

Discuss the process for renewing the special use sales tax.



- Background

- On April 3, 2012 a 1% sales tax was approved 891 (79%) to 231 (21%) with the following ballot language:
 - Shall the City of Independence, Kansas, be authorized, pursuant to the authority of K.S.A. 12-187 et seq., to impose a special purpose one percent (1%) Citywide retailers' sales tax, the revenues to be derived therefrom to be used for the purpose of financing the costs of the following: (a) 0.25% for debt repayment and mill levy support; (b) 0.25% for building and facility improvements, including Riverside Park and Ralph Mitchell Zoo; (c) 0.25% for improvements to streets and sidewalks; and (d) 0.25% for improvements required for compliance with the requirements of the Americans with Disabilities Act of 1990 (including repayment of general obligation bonds of the City issued to pay the costs of such improvements); the collection of the special sales tax to commence on the expiration date of an existing 0.75% special Citywide retailers' sales tax approved at an election held on November 7, 2000, in the City for the purpose of financing all or a portion of the costs of certain quality of life improvements in the City (which is expected to be October 1, 2012); with the special sales tax to expire ten (10) years after its commencement?
- The special purpose sales tax will expire on October 1, 2022.

Discuss the process for renewing the special use sales tax.



- Process for renewing the special use sales tax
 - The Commission determines the language that will be included on the ballot.
 - Bond council will prepare a resolution setting the election date and specific question, a notice of election, and ballot.
 - The resolution will need to be adopted by the City Commission within 90 days of the election date.
 - 90 days prior to November 3, 2020 is August 5, 2020.
 - Bond counsel suggests adopting the resolution at either the August 13, 2020 or August 27, 2020 City Commission meeting.
 - Bond council will coordinate publication of the notice of election with the County Clerk.
 - The special use sales tax ballot question will appear on the November 3, 2020 election.



Special Use Sales Tax Summary

One Percent Sales Tax – Special Use Sales Tax

In April of 2012, voters approved a 1% Citywide retailers’ sales tax, (the “Special Use Sales Tax”, for which the revenues derived be used for the following purposes:

1. .25% for debt repayment and mill levy support
2. .25% for building and facility improvements
3. .25% for improvements to streets and sidewalks
4. .25% for ADA improvements

This sales tax took effect October 1, 2012 and will expire in October 2022.

December 2012 to March 2020 collections total \$14,575,917.

Month	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020
January		162,711	169,077	165,466	155,458	150,653	163,240	172,377	169,033
February		176,956	199,950	179,589	178,180	179,791	165,834	178,399	200,053
March		143,602	169,021	150,704	150,239	139,664	146,833	167,292	149,607
April		146,406	182,580	147,971	155,915	160,947	155,702	139,790	
May		164,579	191,956	161,560	175,729	166,595	183,899	187,854	
June		151,693	177,528	164,169	156,021	145,881	147,180	158,263	
July		196,523	175,552	175,434	167,882	164,178	167,392	169,308	
August		159,740	188,894	176,702	155,386	164,255	174,341	180,142	
September		157,313	173,515	176,049	160,338	146,156	159,813	186,618	
October		170,125	165,823	162,530	164,757	155,995	163,360	164,463	
November		158,817	173,901	160,200	158,752	158,730	160,797	159,872	
December	145,454	192,767	159,004	175,816	150,228	166,874	166,699	159,474	
TOTAL	\$145,454	\$1,981,232	\$2,126,801	\$1,996,191	\$1,928,886	\$1,899,720	\$1,955,089	\$2,023,851	\$518,692
	2012	2013	2014	2015	2016	2017	2018	2019	2020

This means...

