



# Sales Tax Reauthorization

August 13, 2024



# Local Sales Tax

City of Corpus Christi residents and visitors currently pay the maximum 8.25 cents per \$1 of certain goods and services for sales and use tax. Of this, 6.25 cents is allocated to the state and up to 2 cents is used for local purposes

Entity	Use	Allocation	Expiration	Estimated FY 24 Collections
State of Texas	State Operations	6.25 cents	None	\$445.0M
CCRTA	Transportation	1/2 of 1 cent	None	\$ 35.6M
City of Corpus Christi	City Operations	1 cent	None	\$ 71.2M
City of Corpus Christi	Type A-Improvements to the Downtown Seawall	1/8 of 1 cent	March 2026	\$ 8.9M
City of Corpus Christi	Type A-Multipurpose arena	1/8 of 1 cent	Sept 2025	\$ 8.9M
City of Corpus Christi	Type B-Economic development, affordable housing, streets	1/8 of 1 cent	April 2038	\$ 8.9M
City of Corpus Christi	Corpus Christi Crime Control District	1/8 of 1 cent	March 2028	\$ 8.9M

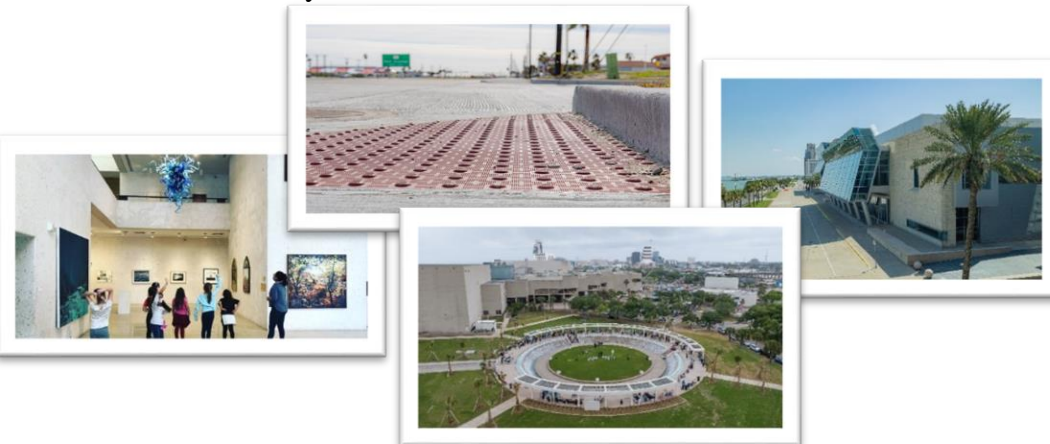
# Proposition E

Allocation of the annual revenue to each:

- 50%-Streets-Arterial and Collector Projects
- 50%-Community and Recreation Facilities including:
  - American Bank Center Complex including the arena, convention center, & Selena Auditorium
  - City-owned facilities located in the Sports, Entertainment, and Arts (SEA) District limited to the Corpus Christi Museum of Science and History, the Art Museum of South Texas, the Texas State Museum of Asian Cultures and Education Center, the Harbor Playhouse, and the Water Garden

## **Proposed Ballot Language for Proposition E:**

Repurposing the expiring Type A sales and use tax of 1/8 of 1% (being 0.125 cents per \$1) for arena improvements by the adoption of a Type B sales and use tax at the rate of 1/8 of 1% (being 0.125 cents per \$1), with annual sales tax collections being allocable in the indicated percentages to be used for promotion and development of new and expanded business enterprises limited to infrastructure improvement projects pertaining to City-wide arterial and collector streets (50%) and the city-owned recreational and community facilities within the Sports, Entertainment and Arts District (to wit: the Corpus Christi Museum of Science and History, the Art Museum of South Texas, the Texas State Museum of Asian Cultures and Education Center, the Harbor Playhouse, and the Water Garden) and the Selena Auditorium, the Convention Center, and the Arena (50%), each as authorized by the Development Corporation Act and available to Type B corporations, to be imposed for 20 years.



# Proposed Arterial and Collector Projects

Street Project	Project Cost
Lower Broadway	\$10.0M
Yorktown (Design)	4.0M
Alameda (Design)	3.5M
Alameda (Construction)	17.0M
Sam Rankin (Construction)	0.5M
Total	\$35.0M

Once these projects have been designed and constructed, additional projects will be identified and brought to the Type B Board and City Council for approval with the goal of funding Arterial and Collector street projects with this sales tax and utilizing the bond program for neighborhood projects.

