



Date: June 15, 2020  
To: Honorable Mayor and City Commissioners  
From: Ashley Neel, CPA, Finance Director and City Treasurer  
Subject: June 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 June consist of May estimates and April final reported collections. Any taxes collected for months prior to April will include accrued late penalties and interest.

**Sales Tax Collection Allocated by Fund:**

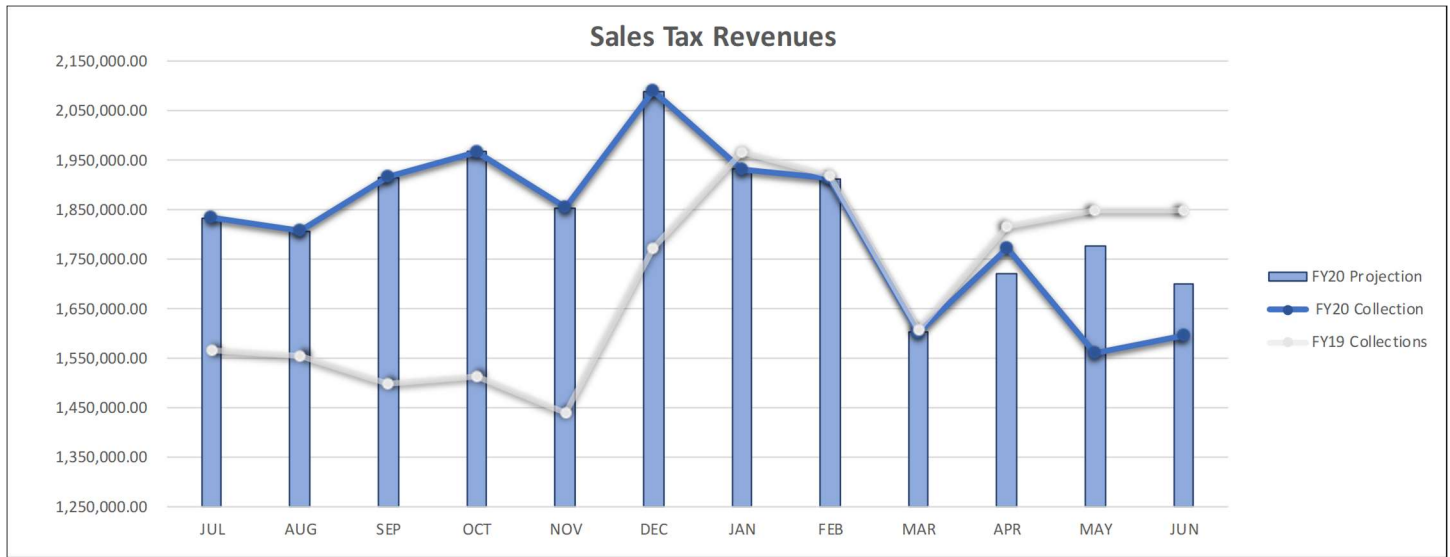
The June sales tax deposit was \$1,595,107.05, including interest of \$1,495.20, to be allocated as follows:

<u>Fund</u>	<u>Allocation</u>
General Fund	\$ 911,489.74
2018 Capital Improvements Fund	227,872.44
Capital Improvements Fund	176,601.14
Street Improvements Fund	199,388.38
Economic Development Fund	22,787.25
Police Sales Tax Fund	28,484.05
Fire Sales Tax Fund	28,484.05
Total Sales Taxes Collected	<u>\$ 1,595,107.05</u>

