



Date: July 20, 2020
To: Honorable Mayor and City Commissioners
From: Ashley Neel, CPA, Finance Director and City Treasurer
Subject: July Sales and Use Tax Deposit

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 20th; 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 20th. To summarize, tax collections remitted to the City of Shawnee by the OTC in July consist of June estimates and May final reported collections. Any taxes collected for months prior to May will include accrued late penalties and interest.

Sales Tax Collection Allocated by Fund:

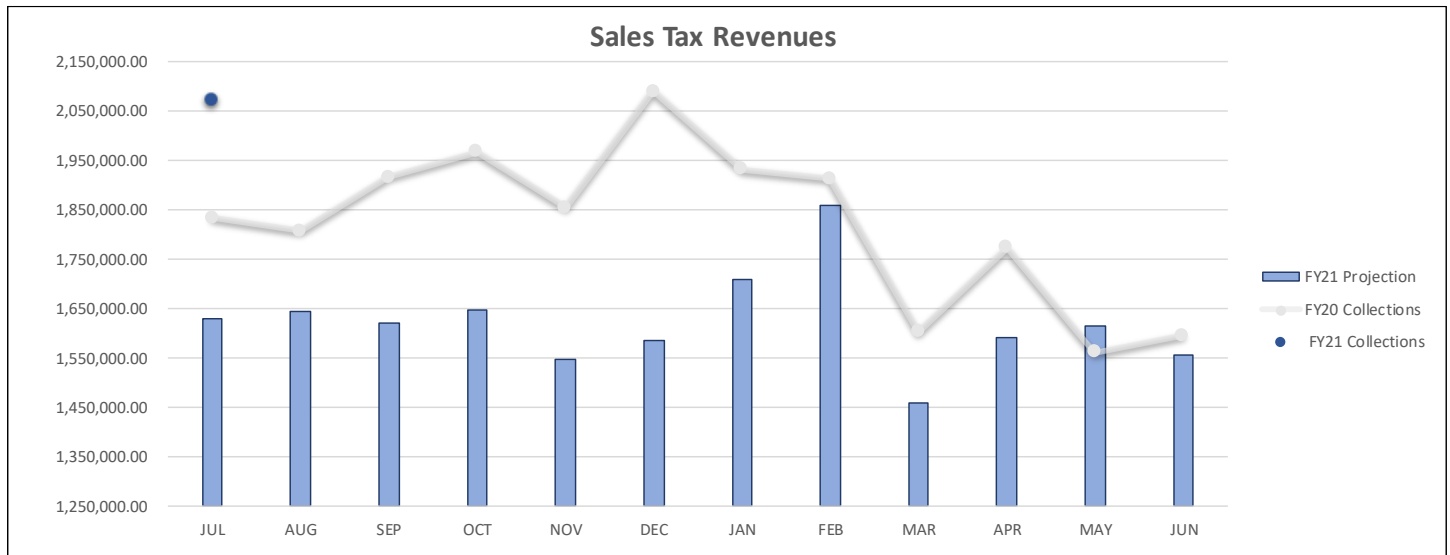
The July sales tax deposit was \$2,072,872.07, including interest of \$1,607.90, to be allocated as follows:

<u>Fund</u>	<u>Allocation</u>
General Fund	\$ 1,184,498.34
2018 Capital Improvements Fund	296,124.58
Capital Improvements Fund	229,496.56
Street Improvements Fund	259,109.01
Economic Development Fund	29,612.46
Police Sales Tax Fund	37,015.56
Fire Sales Tax Fund	<u>37,015.56</u>
Total Sales Taxes Collected	<u>\$ 2,072,872.07</u>

Finance Department Report:

