PILOT/PILOFF); payments for work performed under contractual agreement by City departments for other governments; and various state and federal grants.

For FY02, revenues totaling approximately \$16.1 million are comprised of the following: PILOT/PILOFF payments (\$11.5 million); one cent gas taxes (\$1.7 million); agreements with other governments (\$1.9 million); and various state and federal grants (\$1.0 million).

Licenses and Building Fees

License fees in FY02 are projected to remain at \$9.5 million, reflecting no increase over FY01.

The following table shows the actual and estimated collections since FY99:

	FY00 ACTUAL	FY01 BUDGET (Millions)	FY01 PROJECTION	FY02 BUDGET
Total Revenues	\$ 8.7	\$ 9.5	\$ 9.5	\$ 9.5
Change from Prior Year	0.0 %	9.2 %	9.2 %	0.0 %

Building fees are expected to be \$4.2 million in FY02.

Charges

Charges include fees from recreation and convention facilities activities and various park vendor operations. In FY02 total charges are projected to yield \$7.5 million.

Public Safety

Court fines, fire protection service for the Tampa Aviation Authority, the Extra Duty Police Officer Program and ambulance services account for 86% of Public Safety's FY02 revenue estimate of \$13.6 million.

Interest

Interest is money earned on invested City funds. In FY02 interest earnings are expected to total \$5.0 million for tax operating departments.

Other Revenue

Other revenues include monies collected from the sale of City assets and other non-recurring revenue. Estimated miscellaneous revenues are budgeted at \$0.9 million for FY02.

Transfers

Transfers to the General Fund in FY02 will include a Utility Tax transfer of \$29.7 million. This transfer is to compensate the General Fund for State Revenue Sharing funds used to finance the Performing Arts Center debt, for occupational license funds used to finance the Florida Aquarium, and for support of general operations.