**Finance Department Report:**

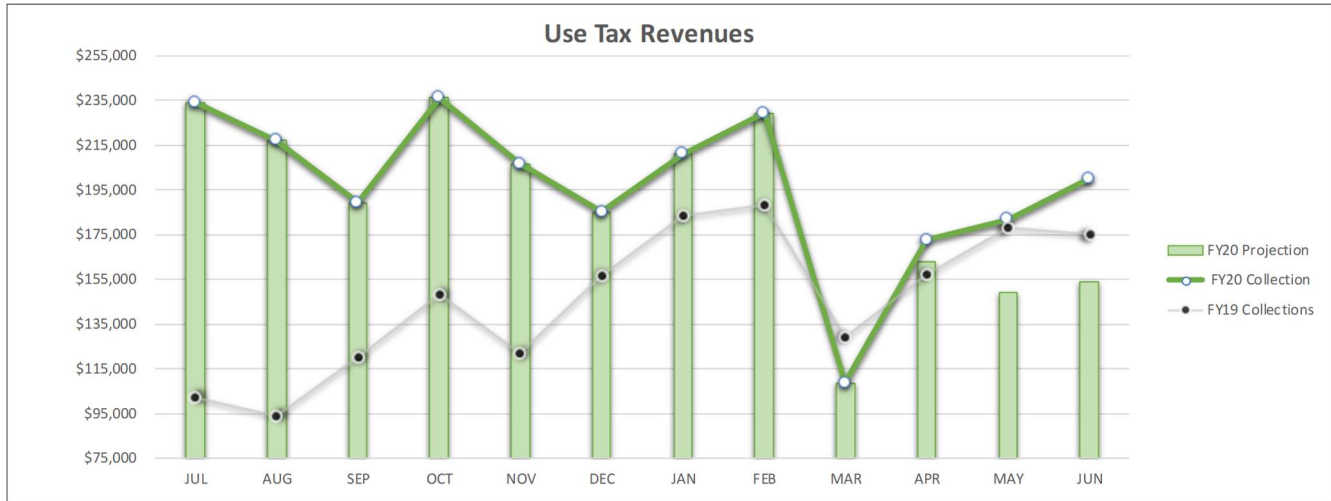
Sales and use tax collections totaled \$1,794,999.92 for June 2020. It should be noted the budget for the last three months of FY 2019-2020 has been adjusted in response to COVID-19. For the year, sales tax collections are down \$215,507 or 1.14%, under the projected budget year-to-date. Use tax collections are up approximately \$88,830, or 3.89%, over the projected budget year-to-date.

**Fiscal Year 2020 Sales Tax Collections and Performance:**



	<u>Projected Budget</u>	<u>Actual</u>	<u>Amount Variance</u>	<u>Percentage Variance</u>
<b>Sales Tax Receipts (June 2020):</b>	\$ 1,701,759	\$ 1,595,107	\$ (106,652)	-6.27%
<b>Sales Tax Receipts (year-to-date):</b>	\$ 22,098,995	\$ 21,847,488	\$ (251,507)	-1.14%
	<u>June 2020</u>	<u>June 2019</u>	<u>Amount Variance</u>	<u>Percentage Variance</u>
<b>Sales Tax Receipts (vs Prior Year):</b>	\$ 1,595,107	\$ 1,848,510	\$ (253,403)	-13.71%
	<u>Year To Date FY2020</u>	<u>Year To Date FY2019</u>	<u>Amount Variance</u>	<u>Percentage Variance</u>
<b>Sales Tax Receipts (vs Prior Year):</b>	\$ 21,847,488	\$ 20,356,811	\$ 1,490,677	7.32%

**Fiscal Year 2020 Use Tax Collections and Performance:**



	<b>Projected Budget</b>	<b>Actual</b>	<b>Amount Variance</b>	<b>Percentage Variance</b>
<b>Use Tax Receipts (June 2019):</b>	\$ 153,643	\$ 199,893	\$ 46,250	30.10%
<b>Use Tax Receipts (year-to-date):</b>	\$ 2,282,837	\$ 2,371,667	\$ 88,830	3.89%

	<b>June 2020</b>	<b>June 2019</b>	<b>Amount Variance</b>	<b>Percentage Variance</b>
<b>Use Tax Receipts (vs Prior Year):</b>	\$ 199,893	\$ 174,923	\$ 24,970	14.27%

	<b>Year To Date FY 2020</b>	<b>Year To Date FY 2019</b>	<b>Amount Variance</b>	<b>Percentage Variance</b>
<b>Use Tax Receipts (vs Prior Year):</b>	\$ 2,371,667	\$ 1,753,302	\$ 618,365	35.27%