

ORDINANCE NO. 5046**AN ORDINANCE TO MODIFY THE ALLOCATION OF THE CITY'S RETAIL OCCUPATIONAL SALES AND SERVICE TAX BY AMENDING SECTION 3.16.060 OF THE RAPID CITY MUNICIPAL CODE.**

WHEREAS, the City of Rapid City imposes a retail occupational sales and use tax in accordance with South Dakota Law; and

WHEREAS, the City of Rapid City recently increased the rate of the City's sales and use tax by 0.16% for the purpose of providing additional funding to support the ongoing operation of the City's sewer operations; and

WHEREAS, the increased rate will become effective on July 1, 2005; and

WHEREAS, the Rapid City Common Council finds that it is in the best interests of the City of Rapid City to direct the additional revenue into the City's sewer fund.

NOW, THEREFORE, BE IT ORDAINED by the City of Rapid City that subsection (C) of Section 3.16.020 of the Rapid City Municipal Code is hereby amended to read as follows:

3.16.060 Use of revenues.

A. Prior to July 1, 2005, revenue generated by this chapter shall be used as follows:

1A. One half of the revenue generated by the tax levied by Sections 3.16.010 and 3.16.050 shall be deposited in the city's general fund and may be used for any lawful purpose.

2B. One quarter of the revenue generated by the tax levied by Sections 3.16.010 and 3.16.050 shall be deposited in the Rapid City economic development and civic improvements fund and may be used for the lawful purposes as set out in Section 3.16.020 of the Rapid City Municipal Code.

3C. One quarter of the revenue generated by the tax levied by Sections 3.16.010 and 3.16.050 shall be used only for streets, drainage, parks and permitted facilities therein, municipal buildings, and other capital improvements in accordance with Section 3.16.090 of the Rapid City Municipal Code.

4D. All of the revenues generated by the tax levied by Section 3.16.040 shall only be used for the purposes permitted by SDCL § 10-52A-2.

B. After July 1, 2005, revenue generated by this chapter shall be used as follows:

1. Eight percent of the revenue generated by the tax levied by Section 3.16.010 and 3.16.050 shall be deposited in the City's sewer enterprise fund and may be used for construction, operation, and maintenance of the City's sewer facilities.

2. Forty-Six percent of the revenue generated by the tax levied by Sections 3.16.010 and 3.16.050 shall be deposited in the city's general fund and may be used for any lawful purpose.

3. Twenty-Three percent of the revenue generated by the tax levied by Sections 3.16.010 and 3.16.050 shall be deposited in the Rapid City economic development and civic improvements fund and may be used for the lawful purposes as set out in Section 3.16.020 of the Rapid City Municipal Code.

4. Twenty-Three percent of the revenue generated by the tax levied by Sections 3.16.010 and 3.16.050 shall be used only for streets, drainage, parks and permitted facilities therein, municipal buildings, and other capital improvements in accordance with Section 3.16.090 of the Rapid City Municipal Code.

5. All of the revenues generated by the tax levied by Section 3.16.040 shall only be used for the purposes permitted by SDCL § 10-52A-2.

CITY OF RAPID CITY

ATTEST:

Mayor

Finance Officer

(SEAL)

First Reading:
Second Reading:
Published:
Effective: