Item # 5

City of Carson City
Agenda Report

Date Submitted: August 12, 2008

Agenda Date Requested: August 21, 2008
Time Requested: 5 mins

To: Board of Supervisors

From: Carson City Convention and Visitors Bureau
Candace Duncan, Executive Director

Subject Title: Action to adopt Bill No. 129, on second reading, an ordinance amending Carson City Municipal Code Title 4, License and Business Regulations, by Amending Chapter 4.08 Room Rental Tax, Section 4.08.080 Imposition and Rate of Tax and other matters properly related thereto.

Staff Summary: Carson City Convention and Visitor's Bureau (CCCVB) is requesting this ordinance amendment to clarify that the existing two percent that is collected from the seven percent room tax may only be used to redeem the general obligation bonds issued for any recreational facilities in Carson City. The previous ordinance stated that the two percent should be used to redeem the general obligation bonds for Eagle Valley Golf course, which are now retired.

Type of Action Requested: (check one)
(____) Resolution (_X_) Ordinance
(____) Formal Action/Motion (____) Other (Specify)

Does This Action Require A Business Impact Statement: (___) Yes (__X_) No

Recommended Board Action: I move to adopt Bill No. 129, on second reading, Ordinance #______ an ordinance amending Carson City Municipal Code Title 4, License and Business Regulations, by Amending Chapter 4.08 Room Rental Tax, Section 4.08.080 Imposition and Rate of Tax and other matters properly related thereto.

Explanation for Recommended Board Action: The previous ordinance stated that the two percent tax should be used to redeem the general obligation bonds issued for the Eagle Valley Municipal Golf Course. Those bonds are now paid. This is to insure that the two percent room tax now collected may only be used to redeem the general obligation bonds for any recreational facilities in Carson City.

Applicable Statue, Code, Policy, Rule or Regulation: Chapter 4.08 Room Rental Tax, Section 4.08.080

Fiscal Impact: None

Explanation of Impact:

Funding Source: Carson City Room Tax

Alternatives: none

Supporting Material: The proposed ordinance is attached

Prepared By: Candace Duncan, Executive Director, Carson City CVB

Reviewed By: ______________________ Date: ____________
(Department Head)

______________________ Date: 8/12/08
(City Manager)

Melanie Bruketta ______________________ Date: 8-12-08
(District Attorney)

______________________ Date: 8/12/08
(Finance Director)

Board Action Taken:

Motion: ______________________ 1) ____________ Aye/Nay
2) ____________

____
(Vote Recorded By)

ORDINANCE NO. ______________________

BILL NO. 129

AN ORDINANCE AMENDING CARSON CITY MUNICIPAL CODE TITLE 4, LICENSE AND BUSINESS REGULATIONS, BY AMENDING CHAPTER 4.08 ROOM RENTAL TAX, SECTION 4.08.080 IMPOSITION AND RATE OF TAX AND OTHER MATTERS PROPERLY RELATED THERETO.

THE BOARD OF SUPERVISORS OF CARSON CITY DO ORDAIN:

SECTION I:

That Title 4 of the Carson City Municipal Code is hereby amended as follows:

4.08.080 Imposition and rate of tax.

1. There is hereby fixed and imposed a transient lodging tax on every licensee operating a rental business within the city in the amount of seven percent (7%) of the amount of gross income derived from room rentals received by each licensee from the renting of rooms within the corporate limits of the city. This transient lodging tax is in addition to any license, fee or charge fixed or imposed by any other provision of the CCMC. Two percent (2%) of the above seven percent (7%) tax may only be used to redeem the general obligation bonds issued for any recreational facilities in Carson City.

2. In addition to the transient lodging tax imposed above, there shall be a tax of one percent (1%) of the gross receipts from the rental of lodging in Carson City upon all persons in the business of providing lodging. Three-eights of this amount shall be paid to the department of taxation for deposit with the state treasurer for credit to the fund for the promotion of tourism. Five-eights of the additional one percent tax shall be deposited with the Carson City Convention and Visitors' Bureau to be used to advertise the resources of Carson City related to tourism, including available accommodations, transportation, entertainment, natural resources and climate, and to promote special events related thereto.

3. In addition to the transient lodging tax imposed above, there shall be a tax of two percent (2%) of the gross receipts from the rental of lodging in Carson City upon all persons in the business of providing lodging. The additional two percent (2%) shall be deposited with the Carson City Convention and Visitors' Bureau to be used primarily for the payment of capital costs, including construction,

administration and the retirement of bonds for the Virginia and Truckee Railroad Reconstruction Project route between Virginia City and Carson City, Nevada. Additionally, any remaining funds shall be used for, but not limited to, upgrades, maintenance, operations, planning and administration for the Virginia and Truckee Railroad project as directed by the Board of Directors of the Carson City Convention and Visitor's Bureau. The imposition of this tax will be a single purpose directed levy for the reconstruction of the Virginia and Truckee Railroad. At which time the project is completed, abandoned prior to reconstruction, or for any reason no longer requires this funding, the tax will sunset and expire without further action of the Carson City Convention and Visitor's Bureau.

SECTION II:

That no other provisions of the Carson City Municipal Code are affected by this ordinance.

PROPOSED on ______________ (month) ___________ (day), 2008.

PROPOSED by Supervisor __________________

PASSED ______________ (month) ___________ (day), 2008.

VOTE: AYES: SUPERVISORS: ______________________

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NAYS: SUPERVISORS: ______________________

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ABSENT: SUPERVISORS: ____________________

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Marv Teixeira, Mayor

ATTEST:

____
ALAN GLOVER, CLERK/RECORDER.

This ordinance shall be in force and effect from and after the _____ day of the month of _______ of the year, 2008.