ADMINISTRATION MEMORANDUM 10-09

DATE: August 12, 2010

TO: Honorable Mayor Joyce Downing & City Council Members

FROM: William Simmons, City Manager

SUBJECT: Discussion – Proposed November Ballot Question – Sales Tax Extension

Attached is a draft of two ballot questions under consideration for placing on the November 2010 ballot seeking voter approval for the extension of an existing $\frac{1}{2}$ % sales and use tax in question no. 1 and a $\frac{1}{2}$ % sales tax in question no. 2.

Question No. 1 – Would ask voters to approve the extension of a $\frac{1}{2}$ % sales and use tax on nonfood items to be used for construction and rehabilitation of capital improvements, including water and sewer, the recreation center and public facilities with the tax ending in 15 years or at the end of December 2025. In 2009, revenues collected from this tax totaled \$1,712,611.

Question No. 2 – Is similar to question No. 1 but would extend the $\frac{1}{2}$ % sales tax attributable to food items with said tax ending in 15 years or at the end of December 2025. This draft question does not yet contain a description of the uses that the revenue derived from this sales tax would be used for. Council direction on this is requested. In 2009 revenues collected from this tax totaled \$92,587.

STAFF REFERENCE:

If Council members have any comments or questions, they may contact Bill Simmons at 303.450.8709 or <u>wsimmons@northglenn.org</u>

SPONSORED BY:

COUNCILMAN'S RESOLUTION

RESOLUTION NO.

No.

Series of 2010

Series of 2010

A RESOLUTION A RESOLUTION CALLING A SPECIAL ELECTION TO BE HELD ON NOVEMBER 2, 2010, DIRECTING THAT SAID SPECIAL ELECTION BE CONDUCTED AS A POLLING PLACE ELECTION, AND REFERRING BALLOT QUESTIONS TO THE REGISTERED ELECTORS OF THE CITY AT SAID SPECIAL ELECTION

WHEREAS, § 2.3 of the City's home rule charter permits the calling of a special municipal election by resolution or ordinance of the City Council at least forty-five (45) days prior to the election.

THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF NORTHGLENN, COLORADO, THAT:

<u>Section 1</u>. The City Council hereby calls a special election to be held on November 2, 2010.

<u>Section 2</u>. At the special election to be held on November 2, 2010, the following ballot questions shall be submitted to the registered electors of the City of Northglenn:

Question No. 1

WITHOUT RAISING ADDITIONAL TAXES, SHALL THE EXISTING ONE-HALF PERCENT (1/2%) SALES AND USE TAX ON NON-FOOD ITEMS ORIGINALLY ADOPTED BY NORTHGLENN'S ELECTORS AT THE SPECIAL ELECTION OF MAY 9, 1989, AND EXTENDED AT THE MUNICIPAL ELECTIONS OF NOVEMBER 8, 1994, NOVEMBER 2, 1999, AND NOVEMBER 2, 2004, AND WHICH IS TO EXPIRE ON DECEMBER 31, 2010, BE EXTENDED AS A VOTER APPROVED REVENUE CHANGE, THE PROCEEDS OF SUCH SALES AND USE TAX EXTENSION TO BE USED EXCLUSIVELY FOR THE CONSTRUCTION AND REHABILITATION OF CAPITAL IMPROVEMENTS, INCLUDING, BUT NOT LIMITED TO, THE CONSTRUCTION OF WATER AND SEWER CAPITAL IMPROVEMENT PROJECTS, REHABILITATION OF THE EXISTING NORTHGLENN RECREATION CENTER, AND CONSTRUCTION AND REHABILITATION OF PUBLIC FACILITIES; AND FURTHER PROVIDED THAT THE ONE-HALF PERCENT (1/2%) SALES TAX ON NON-FOOD ITEMS SHALL TERMINATE ON DECEMBER 31, 2025?

Question No. 2

WITHOUT RAISING ADDITIONAL TAXES, SHALL THE EXISTING ONE-HALF PERCENT (1/2%) SALES TAX ATTRIBUTABLE TO THE SALE OF FOOD ITEMS ORIGINALLY ADOPTED BY NORTHGLENN'S ELECTORS AT THE SPECIAL ELECTION OF MAY 9, 1989, AND EXTENDED AT THE MUNICIPAL ELECTIONS OF NOVEMBER 8, 1994, NOVEMBER 2, 1999, AND NOVEMBER 2, 2004, AND WHICH IS TO EXPIRE ON DECEMBER 31, 2010, BE EXTENDED AS A VOTER APPROVED REVENUE CHANGE, THE PROCEEDS OF SUCH SALES TAX EXTENSION TO BE USED EXCLUSIVELY FOR ______; AND FURTHER PROVIDED THAT THE ONE-HALF PERCENT (1/2%) SALES TAX ON FOOD ITEMS SHALL TERMINATE ON DECEMBER 31, 2025?

DATED at Northglenn, Colorado, this _____ day of ______, 2010.

JOYCE DOWNING Mayor

ATTEST:

JOHANNA SMALL, CMC City Clerk

APPROVED AS TO FORM:

COREY Y. HOFFMANN City Attorney