PALM BEACH COUNTY

BOARD OF COUNTY COMMISSIONERS

AGENDA ITEM SUMMARY

Ordinance

Meeting Date:

7/14/2020

Consent

Regular

Public Hearing

Department

Submitted By:

TOURIST DEVELOPMENT COUNCIL

X

Submitted For:

TOURIST DEVELOPMENT COUNCIL

I. EXECUTIVE BRIEF

Motion and Title: Staff recommends motion to:

- A. Receive and File: Amendments to the Board of County Commissioner Grant Agreements administered by the Cultural Council of Palm Beach County, Inc., d.b.a. as Cultural Council for Palm Beach County, (Cultural Council), reducing the amount of grant awards for all (21) Category "B" and five (5) Category "CII" award recipients due to the decline in TDT (Tourist Development Tax-Bed Tax) collections caused by COVID 19 pandemic; and
- B. Approve: a budget amendment in the Cultural Council fund 1455, line item 8201 in the amount of (\$1,349,338).

Summary: In accordance with County PPM CW-O-051, all delegated contracts, agreements and grants must be submitted by the initiating Department as a receive and file agenda item. The attached amendments have been fully executed on behalf of the Board of County Commissioners (BCC) by the TDC Executive Director as delegated by the BCC. The Executive Director of the Tourist Development Council (TDC) in conjunction with the President and CEO of the Cultural Council has amended twenty one (21) Category "B" and five (5) Category "CII" grant agreements to reflect a reduction in their respective grant awards as allowed by their agreements with Palm Beach County. This reduction corresponds with the loss of bed tax revenues projected for FY2020. Funding for Category "B" Grants \$4,295,200.00 is reduced to \$2,998,488.00; and Category "CII" Grants \$530,400 is reduced to \$477,744. Countywide (DC)

Background and Justification: Cont'd on page three. Attachments:

- Amendment to the Category B grant with Adolph & Rose Levis Jewish Community Center
- Amendment to the Category B grant with Boca Raton Museum of Art, Inc.

 Amendment to the Category B grant with Florida Atlantic University Foundation, Inc.
- Amendment to the Category B grant with Loggerhead Marinelife Center, Inc.
- Amendment to the Category B grant with Loxahatchee River Historical Society
- Amendment to the Category B grant with Maltz Jupiter Theatre
- Amendment to the Category B grant with Miami City Ballet
- Amendment to the Category B grant with Morikami, Inc.
- Amendment to the Category B grant with Norton Museum of Art, Inc.
- Amendment to the Category B grant with Old School Square Center for the Arts, Inc. Amendment to the Category B grant with Palm Beach Drama Works, Inc.
- Amendment to the Category B grant with Palm Beach Opera Amendment to the Category B grant with Palm Beach Photographic Center, Inc. 13.
- Amendment to the Category B grant with Palm Beach State College
- 14. 15. Amendment to the Category B grant with Raymond F. Kravis Center for the Performing Arts, Inc. Amendment to the Category B grant with The Society of the Four Arts, Inc.
- 17.
- Amendment to the Category B grant with South Florida Science Center and Aquarium, Inc. Amendment to the Category B grant with SunFest of Palm Beach County, Inc. 18.
- Amendment to the Category B grant with The Armory Art Center, Inc
- Amendment to the Category B grant with The Henry Morrison Flagler Museum Amendment to the Category B grant with The Zoological Society of the Palm Beaches, Inc.
- Amendment to the Category CII grant with Ann Norton Sculpture Gardens, Inc.
- Amendment to the Category CII grant with Busch Wildlife Sanctuary Amendment to the Category CII grant with Center for Creative Education, Inc.
- Amendment to the Category CII grant with Expanding and Preserving Our Cultural Heritage, Inc. Amendment to the Category (II) grant with Young Singers of the Palm Beaches, Inc. Amendment to the Category CIJ

Budget Amendment for Cats "CII" Grants

Recommended by:

Department Director

Approved By:

County Administrator

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:
Fiscal Years 2020 2021 2022 2023 2024
Capital Expenditures
Operating Costs (\$1,349,338)
External Revenues
Program Income (County)
In-Kind Match (County)
NET FISCAL IMPACT ====================================
ADDITIONAL FTE POSITIONS (Cumulative) - 0- 0 0 0
Is Item Included In Proposed Budget? Yes NoX_
Budget Account No.: Fund _ Dept _ U nitObject Reporting Category Various
B. Recommended Sources of Funds/Summary of Fiscal Impact: 2 nd 3 rd , 5 th and 6 th cent of the local option bed tax.
1455-710-7014-8201 (\$1,296,712) 1455-710-7015-8201 (\$52,626) C. Department Fiscal Review:
III. REVIEW COMMENTS
A. OFMB Fiscal and/or Contract Administration Comments:
Link 7/9/2020 Jr. S. Janoly 7/9/2020 OFMB 83 A Contract Dev. and Control 7-9-2070
B. Approved as to form and Legal Sufficiency:
Assistant County Agtorney
C. Approved as to Terms and Conditions:
Department Director This summary is not to be used as a basis for payment.

Background and Justification: Tourism in Palm Beach County will incur a 33% decline Tourist Development Tax (TDT) collections for FY20 due to the closure of hotels, cultural venues, sporting events and business operations across the tourism industry due to the COVID-19 pandemic. Prior to the COVID-19 outbreak, Fiscal Year 2020 was on target to exceed the 4 % budgeted growth in bed tax revenues. The Tourist Development Council and its contracted marketing agencies will experience a loss of over \$20 million or (33%) decline in bed tax revenues for FY 2020 in comparison to FY2019. All cultural organization grantees have been supportive and understanding of the TDC actions required to reduce operating expenses creating this reduction in their grants.