



City Commission Agenda Item

Meeting Date: July 1, 2025

From: Randy Frazer, City Manager

Item: Ordinance Repealing Summit Plaza CID Sales Tax

Motion: An Ordinance repealing Ordinance No. 2015-02-4380, terminating the Summit Plaza Community Improvement District sales tax in the City of Arkansas City, Kansas, pursuant to K.S.A. 12-6a26 ET SEQ. (***Roll Call Vote***)

Background: The Summit Plaza Community Improvement District (CID) was created in 2015 under Ordinance No. 2015-02-4380, establishing a 1.0% CID sales tax to reimburse up to \$750,000 in eligible project costs on a pay-as-you-go basis. The CID was designed to sunset upon full reimbursement of project costs or 22 years from the start of tax collection, whichever occurred first.

City staff has confirmed that the full amount of eligible project costs has now been reimbursed to the developer. As such, the statutory condition for termination of the CID sales tax has been met.

The ordinance presented for approval will formally repeal the 2015 CID ordinance and authorize the City Clerk to notify the Kansas Department of Revenue of the termination, with at least 90 days' notice prior to the effective date of cessation.

Commission Options:

1. Approve the Ordinance
2. Disapprove of the Ordinance
3. Table the Ordinance for further discussion

Fiscal Impact: The repeal of the CID sales tax will conclude a dedicated revenue stream, but only after fulfilling its authorized reimbursement purpose. No general fund impact is anticipated.

Fund: Department: Expense Code:

☐ Included in budget

☐ Grant

☐ Bonds

☐ Other Not Budgeted

Attachments: Ordinance

Approved for Agenda by:

Randy Frazer, City Manager