

Item # 6

**City of Carson City  
Agenda Report**

**Date Submitted:** July 25, 2008

**Agenda Date Requested:** 8/7/08  
**Time Requested:**

**To:** Board of Supervisors

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

**Subject Title:** An ordinance amending CC MC 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 to.

**Staff Summary:** We are 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  Ordinance  
 Formal Action/Motion  Other (Specify)

**Does This Action Require A Business Impact Statement:**  Yes  No

**Recommended Board Action:** That title 4 of the CCMC be amended as follows: Two percent (2%) of the seven percent (7%) room tax may only be used to redeem the general obligation bonds issued for any recreational facilities in Carson City.

**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

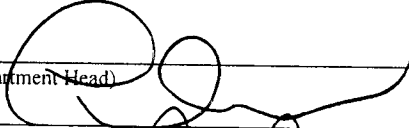
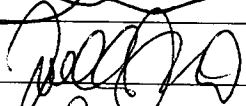
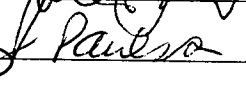
**Explanation of Impact:**

**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: 7/28/08  
(City Manager)   
\_\_\_\_\_ Date: 7/29/08  
(District Attorney)   
Nancy Paulson Date: 7/29/08  
(Finance Director)

**Board Action Taken:**

Motion: \_\_\_\_\_ 1) \_\_\_\_\_ Aye/Nay  
2) \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

\_\_\_\_\_  
(Vote Recorded By)

ORDINANCE NO. \_\_\_\_\_

BILL NO. \_\_\_\_\_

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-eighths 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-eighths 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,



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.

**To:**

**From:** Molly Bundy-Toral, Accountant

**Date:** March 2007

**Re:** 2% Room tax directed toward the payment of 1991 Park Bonds

**Hopefully this will allay some concerns regarding the 2% room tax that has been collected since 1987 in the beginning for the golf course and since 1991 for Mills Park.**

**Until May 2003, the 2% room tax was a pass through payment to the City. In 2003 an agreement was made between the City and the CCCVB that the CCCVB should retain the 2% and set up a Park Bond Capital Project fund. Since then every step that has been made regarding that 2% has been checked out with some member of the City staff or with the Board member representing the City on the CCCVB Board.**

#### **History**

**In 1987 the State Legislature passed a bill that allowed the City of Carson to raise the room tax 2% in order to fund general obligation bonds for the golf course or towards any other recreational facilities. (Copy of bill attached.)**

**The City at that time requested the 2% tax be passed directly to the City of Carson to pay the bonds for the golf course.**

**In 1991 the City of Carson decided that those funds would be directed towards bond payments for the construction of the Pony Express Pavilion and other improvements in Mills Park.**

**In 1996 that bond was refinanced and payments were to be made according to a revised schedule (copy attached).**

**In 2002 when the City was pursuing a room tax increase of 2% to bond for the V&T, it was mentioned to Ray Masayko that since there should be sufficient excess in that 2% room tax for payment of the Park Bonds and since those payments would end in 2011, that perhaps something could be done with that extra money to boost the amount of money that could be bonded for the V&T. Ray Masayko asked Candace Duncan and me to meet with Dave Heath, the Director of Finance at time, and Tom Minton. This meeting occurred and out**

**of that meeting came the idea to include the 2% when the Park Bonds were paid off and therefore to back load the V&T bonds (from payments of around \$200,000 in FY03/04 through FY10/11 to over \$400,000 in FY11/12 through FY22/23). This increased the proceeds for the V&T project from about 2 million to 4 million.**

**Since the 2% room tax directed toward the Park Bond proceeds was going to merge in 2012 with the 2% for the V&T, an agreement was made in 2003 between the City and the CCCVB that the CCCVB would collect and now retain the 2% for the Park Bonds beginning July 1, 2003, and a Park Bond Capital Project Fund would be set up.**

**Tom Minton and I decided that the CCCVB would receive the balance in the account (copy of check attached) which was \$129,711 and simply retain the room taxes for May and June 2003 which would have been paid to the City in July and August 2003 respectively. May 2003 and June 2003 room taxes were budgeted in the FY03/04 Park Bond Capital Project Fund.**

