

Streets/Infrastructure, and Public Transportation Sales and Use Taxes 2016 Revised Report

In November of 2008, voters approved three new sales and use tax proposals. Each of these taxes, which became effective April 1, 2009 and which will remain in effect for ten years, has a dedicated purpose. When the taxes were approved, the City pledged to create a Sales Tax Audit Committee to ensure the money generated by each was expended pursuant to the ballot language approving the tax. The following information summarizes the revenues collected and expenditures made from each of the three sales taxes in 2017.

0.3 Percent for Streets and Infrastructure

This tax was approved to help Lawrence catch up on the maintenance of residential streets and make improvements to high traffic streets by creating a dedicated revenue sources for streets, sidewalks, trails, equipment, and storm sewers. A complete plan for the expenditure of proceeds from this sales tax is located in the City's CIP. Funds not spent in 2016 will carry forward to fund purchases in future years.

Budgeted 2016 Collection: \$5,156,702

Unspent tax from 2015 and prior years	\$ 4,327,410
2016 tax collected	5,293,268
2016 expenditures	
Residential street maintenance	800,036
5 th & Maple Pump Station	2,241,983
9 th & Kentucky Intersection	116,052
Bob Billings Pkwy (Kasold to Wakarusa)	1,631,652
19 th Street (Iowa to Naismith)	223,000
Kasold – Bob Billings Pkwy to 6 th	29,235
City Share of 11 th & Mississippi	150,000
SCBA/PASS Fire Equipment	<u>141,179</u>
Total expenditures	<u>5,333,137</u>
Unspent tax available for future projects	<u>\$ 4,287,541</u>

Note:

The 0.3 cent sales tax is split with \$500,000 allocated to the Equipment Reserve Fund and the balance in the Capital Improvement Reserve Fund. Both of these funds have other revenues and expenditures charged to them, which are not included here as they are separate from the sales tax. This report is a combination of both funds, but only those revenues and expenditures tied to the special sales tax. The Unspent tax from 2015 and prior years was adjusted by -\$260,183 to correct a miscalculation from the original 2016 report.

0.2 Percent for Public Transportation

This dedicated funding source replaced property tax as the main local revenue source for operation of the City's public transit system. It was approved to ensure that the City had the resources to cooperate with the University of Kansas transit system. Funds not spent in 2016 will carry forward to fund purchases in future years.

Budget 2016 Collection: \$3,387,802

Unspent tax from 2015 and prior years	\$ 2,056,708
2016 tax collected	3,564,104
2016 transit expenditures:	<u>3,123,293</u>
Unspent tax available for future projects	<u>\$ 2,497,519</u>

Note:

This sales tax is recorded in the Public Transportation Fund. There are other revenues which are not included here as they are separate from the sales tax. Please refer to the Comprehensive Annual Financial Report for a listing of all transit related expenses.

0.05 Percent for Public Transportation Expanded

This tax was approved to provide additional dedicated resources for the transit system for route enhancements and vehicle and facility improvements. Funds not spent in 2016 will carry forward to fund purchases in future years.

Budgeted 2016 Collection: \$862,315

Unspent tax from 2015 and prior years	\$ 4,886,539
2016 Tax Collected:	891,026
2016 Expenditures:	<u>0</u>
Unspent tax available for future projects	<u>\$ 5,777,565</u>