



AGENDA MEMORANDUM
City Council Meeting of February 27, 2024

DATE: February 27, 2024
TO: Peter Zanoni, City Manager
FROM: Heather Hurlbert, Assistant City Manager
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361-826-3506

Type A Sales Tax Renewal Briefing and Council Discussion

STAFF PRESENTER(S):

<u>Name</u>	<u>Title/Position</u>	<u>Department</u>
1. Peter Zanoni	City Manager	Executive

BACKGROUND:

The Type A sales tax authorization is set to expire in 2025 and 2026. The 1/8 cent being used for the debt service and in support of capital project and operations of the Arena will expire after the last debt payment in Fall of 2025 and the 1/8 cent being used for the debt service and in support of capital projects for the Seawall will expire after the last debt payment in Spring of 2026.

The sales tax must be authorized by voters prior to expiration or the City will lose the sales tax collections. This item will provide for City Council to discuss next steps in the process to have both 1/8 cents taken to voters for consideration.

LIST OF SUPPORTING DOCUMENTS:

PowerPoint – Title