

Montgomery City Council
AGENDA REPORT

Meeting Date: June 27, 2023	Budgeted Amount: N/A
Department: Admin	Prepared By: Dave McCorquodale

Subject

Acceptance of Certification of Additional Sales and Use Tax to Pay Debt Services.

Recommendation

Accept the Certification form as presented.

Discussion

This is part of the Truth in Taxation process that is required by state law. In 1995, City held an election for and subsequently adopted an ordinance levying and imposing an additional sales and use tax in the amount of 0.5% sales tax to be used to reduce property taxes.

The City's additional sales tax collected in lieu of property taxes is not utilized for debt service purposes, but offsets maintenance and operations. We contract with the Montgomery County Tax Assessor-Collector to provide tax assessment and collection services, of which this certification is a part. Mr. Carl Currie, CPA, our Interim Finance Director, is certifying that no portion of the sales and use tax the City collects in lieu of property tax will be used for debt service purposes.

The Truth in Taxation packet is due back to the county on July 3rd and is the first step in the process of setting the City's tax rate for the new fiscal year.

Approved By

Interim Finance Director	Carl Currie	Date: 06/22/2023
Assistant City Administrator & Planning & Development Director	Dave McCorquodale	Date: 06/22/2023