**Upon receiving the balance from the City it was evident that some of the excess funds over the bond principal and interest payments had been spent elsewhere by the City. At that time there was no mention of what should be done with the excess in the Park Bond Capital Project Fund (perhaps because of the restrictions on its use) that would be generated from May 2003 forward.**

**In June 2005 Marv Teixeira requested that the CCCVB Board meet concerning a possible increase of 1% room tax to cover a \$100,000 pledge from the CCCVB payment of a 15 million dollar V&T bond if the 1/8 cent sales tax passed to pay for that bond. At that time, I put together a spreadsheet that showed that there were sufficient excess fund in the collection of the 2% collected for the Park Bond and the 2% collected for the V&T to cover the \$100,000 and that there was no reason to raise the room tax another 1% at that time. The Board met and decided to finance that \$100,000 out of that 4% room tax and pledged it toward the payment of the 15 million dollar bond. Tom Minton was present at that board meeting and received all of the spreadsheets related to that motion. (It was explained during that meeting that any excess in the 2% collection of the room tax for the Park Bonds could only be used to pay off General Obligation Bonds for Recreational Facilities, and therefore, could be used towards this endeavor.)**

**Since the 1/8 cent sales tax to be used for the V&T was passed and the 15 million bond proceeds were received, the \$100,000 to the V&T was committed. In either January or February of 2006, an income and expense statement for the V&T was presented at the board meeting showing the**

**\$100,000 being used for expenses other than toward the \$15 million bond payment.**

**I contacted Tom Minton and stated that the Board's motion and intent had been to commit the \$100,000 toward the \$15 million bond and that it was limited to that. Tom mentioned that there were sufficient funds in the 1/8 cent sales tax to cover the interest and principal for that bond. We agreed that the issue needed to go back to the CCCVB board to recommit the funds elsewhere. In the meantime, the Park Bond Capital Project Fund for FY05/06 had been augmented to transfer \$100,000 to the V&T Capital Project Fund to send to the City in May 2006. (I explained that to Tom Minton as well.)**

**In September of 2006, I met with Tom Minton, to again go over the excess funds over the payment of the bonds for both the V&T and Park Bonds in order to gather information to present to the CCCVB board to change the motion to use the \$100,000 for other than the 15 million dollar V&T bond. Again, information was presented as to the excess out of the 4%. Tom and I decided that I needed to present the same information to the CCCVB board for them to decide if in fact they wanted to meet to change the direction of their commitment from the \$15 million dollar bond to some other project on the V&T. This information was presented to the CCCVB Board in October 9, 2006 meeting (Agenda Item #8).**

**Since Tom Minton left there has been a delay in this process. Just received an e-mail (March 1, 2007) to contact Sue Johnson at the City so we can meet concerning this issue.**

**I hope this helps clarify some of what has occurred regarding the 2% being collected for the payment of the Park Bonds. If there is a desire for the funds transferred to the V&T for the payments of those bonds to be returned to the Park Capital Project Fund that can be done. There is enough in the excess in the V&T 2% room tax collection to cover that.**



custodial or trust account shall be in [such] the account, which and from whom the money was withdrawn and other pertinent [shall] must show clearly for whom the money belongs. [All creditors respectively entitled the month in which payment is are subject to inspection by the State. The records must be which the licensee is authorized to

counts must be made up by the or gives written notice to do so. up the shortage within the time or more of the following, as may

iting the licensee from accepting

ig a hearing and determination of

3 hours of demand an additional administrator deems necessary to cover

, receivership or liquidation at a licensee's records are not ), he may require the licensee to epared from his records by a ificate to engage in the practice ment must be submitted within 60 The administrator may grant a of the financial statement if an is due.

d to read as follows:  
pend or revoke the liconse of a riting and filed in his office and ified mail at the address shown in

iy court of law for breach of any pter; or  
; is found guilty of:

with the faithful discharge of his

is chapter.  
revoke the license of a collection

(a) The suspension or revocation is necessary for the immediate protection of the public; and

(b) The licensee is afforded a hearing to contest the suspension or revocation within 20 days after the written order of suspension or revocation is served upon the licensee.

