

## 1989-99 PENNY TAX

### Description

On June 27, 1989 the voters of Sarasota County approved a referendum to levy a one percent surtax for a period of ten years from September 1, 1989. The distribution formula for the tax is authorized by an Interlocal Agreement between Sarasota County, the School Board of Sarasota County and each municipality within the County. The School Board receives 25% of the revenues collected. The remainder is allocated according to the official population figures and is adjusted annually.

Florida State Statutes provide that the Local Government Infrastructure Surtax may be used to finance, plan and construct infrastructure defined as any fixed capital expenditure or fixed capital costs associated with the construction, reconstruction, or improvement of public facilities which have a life expectancy of 5 or more years and any land acquisition, land improvement, design and engineering costs related thereto.

The County and cities determined that this levy is essential to preserving the quality of life and an acceptable level of service for roads, parks and other public facilities. Levying this additional sales tax will enable the local government to raise a major portion of the revenue from tourists who benefit from the quality of life and public facilities within the County, but who do not pay property taxes.

**Beginning Fund Balance** \$974,332

### Department Expenditure Summary

Title	Continuation	Issues	Total
MOBILE HOME PARK	100,000	0	100,000
LANDSCAPE MAINTENANCE	155,000	0	155,000
MUNICIPAL AUDITORIUM	50,000	0	50,000
STREET AND HIGHWAY MAINTENANCE	310,000	0	310,000
AMERICANS WITH DISABILITES	56,000	0	56,000
Totals	671,000	0	671,000

**Ending Fund Balance** 303,332

CITY OF SARASOTA, FLORIDA  
PENNY SALES TAX (1989-1999)

	<u>Actual 1999-00</u>	<u>Budget 2000-01</u>	<u>Estimated 2000-01</u>	<u>Budget 2001-02</u>
Available Fund Balance	\$ 6,208,641	\$ 2,448,940	\$ 1,840,082	\$ 974,332
<u>Revenue</u>				
Penny Sales Tax	(30,000)	-	-	-
State/Local Grants	61,101	-	43,000	-
Other	28,450	-	-	-
Estimated Funds Available	6,268,192	2,448,940	1,883,082	974,332
<u>Expenditures</u>	<u>1,667,123</u>	<u>777,000</u>	<u>908,750</u>	<u>671,000</u>
Projected Ending Balance	4,601,069	<u>\$ 1,671,940</u>	<u>\$ 974,332</u>	<u>\$ 303,332</u>
Reserved for Carryovers	<u>(2,760,987)</u>			
	<u>\$ 1,840,082</u>			

EXPENDITURES

Municipal Auditorium Improvements	\$ 50,000
St. Armands Sidewalk/Lighting	100,000
Gillespie Avenue	210,000
Handicapped Access Ramps	56,000
Newtown Recreation Center - Pool Restrooms	85,000
Ken Thompson Park Improvements	70,000
Mobile Home Park Density Reduction	100,000
Subtotal	<u>\$ 671,000</u>