

OFFICE OF THE CITY MANAGER
DES MOINES, IOWA

ITEM _____

CITY COUNCIL COMMUNICATION 97-159
MARCH 24, 1997 AGENDA

SUBJECT:	TYPE:	SUBMITTED BY:
HOTEL/MOTEL TAX ALLOCATIONS	◆ RESOLUTION ORDINANCE RECEIVE/FILE	ERIC A. ANDERSON CITY MANAGER

SYNOPSIS —

Approval to allocate \$25,000 of Hotel/Motel Taxes for the Downtown Partnership, and \$10,000 for the Des Moines Sports Authority.

FISCAL IMPACT —

The commitment of \$35,000 from excess 1996-97 revenues from the City's Hotel/Motel Tax Fund, if available.

RECOMMENDATION —

Approval.

BACKGROUND —

Based on the most recent Hotel/Motel Tax receipt for the quarter ending December 31, 1996, it appears that actual Hotel/Motel Tax revenue for the current fiscal year will exceed budget projections by \$61,246. Of this amount, two-sevenths (\$17,498) will be paid to the CVB under a 28E Agreement. The balance (\$43,748) will be available to fund eligible activities. As the availability of these funds depends upon the Botanical Center and Zoo matching budget projections, I recommend that these funds not be immediately allocated. Rather, after the fiscal year is completed, a review of actual Hotel/Motel Tax uses should be developed, and at that time, the surplus can be allocated and included as an amendment to the 1997-98 Budget.