3. Upon revocation of his license, all rights of the licensee under this chapter terminate, and no application may be received from any person whose license has once been revoked.

Senate Bill No. 583--Committee on Taxation

CHAPTER 645

AN ACT relating to Carson City; authorizing the board of supervisors of Carson City to impose an additional 2 percent tax on transient lodging; and providing other matters properly relating thereto.

(Approved June 17, 1987)

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. Legislative determination. The legislature hereby determines, finds and declares:

1. The necessity for this act results from:

- (a) The small population of Carson City;
- (b) Its relatively small tax base;

(c) Its natural attraction for and its availability to tourists, being the capital city located on the border of the densely populated state of California and on a portion of Lake Tahoe; and

(d) Carson City's atypical financial problems resulting from the foregoing and other singular factors.

2. A general law cannot be made applicable to the purpose of this act because of the number of atypical factors and special conditions relating thereto.

3. The powers in this act comply in all respects with any requirement or limitation pertaining thereto and imposed by any constitutional provision.

Sec. 2. Imposition of tax on revenue from rental of transient lodging. The board of supervisors of Carson City may by resolution, in addition to any other tax levied, levy a tax at a rate of not more than 2 percent of the gross receipts from the rental of transient lodging in that county upon all persons in the business of providing lodging.

Sec. 3. Permitted uses of proceeds of tax. The proceeds from the tax imposed pursuant to section 2 of this act must be used to redeem the general obligation bonds issued for:

- 1. The golf course known as the Eagle Valley II golf course in Carson City; or

2. Any other recreational facilities.

Sec. 4. Manner of collecting and administering tax. A tax imposed pursuant to section 2 of this act must be collected and administered pursuant to NRS 244.335.

Assembly Bill No. 400--Assemblymen Sedway, Nevin, Evans, Wisdom, Wendell Williams, Myrna Williams, Haller, Price, Triggs, Kissam, Spinello, Callister, Craddock, Freeman, Arberry, Swain, Schofield, Thompson, Gaston, Bergevin, DuBois, McGaughey, Getto, Kerns, Lambert, Marvel, Humke and Tebbs

#### CHAPTER 646

AN ACT relating to indigent persons; requiring counties to adopt standards of eligibility for financial and medical assistance; establishing a minimum standard for eligibility for medical assistance; authorizing an appeal of a denial of benefits; and providing other matters properly relating thereto.

[Approved June 17, 1987]

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE  
AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. Chapter 428 of NRS is hereby amended by adding thereto the provisions set forth as sections 2 and 3 of this act.

Sec. 2. 1. *The board of county commissioners shall adopt an ordinance and any related policies which establish the standards of eligibility for medical and financial assistance to indigent persons. The ordinance and policies must specify the allowable income, assets and other resources or potential resources of persons eligible for assistance. The board of county commissioners shall file the ordinance and policies with the secretary of state within 30 days after adoption, but not later than July 1, 1988. Any amendment to the ordinance or policies must be filed with the secretary of state within 30 days after adoption.*

2. *A county's standards of eligibility for medical assistance must not deny eligibility to a person living in a household which has a total monthly income of less than:*

(a) *For one person living without another member of a household, \$438.*

(b) *For two persons, \$588.*

(c) *For three or more persons, \$588 plus \$150 for each person in the family in excess of two.*

*For the purposes of this subsection, "Income" includes the entire income of a household and the amount which a county projects a person or household is able to earn. "Household" is limited to a person and his spouse, parents, children, brothers and sisters residing with him.*

3. *A county's program of medical assistance to indigent persons must provide payment for:*

