LOCAL OPTION GAS TAX SHARING INTERLOCAL AGREEMENT

WHEREAS, pursuant to Florida Statutes Section 336.025, the county and municipalities may enter into an interlocal agreement setting forth a distribution formula for dividing the entire proceeds of the tax among county government and all eligible municipalities within the county; and

WHEREAS, on May 24, 1999, MONROE COUNTY renewed the Interlocal Agreement for the distribution of local option gas tax revenues with the cities of KEY WEST, KEY COLONY BEACH and LAYTON to distribute the proceeds of the six cent local option gas tax imposed by COUNTY under *Ordinance No. 016-1989*, as amended by County *Ordinance No. 026-1989*, and as authorized by Sec. 336.025, Florida Statutes, among the COUNTY and the cities of KEY WEST, KEY COLONY BEACH and LAYTON, according to the following percentages: Monroe County - 60.5%, City of Key West - 36.5%, City of Key Colony Beach - 2.0%, and City of Layton - 1.0%;

WHEREAS, on May 16, 2006 the parties agreed to extend the Agreement under the same terms, with the present Agreement due to expire June 30, 2009; and

WHEREAS, the city of ISLAMORADA, VILLAGE OF ISLANDS, became incorporated on December 31, 1997 and became operational in March, 2000 and entitled to receive a proportionate share of local option gas tax revenues collected in Monroe County; and

WHEREAS, the city of **MARATHON** became incorporated on November 30, 1999 and became operational on February 24, 2000 and entitled to receive a proportionate share of local option gas tax revenues collected in Monroe County starting July 1, 2000; and

WHEREAS, pursuant to Sec. 336.025(4)(b), Florida Statutes, the percentage of gas tax revenues payable to a new city is based upon a statutory lane mile formula; and

WHEREAS, on June 16, 2004, MONROE COUNTY entered into an individual Interlocal Agreement between MONROE COUNTY and the city of ISLAMORADA, VILLAGE OF ISLANDS for distribution of \$294,500 local option gas tax revenues for each fiscal year during the term of the Agreement; and

WHEREAS, on May 16, 2006 the parties agreed to extend the Agreement under the same terms, with the present Agreement due to expire June 30, 2009; and

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WHEREAS, on June 16, 2004, MONROE COUNTY entered into an individual Interlocal Agreement between MONROE COUNTY and the city of MARATHON for distribution of \$273,733.38 local option gas tax revenues for each year during the term of the Agreement; and

WHEREAS, the parties agreed to extend the Agreement under the same terms on May 16, 2006, with the present Agreement due to expire June 30, 2009;

WHEREAS, the State of Florida, Department of Revenue is authorized to distribute directly to the COUNTY and to the named municipalities their statutory share of the gas tax revenues; and

WHEREAS, pursuant to Chapter 336.025(5)(a), Florida Statutes, COUNTY must notify the State of Florida, Department of Revenue, in writing, of COUNTY's intent to let these Agreements expire or, if to be extended, to adopt and provide the Department of Revenue with a new Agreement by July 1, 2009; and

WHEREAS, it is the desire of all parties to extend the existing Interlocal Agreements under the present terms and conditions in each individual Interlocal Agreement under one combined Interlocal Agreement; and

WHEREAS, the COUNTY has scheduled and noticed for May 20, 2009, a public hearing for an additional five-cent local option gas tax pursuant to the authority of F.S. 336.025(1)(b), and the parties desire to set forth in this agreement their agreement as to the distribution of any proceeds from the proposed additional tax that may result from an ordinance passed at that May 20th meeting; now, therefore

IN CONSIDERATION OF the mutual promises and conditions contained herein, the PARTIES agree as follows:

SECTION 1. TERM.

Pursuant to Sec. 163.01, Florida Statutes, subject to and upon the terms and conditions set forth herein, this Agreement shall be effective beginning July 1, 2009 and continue in force for five years. If a new agreement has not been adopted by July 1, 2014, the terms of this agreement shall continue to be effective until such time as either: A) a new interlocal agreement is in place; or B) an agreement with respect to the statutory formula specified in Florida Statute section 336.025 is reached, or a determination regarding such formula for distribution is made by the Administration Commission.

SECTION 2. DISTRIBUTION OF REVENUES.

The State of Florida, Department of Revenue, is authorized to distribute the designated share of the local option gas tax revenues directly to the COUNTY and the named cities in this Interlocal Agreement.

