



Date: February 15, 2021  
To: Honorable Mayor and City Commissioners  
From: Ashley Neel, CPA, Finance Director and City Treasurer  
Subject: February Sales and Use Tax Deposit

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**Sales and Use Tax Collections:** The Oklahoma Tax Commission (the “OTC”) collects and enforces collection of sales and use taxes, including special earmarked taxes such as alcohol and tobacco, for the entities responsible for remitting taxes to the City of Shawnee. Entities with monthly tax liabilities exceeding \$2,500 are required to remit tax estimates each month by the 20<sup>th</sup>; in addition, entities are required to report their final tax collections for the previous month along with a final payment of taxes for the previous month on the 20<sup>th</sup>. To summarize, tax collections remitted to the City of Shawnee by the OTC in February consist of January estimates and December final reported collections. Any taxes collected for months prior to December will include accrued late penalties and interest.

**Sales Tax Collection Allocated by Fund:**

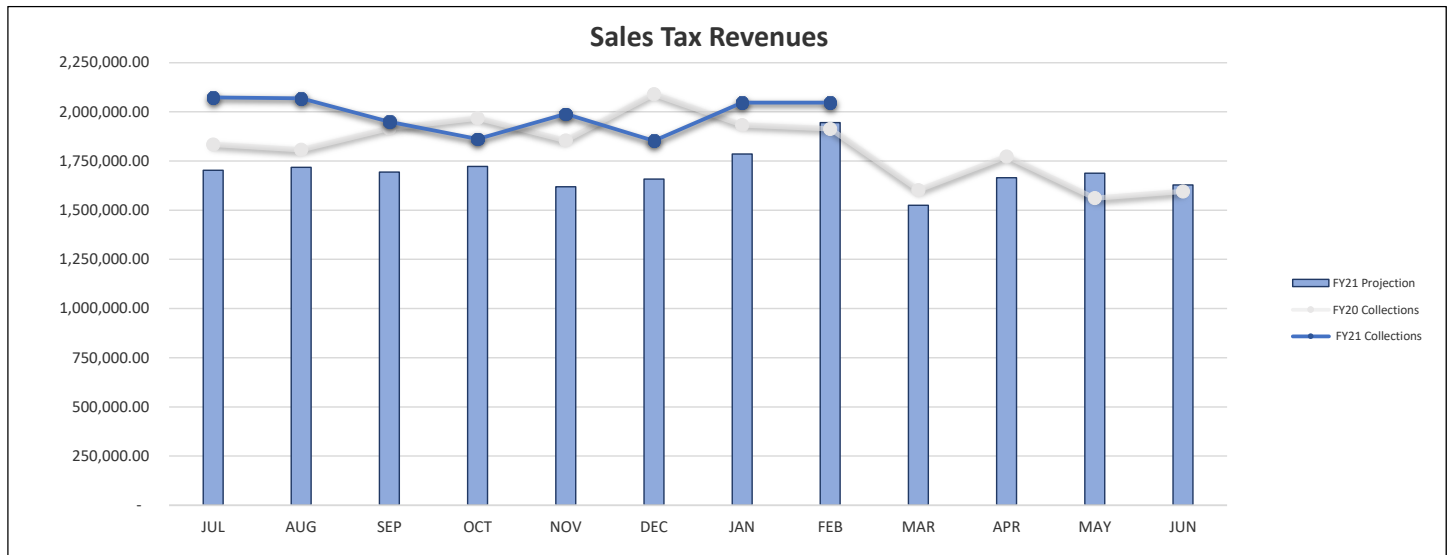
The February sales tax deposit was \$2,046,927.19, including interest of \$1,326.92, to be allocated as follows:

<u>Fund</u>	<u>Allocation</u>
General Fund	\$ 1,169,672.68
2018 Capital Improvements Fund	292,418.17
Capital Improvements Fund	226,624.09
Street Improvements Fund	255,865.89
Economic Development Fund	29,241.82
Police Sales Tax Fund	36,552.27
Fire Sales Tax Fund	<u>36,552.27</u>
Total Sales Taxes Collected	<u>\$ 2,046,927.19</u>