1997C - CAC PARK RFG BND\$ (ADD SEC) (RFD PORTION '90 PARK BND\$) \$1,515,000

SEMIANNUAL DEBT SERVICE FROM 5/01/97

DATE	PRINCIPAL	RATE	INTEREST	TOTAL	ANNUAL
8/01/97			19,303.75	19,303.75	
2/01/98	15,000.00	4.000	38,607.50	53,607.50	72,911.25
8/01/98			38,307.50	38,307.50	
2/01/99	15,000.00	4.400	38,307.50	53,307.50	91,615.00
8/01/99			37,977.50	37,977.50	
2/01/00	20,000.00	4.600	37,977.50	57,977.50	95,955.00
8/01/00			37,517.50	37,517.50	
2/01/01	20,000.00	4.700	37,517.50	57,517.50	95,035.00
8/01/01			37,047.50	37,047.50	
2/01/02	20,000.00	4.800	37,047.50	57,047.50	94,095.00
8/01/02			36,567.50	36,567.50	
2/01/03	130,000.00	4.800	36,567.50	166,567.50	203,135.00
8/01/03			33,447.50	33,447.50	
2/01/04	135,000.00	4.900	33,447.50	168,447.50	201,895.00
8/01/04			30,140.00	30,140.00	
2/01/05	140,000.00	4.900	30,140.00	170,140.00	200,280.00
8/01/05			26,710.00	26,710.00	
2/01/06	150,000.00	5.000	26,710.00	176,710.00	203,420.00
8/01/06			22,960.00	22,960.00	
2/01/07	155,000.00	5.100	22,960.00	177,960.00	200,920.00
8/01/07			19,007.50	19,007.50	
2/01/08	165,000.00	5.200	19,007.50	184,007.50	203,015.00
8/01/08			14,717.50	14,717.50	
2/01/09	175,000.00	5.300	14,717.50	189,717.50	204,435.00
8/01/09			10,080.00	10,080.00	
2/01/10	180,000.00	5.350	10,080.00	190,080.00	200,160.00
8/01/10			5,265.00	5,265.00	
2/01/11	195,000.00	5.400	5,265.00	200,265.00	205,530.00
TOTAL	1,515,000.00		757,401.25	2,272,401.25	
ACCRUED THRU 5/01/97			0.00	0.00	
NET COST			757,401.25	2,272,401.25	

AVERAGE COUPON 5.175  
 BOND YEARS 14,636.250  
 AVERAGE LIFE 9.661

PREPARED ON May 15, 1997 Howarth and Associates  
 TIME 09:40:44

CITY PORTION

CARSON CITY CONV. & VISITORS BUR. CARSON CITY

No. 229855

DATE	INVOICE	AMOUNT	REMARKS
07/24/2003	04	342.28	REIMBURSEMENT
07/31/2003	FY2004	129,711.00	PK. CON. FUND TO CVB

RECEIVED AUG - 4 2003

CHECK NO 229855 \*\*\*\*\*130,053.28

PLEASE DETACH BEFORE CASHING CHECK

THE ATTACHED CHECK IS IN PAYMENT OF ITEMS LISTED ABOVE

CARSON CITY  
201 NORTH CARSON, SUITE 3  
CARSON CITY, NEVADA 89701  
(775) 887-2133

BANK OF AMERICA  
08878 NV  
94-72-1224

No. 229855

GENERAL ACCOUNT

VOID IF NOT CASHED WITHIN 90 DAYS

DATE	CHECK NO.	AMOUNT
08/01/2003	229855	*****130,053.28

ONE HUNDRED THIRTY THOUSAND FIFTY THREE AND 28/100 DOLLARS

CARSON CITY CONV. & VISITORS BUR.  
1900 SO. CARSON ST., STE. 200  
CARSON CITY NV 89701

*[Signature]*  
CARSON CITY CONTROLLER  
*[Signature]*  
CARSON CITY TREASURER

Security Features Included. Details on back.