SECTION 3. REVENUE SHARE ALLOCATION

A. All parties agree the proceeds of the six cent local option gas tax, imposed by County *Ordinance No. 016-1989*, as amended by County *Ordinance No. 026-1989*, and as authorized by Sec. 336.025,

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Florida Statutes, shall be distributed among the COUNTY and the named cities based on prior distributions, as set forth below:

Distribution

City of Key West	36.5% of the taxes distributed
City of Key Colony Beach	2.0% of the taxes distributed
City of Layton	1.0% of the taxes distributed
City of Marathon	\$273,733.38 per annum
Islamorada, VOI	\$294,500.00 per annum
Monroe County	Remainder

B. All parties agree the proceeds of any of the additional five cent local option gas tax currently proposed to be imposed by County Ordinance, as is set for public hearing at the May 20, 2009 County Commission regularly scheduled meeting, and as authorized by Sec. 336.025, Florida Statutes, upon approval of an ordinance levying same, shall be distributed among the COUNTY and the named cities based on the percentages set forth below:

	DISTRIBUTION PERCENTAGE
City of Key West	31.21%
City of Key Colony Beach	1.09%
City of Layton	0.26%
City of Marathon	13.17%
Islamorada, VOI	9.06%
Monroe County	<u>45.21%</u>
TOTAL	100.00%

SECTION 4. ADJUSTMENT

No adjustment to the distributions specified in Section 3 above shall be made except in a written document executed by all parties affected by the adjustment.

SECTION 5. AUTHORIZATION

Pursuant to Section 163.02, Florida Statutes, the parties are authorized to enter into this Interlocal Agreement.

SECTION 6. TERMINATION. This Agreement may be terminated prior to the June 30, 2014, date only in writing and by agreement of the parties hereto.

SECTION 7. ASSIGNMENT. No Party may assign this Agreement or assign or subcontract any of its obligations under this Agreement without the approval of the governing boards of the other Parties. All the obligations of this Agreement will extend to and bind the legal representatives, successors and assigns of the all Parties.

SECTION 8. SUBORDINATION. This Agreement is subordinate to the laws and regulations of the United States, and the State of Florida, whether in effect on commencement of this agreement or adopted after that date.

SECTION 9. GOVERNING LAWS/VENUE. This Agreement is governed by the laws of the State of Florida and the United States. Venue for any dispute arising under this Agreement must be in Monroe County, Florida. In the event of any litigation, the prevailing party is entitled to a reasonable attorney's fee and costs.

SECTION 10. NOTICES. Notices in this Agreement, unless otherwise specified, must be sent by certified mail to the following:

COUNTY:

County Administrator Roman Gastesi 1100 Simonton Street Key West, FL 33040

&

County Attorney Suzanne Hutton P. O. Box 1026 Key West, FL 33041

KEY COLONY BEACH:

Thomas D. Wright
City Attorney for Key Colony Beach
9711 Overseas Highway
Marathon, FL 33050

&

Mayor Ron Sutton PO Box 510141 Key Colony Beach, FL 33051

MARATHON:

Mayor Mike Cinque 9805 Overseas Highway Marathon, FL 33050

&

City Attorney Jimmy Morales 150 W. Flagler Street, Suite 2200 Miami, FL 33130

ISLAMORADA:

Mayor Don Achenberg 81990 Overseas Highway, 2nd Floor P. O. Box 568 Islamorada, FL 33036

&

Nina Boniske, Village Attorney 2665 S. Bayshore Drive, Sutie 420 Miami, FL 33133

LAYTON:

Mr. Dirk Smits, Esq City Attorney for Layton 81990 Overseas Highway, Third Floor Islamorada, FL 33036

&

Mayor Norman Anderson PO Box 778 Long Key, FL 33001

KEY WEST:

City Manager Jim Scholl & City Attorney Shawn Smith P. O. Box 1409
Key West, FL 33041

<u>SECTION 11.</u> FULL UNDERSTANDING. This Agreement is the parties' final mutual understanding regarding the subject matter hereof. It replaces any earlier agreements or understandings, whether written or oral. This Agreement cannot be modified or replaced except by another written and signed agreement.

<u>SECTION 12</u>. EXECUTION IN COUNTERPARTS. This Agreement may be executed in any number of counterparts, each of which shall be regarded as an original, all of which taken together shall constitute one and the same instrument and any of the parties hereto may execute this Agreement by signing any such counterpart.

SECTION 13. EFFECTIVE DATE

This Interlocal Agreement will take effect on July 1, 2009.

IN WITNESS WHEREOF, each party has caused this Agreement to be executed by its duly authorized representative. (SEAL) **BOARD OF COUNTY COMMISSIONERS** ATTEST: DANNY L. KOLHAGE, CLERK OF MONROE COUNTY, FLORIDA **Deputy Clerk** Mayor/Chairman (SEAL) ISLAMORADA, VILLAGE OF ISLANDS **ATTEST:** By_ $\mathbf{B}\mathbf{y}_{-}$ Mayor Clerk CITY OF KEY WEST (SEAL) CITY OF KEY COLONY BEACH ATTEST: By: _____ By: ____ Clerk Mayor (SEAL) CITY OF LAYTON **ATTEST:** By: ____ By: ____ Clerk Mayor (SEAL) **CITY OF MARATHON ATTEST:** By: __ By: ____ Clerk Mayor

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MONROE COUNTY ATTORNEY

APPROVED AS TO FORM:

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PEDRO J. MERCADO

Local Option Gas Tax ILA 4/14/09 SH