**Finance Department Report:**

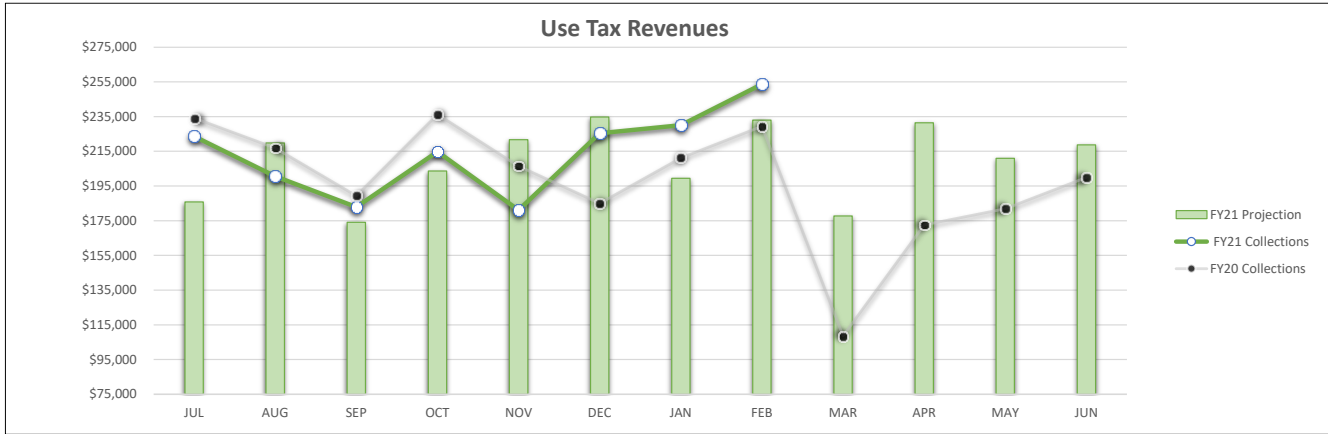
Sales and use tax collections totaled \$2,300,568.87 for February 2021. It should be noted the current sales tax estimate for FY 20-21 is based on a 8.5% reduction compared to the prior year budget. For the year, sales tax collections are up \$ \$2,046,161 or 14.78%, over the projected budget year-to-date. Use tax collections are up approximately \$39,947, or 2.39%, over the projected budget year-to-date.

**Fiscal Year 2021 Sales Tax Collections and Performance:**



	<u>Projected Budget</u>	<u>Actual</u>	<u>Amount Variance</u>	<u>Percentage Variance</u>
<b>Sales Tax Receipts (February 2021):</b>	\$ 1,945,346	\$ 2,046,927	\$ 101,581	5.22%
<b>Sales Tax Receipts (year-to-date):</b>	\$ 13,845,527	\$ 15,891,688	\$ 2,046,161	14.78%
	<u>February 2021</u>	<u>February 2020</u>	<u>Amount Variance</u>	<u>Percentage Variance</u>
<b>Sales Tax Receipts (vs Prior Year):</b>	\$ 2,046,927	\$ 1,913,400	\$ 133,527	6.98%
	<u>Year To Date FY 2021</u>	<u>Year To Date FY 2020</u>	<u>Amount Variance</u>	<u>Percentage Variance</u>
<b>Sales Tax Receipts (vs Prior Year):</b>	\$ 15,891,688	\$ 15,313,207	\$ 578,481	3.78%

**Fiscal Year 2021 Use Tax Collections and Performance:**



	<u>Projected Budget</u>	<u>Actual</u>	<u>Amount Variance</u>	<u>Percentage Variance</u>
<b>Use Tax Receipts (February 2021):</b>	\$ 233,033	\$ 253,642	\$ 20,609	8.84%
<b>Use Tax Receipts (year-to-date):</b>	\$ 1,672,291	\$ 1,712,237	\$ 39,947	2.39%
			<u>Amount Variance</u>	<u>Percentage Variance</u>
	<u>February 2021</u>	<u>February 2020</u>		
<b>Use Tax Receipts (vs Prior Year):</b>	\$ 253,642	\$ 229,368	\$ 24,273	10.58%
			<u>Amount Variance</u>	<u>Percentage Variance</u>
	<u>Year To Date FY 2021</u>	<u>Year To Date FY 2020</u>		
<b>Use Tax Receipts (vs Prior Year):</b>	\$ 1,712,237	\$ 1,708,662	\$ 3,575	0.21%