⑈ 229855 ⑈ ⑆ 122400724⑆ 000805800646 ⑈

**RESOLUTION NO. 2003-2 OF THE  
CARSON CITY CONVENTION AND VISITORS BUREAU  
CREATING A 1990 PARK BOND/CAPITAL PROJECT FUND**

**RESOLUTION BY THE CARSON CITY CONVENTION & VISITORS' BUREAU TO  
CREATE A 1990 PARK BOND/CAPITAL PROJECT FUND**

WHEREAS, the Carson City Convention and Visitors' Bureau (BUREAU) is a governmental entity organized and existing by virtue of NRS 244A and CCMC 4.08; and

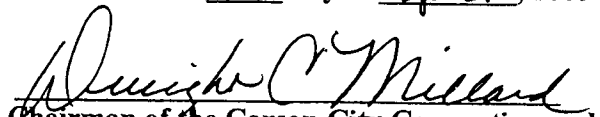
WHEREAS, since 1987 the Bureau has been collecting a 2% increase in the room tax as authorized by Resolution #1987-R-68 and has been passing through this payment to the City as requested by the then Deputy Finance Director of the City.

WHEREAS, beginning Fiscal Year 2003-2004, the City of Carson will, through, an agreement with the BUREAU, request that the BUREAU retain the 2% room tax as mentioned above, budget for those funds, and be responsible for any general obligation bond payments pledged by that tax as described in Resolution #1987-R-68 based on S.B. 583 (1987) and as modified by The Co-Operative Agreement (between Carson City and the BUREAU) to Fund \$2,200,000 General Obligation Park Bond Proposal dated June 7, 1990 .

NOW, THEREFORE, BE IT HEREBY RESOLVED as follows:

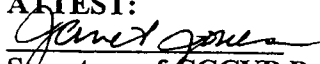
There is hereby created a 1990 Park Bond/ Capital Project Fund to be administered by the BUREAU. The purpose of this fund will be to provide an account for deposit and a source for the payment of General Obligation bond payments of principal and interest in accordance with the Senate Bill, Resolution and Co-operative Agreement mentioned in paragraph three (3) above.

PASSED, ADOPTED AND APPROVED the 14 day of April, 2003

  
Chairman of the Carson City Convention and  
Visitors' Bureau

AYES:  
Dwight Millard  
Joe DiLinardo  
Joe McCarthy  
Ray Masayko  
Sean Sever

NAYES:  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

ATTEST:  
  
Secretary of CCCVB Board

**PARK BOND/CAPITAL FUND**

In July 2003, the CCCVB and the City of Carson both signed a resolution and inter-local agreement regarding the 2% Lodging tax that had been sent to the City since 1987 to cover recreational facilities.

In the agreement the CCCVB was to retain the 2% rather than immediately remitting it to the City. In turn, the CCCVB was to pay the principal and interest payments to the City. The City, in turn, would pay off the bonds. Any additional was to be retained by the CCCVB for use on other recreational facility bonds such as the V&T.

The City in August sent the CCCVB the remainder in the 2% Park Bond Fund which was \$129,711.00. In addition, the CCCVB retained the May and June 2003 2% lodging tax payments to the City which would have been sent to the City in July and August respectively.

The CCCVB budgeted the May and June 2003 2% lodging payments in the 1990 Park Bond/Capital Project Fund in FY03/04. So in the July 2003 General Journals there is an entry that will debit the accrual to the City and credit the 1990 Park Bond/Cap Project Fund revenue account (#416).

The CCCVB, however, did make the payment for the interest of \$33,447.00 due on August 1, 2003 for the 1990 Park Bonds; this payment was made on 7/15/03, check #12236.

The figures below show the amount deposited in the Park Bond Sub-account in the Local Government Investment Pool in August 2003.

Check #229855 Received from the City	\$129,711.00
May 2003 - 2% Lodging Tax Retained	20,730.77
June 2003 - 2% Lodging Tax Retained	<u>25,376.01</u>
Total Revenue	\$ 175,817.78
Payment Made Check #12236 - 7/15/03	33,447.50
Deposited in LGIP - CCCVBPB in August 2003	<u>\$ 142,370.28</u>

