

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 (\$1,915)

Revenue Summary

| Title | Continuation | Issues | Total |
|------------------------------|--------------|-------------|-------------|
| INTERGOVERNMENTAL | 0 | 500,000 | 500,000 |
| INTEREST | 0 | 0 | 0 |
| OTHER MISCELLANEOUS REVENUES | 0 | 721,000 | 721,000 |
| TRANSFERS | 588,363 | 0 | 588,363 |
| Totals | \$588,363 | \$1,221,000 | \$1,809,363 |

Department Expenditure Summary

| Title | Continuation | Issues | Total |
|--------------------------------|--------------|-------------|-------------|
| MAINTENANCE OF CITY HALL | 30,000 | 0 | 30,000 |
| PLANNING & REDEVELOPMENT | 0 | 1,221,000 | 1,221,000 |
| STREET AND HIGHWAY MAINTENANCE | 92,500 | 0 | 92,500 |
| AMERICANS WITH DISABILITES | 56,000 | 0 | 56,000 |
| Totals | \$178,500 | \$1,221,000 | \$1,399,500 |

Ending Fund Balance 407,948

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

| | Actual 2002-03 | Budget 2003-04 | Amended Budget 2003-04 | Estimated 2003-04 | Budget 2004-05 |
|---------------------------|---------------------|-------------------|------------------------------|----------------------|-------------------|
| Available Fund Balance | \$ 2,288,672 | \$ 724,452 | \$ 1,482,088 | \$ 1,482,088 | \$ (1,915) |
| <u>Revenue</u> | | | | | |
| Penny Sales Tax | - | - | - | - | - |
| State/Local Grants | 46,032 | - | - | 14,027 | 500,000 |
| Other | 746 | 300,000 | 300,000 | 300,000 | 721,000 |
| Repayment from New Penny | - | - | - | - | 458,649 |
| Repayment from CRA | - | - | - | - | 129,714 |
| Total Revenues | 46,778 | 300,000 | 300,000 | 314,027 | 1,809,363 |
| Estimated Funds Available | 2,335,450 | 1,024,452 | 1,782,088 | 1,796,115 | 1,807,448 |
| <u>Expenditures</u> | 853,362 | 299,500 | 1,798,030 | 1,798,030 | 1,399,500 |
| Projected Ending Balance | <u>\$ 1,482,088</u> | <u>\$ 724,952</u> | <u>\$ (15,942)</u> | <u>\$ (1,915)</u> | <u>\$ 407,948</u> |

EXPENDITURES

| | |
|---|---------------------|
| Lido Neck-out and Crosswalk at Blvd of Presidents | \$ 42,500 |
| Parking Space Creation/Enhancement | 50,000 |
| Handicapped Access Ramps and Other Improvements | 56,000 |
| Renovation of outside City Hall fountain | 30,000 |
| MLK Brownfied Clean-up | 1,221,000 |
| Subtotal | <u>\$ 1,399,500</u> |