# Proposition F

- Continue the use for the Downtown Seawall Flood Control structures including maintenance and improvements to the entire seawall structure including the breakwater, salt flat levee, T and L Head land masses, Marina basin and flood control pumps to protect the City's downtown businesses
  - Excludes any vertical structures or amenities that do not support the items above or pertain to flood control.
- Add City-wide stormwater, flood control, drainage, and coastal resiliency projects to expand or create new business areas

## **Proposed Ballot Language for Proposition F:**

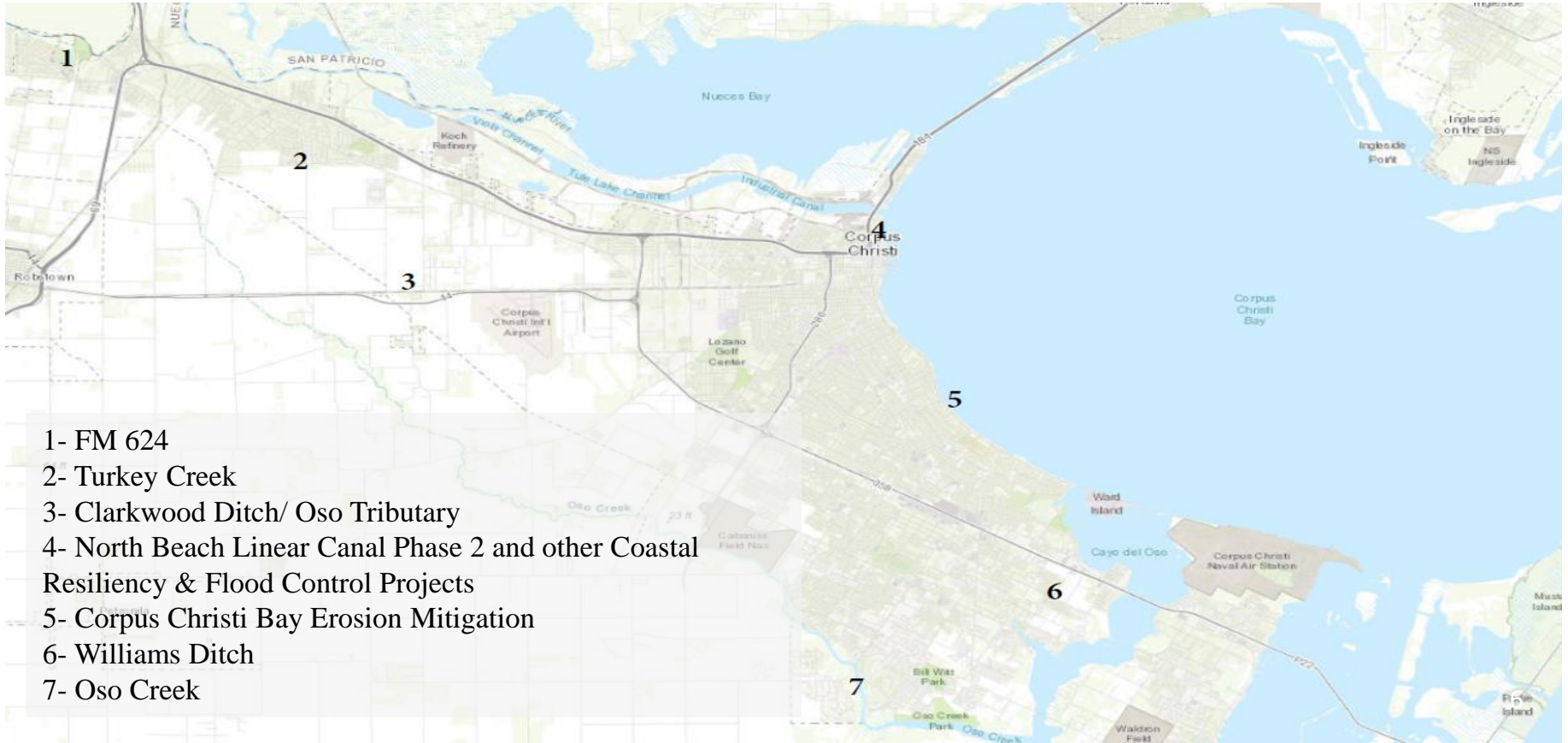
Repurposing the expiring Type A sales and use tax of 1/8 of 1% (being 0.125 cents per \$1) for seawall improvements by the adoption of a Type B sales and use tax for the promotion and development of new and expanded business enterprises limited to infrastructure improvement projects pertaining to downtown seawall flood control structures and other City-wide flood control, drainage, stormwater, and coastal resiliency, as authorized by the Development Corporation Act and available to Type B corporations, to be imposed for 20 years.







# Possible Capital Projects



- 1- FM 624
- 2- Turkey Creek
- 3- Clarkwood Ditch/ Oso Tributary
- 4- North Beach Linear Canal Phase 2 and other Coastal Resiliency & Flood Control Projects
- 5- Corpus Christi Bay Erosion Mitigation
- 6- Williams Ditch
- 7- Oso Creek



# Calendar and Next Steps

DATE	ACTIVITY
February 27, 2024	Discussion at City Council Meeting to set baseline
March – April 2024	Discussions with Stakeholders and Community Partners
May 8, 2024	City Council Workshop
May 2024	Community Engagement Meetings and Community Survey
June 2024	Refinement of proposed uses for the Sales Tax Reauthorization
June 18, 2024	Presentation to City Council to discuss final recommendation for sales tax uses
June 23, 2024	Citizen Survey Closes
July-August 2024	Continued Community Engagement and Education
July 30, 2024	Presentation & Public Hearing on Sales Tax Reauthorization Projects
August 1, 2024	Special Council Meeting to Establish Projects for Sales Tax Reauthorization
<b>August 13, 2024</b>	<b>Vote to call election for sales tax reauthorization</b>
November 5, 2024	Election Day



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# **Questions, Discussion, and Feedback**