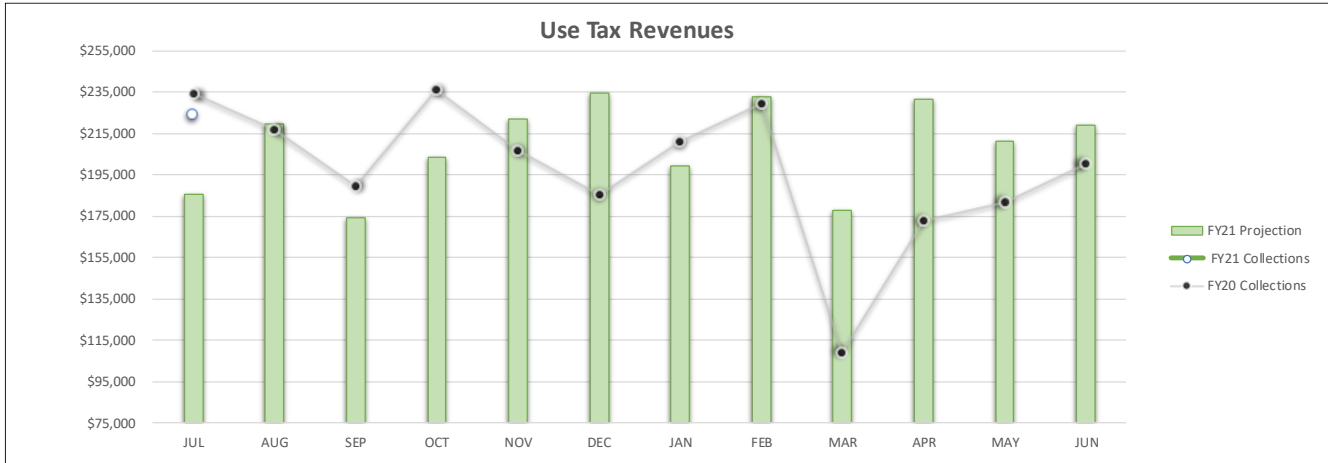
Sales and use tax collections totaled \$2,296,535.89 for July 2020. It should be noted the sales tax estimate for FY 20-21 was based on a 12.5% reduction compared to the prior year budget. For the year, sales tax collections are up \$443,612 or 27.23%, over the projected budget year-to-date. Use tax collections are up approximately \$37,835, or 20.36%, over the projected budget year-to-date.

Fiscal Year 2021 Sales Tax Collections and Performance:



	Projected Budget	Actual	Amount Variance	Percentage Variance
Sales Tax Receipts (July 2020):	\$ 1,629,261	\$ 2,072,872	\$ 443,612	27.23%
Sales Tax Receipts (year-to-date):	\$ 1,629,261	\$ 2,072,872	\$ 443,612	27.23%
	July 2020	July 2019	Amount Variance	Percentage Variance
Sales Tax Receipts (vs Prior Year):	\$ 2,072,872	\$ 1,834,335	\$ 238,538	13.00%
	Year To Date FY 2021	Year To Date FY 2020	Amount Variance	Percentage Variance
Sales Tax Receipts (vs Prior Year):	\$ 2,072,872	\$ 1,834,335	\$ 238,538	13.00%

Fiscal Year 2020 Use Tax Collections and Performance:



	<u>Projected Budget</u>	<u>Actual</u>	<u>Amount Variance</u>	<u>Percentage Variance</u>
Use Tax Receipts (July 2019):	\$ 185,829	\$ 223,664	\$ 37,835	20.36%
Use Tax Receipts (year-to-date):	\$ 185,829	\$ 223,664	\$ 37,835	20.36%

	<u>July 2020</u>	<u>July 2019</u>	<u>Amount Variance</u>	<u>Percentage Variance</u>
Use Tax Receipts (vs Prior Year):	\$ 223,664	\$ 234,136	\$ (10,472)	-4.47%

	<u>Year To Date FY 2021</u>	<u>Year To Date FY 2020</u>	<u>Amount Variance</u>	<u>Percentage Variance</u>
Use Tax Receipts (vs Prior Year):	\$ 223,664	\$ 234,136	\$ (10,472)	-4.47%