1. \$3,643,979.25 for debt repayment and mill levy support
2. \$3,643,979.25 for building and facility improvements
3. \$3,643,979.25 for improvements to streets and sidewalks
4. \$3,643,979.25 for ADA improvements



1% SPECIAL USE SALES TAX BOND PAYMENTS

YEAR PAID	BOND	PROJECT	PRINCIPLE	INTEREST	TOTAL
2014	SERIES 2013	STREETS	265,000.00	56,362.00	321,362.00
2015	SERIES 2013	STREETS	275,000.00	59,200.00	334,200.00
2016	SERIES 2013	STREETS	280,000.00	53,700.00	333,700.00
2016	SERIES 2015	STREETS	54,861.51	23,388.49 *	78,250.00
2017	SERIES 2012	ADA	228,369.28	42,689.72	271,059.00
2017	SERIES 2013	STREETS	191,944.94	32,395.06	224,340.00
2017	SERIES 2015	STREETS	55,132.11	23,117.89 *	78,250.00
2018	SERIES 2012	ADA	240,000.00	53,418.76	293,418.76
2018	SERIES 2013	STREETS	290,000.00	42,400.00	332,400.00
2018	SERIES 2015	STREETS	59,444.65	22,705.35 *	82,150.00
2019	SERIES 2012	ADA	240,000.00	48,618.00	288,618.00
2019	SERIES 2013	STREETS	295,000.00	36,600.00	331,600.00
2019	SERIES 2015	STREETS	60,000.00	20,813.00 *	80,813.00
2020	SERIES 2012	ADA		5,050.00	5,050.00
2020	SERIES 2013	STREETS		15,350.00	15,350.00
2020	SERIES 2015	STREETS		9,806.25 *	9,806.25
2020	SERIES 2019	ADA		21,330.83	21,330.83
			2,534,752.49	566,945.35	3,101,697.84

FUNDED TO DATE:	
STREETS	2,222,221.25
ADA	<u>879,476.59</u>
	3,101,697.84

FUTURE BOND PAYMENTS - FROM SUST

YEAR DUE	BOND	PROJECT	PRINCIPLE	INTEREST	TOTAL
2020	SERIES 2012	ADA	250,000.00	5,050.00	255,050.00
2020	SERIES 2013	STREETS	300,000.00	15,350.00	315,350.00
2020	SERIES 2015	STREETS	60,000.00	9,806.25 *	69,806.25
2020	SERIES 2019	ADA	25,000.00	21,450.00	46,450.00
2021	SERIES 2012	ADA	255,000.00	5,100.00	260,100.00
2021	SERIES 2013	STREETS	310,000.00	24,250.00	334,250.00
2021	SERIES 2015	STREETS	60,000.00	17,212.50 *	77,212.50
2021	SERIES 2019	ADA	20,000.00	42,150.00	62,150.00
2022	SERIES 2013	STREETS	315,000.00	16,965.00	331,965.00
2022	SERIES 2015	STREETS	60,000.00	17,212.50 *	77,212.50
2022	SERIES 2019	ADA	275,000.00	41,550.00	316,550.00
			1,930,000.00	216,096.25	2,146,096.25

FUTURE - SUST	
STREETS	1,205,796.25
ADA	<u>940,300.00</u>
	2,146,096.25

TOTAL - SUST	
STREETS	3,428,017.50
ADA	<u>1,819,776.59</u>
	5,247,794.09

FUTURE BOND PAYMENTS - UNFUNDED

YEAR DUE	BOND	PROJECT	PRINCIPLE	INTEREST	TOTAL
2023	SERIES 2013	STREETS	325,000.00	8,775.00	333,775.00
2023	SERIES 2015	STREETS	62,500.00	16,012.50 *	78,512.50
2023	SERIES 2019	ADA	265,000.00	33,300.00	298,300.00
2024	SERIES 2015	STREETS	65,000.00	14,450.00 *	79,450.00
2024	SERIES 2019	ADA	275,000.00	25,350.00	300,350.00
2025	SERIES 2015	STREETS	65,000.00	12,825.00 *	77,825.00
2025	SERIES 2019	ADA	275,000.00	17,100.00	292,100.00
2026	SERIES 2015	STREETS	70,000.00	21,750.00 *	91,750.00
2026	SERIES 2019	ADA	290,000.00	8,700.00	298,700.00
2027	SERIES 2015	STREETS	70,000.00	8,775.00 *	78,775.00
2028	SERIES 2015	STREETS	72,500.00	6,675.00 *	79,175.00
2029	SERIES 2015	STREETS	75,000.00	4,500.00 *	79,500.00
2030	SERIES 2015	STREETS	75,000.00	2,250.00 *	77,250.00
			1,985,000.00	180,462.50	2,165,462.50

UNFUNDED	
STREETS	976,012.50
ADA	<u>1,189,450.00</u>
	2,165,462.50