**CARSON CITY**  
CONVENTION & VISITORS BUREAU  
100  
CARSON CITY, NV 89701

BANK OF AMERICA  
CARSON CITY NV 89701  
9476 24

12345

8/13/2003

PAY TO THE ORDER OF TREASURER

\$ \*\*142,370.28

One Hundred Forty-Two Thousand Three Hundred Seventy and 28/100\*\*\*\*\*

DOLLARS

STATE OF NEVADA  
STATE CAPITOL BUILDING  
CARSON CITY, NV 89710

CHECKS \$500 OR MORE  
REQUIRE TWO SIGNATURES

MEMO PARK BOND FUND - BAL FROM CITY P

**COPY NOT NEGOTIABLE**

⑆012345⑆ ⑆122400724⑆

323393835⑆

CARSON CITY CONVENTION & VISITORS' BUREAU

TREASURER

08/07/03

B111 #PKED803

8/13/2003

12345

142,370.28

CASH - B OF A PARK BOND FUND - BAL FROM CITY

142,370.28

• 1900 S. CARSON STREET • SUITE #200 • CARSON CITY, NV • 89701 •  
• 775-687-7410 or 1-800-NEVADA-1 • FAX 775-687-7416 •

www.carson-city.org

**CARSON CITY CONVENTION AND VISITORS' BUREAU  
 DIFFERENCE BETWEEN BOND PAYMENTS & PASS-THROUGH PAYMENTS  
 PARK BOND FUNDS FROM FY97/98 THROUGH FY02/03**

<b>FISCAL YEAR</b>	<b>PARK BOND INTEREST &amp; PRINCIPLE</b>	<b>2% PASS THROUGH PAYMENT TO CITY</b>	<b>DIFFERENCE</b>
FY97/98	\$ 72,911.25	\$ 168,641.00	\$ 95,729.75
FY98/99	\$ 91,615.00	\$ 193,060.00	\$ 101,445.00
FY99/00	\$ 95,955.00	\$ 201,837.00	\$ 105,882.00
FY00/01	\$ 95,035.00	\$ 222,826.00	\$ 127,791.00
FY01/02	\$ 94,095.00	\$ 223,723.00	\$ 129,628.00
FY02/03	\$ 203,135.00	\$ 183,728.00 (1)	\$ (19,407.00)
<b>TOTALS</b>	<b>\$ 652,746.25</b>	<b>\$ 1,193,815.00</b>	<b>\$ 541,068.75 (2)</b>

(1)TOTAL COLLECTED FOR 2% WAS \$229,835 OF WHICH THE CCCVB RETAINED \$46,107 AND PASSED \$183,728 TO THE CITY FOR PARK BOND PAYMENT. THE CITY SENT A CHECK OF \$129,711 FOR THE REMAINDER LEFT OF THE 2% SENT TO THE CITY OVER THE YEARS (SINCE 1991). OF THIS \$100,000 HAD BEEN RETAINED BY THE CITY AS A "DEBT RESERVE" TO PROTECT THE PAYMENTS OF THE BOND INCASE THERE WAS A DOWNTURN IN ROOM TAX COLLECTION.

(2)THE CCCVB IS UNAWARE OF WHERE THE EXCESS OF THE 2% ROOM TAX COLLECTION AND THE PRINCIPAL AND INTEREST OF THE PARK BOND PAYMENTS WAS SPENT. (HOWEVER, ACCORDING TO THE SENATVE BILL 583 (6/17/87) IT SHOULD BE SPENT ON GENERAL OBLIGATION BONDS FOR RECREATIONAL FACILITIES ONLY.)

\*\*\*\*\*

**PARK BOND FUNDS WHEN TRANSFERRED TO CCCVB:**

<b>FISCAL YEAR</b>	<b>PARK BOND INTEREST &amp; PRINCIPAL(4)</b>	<b>2% COLLECTED BY CCCVB PLUS INTEREST</b>	<b>DIFFERENCE</b>
BALANCE (3)		\$ 175,818.00	\$ 175,818.00
FY03/04	\$ 201,895.00	\$ 247,644.00	\$ 45,749.00
FY04/05	\$ 200,298.00	\$ 278,369.00	\$ 78,071.00
FY05/06	\$ 203,466.00	\$ 298,350.00	\$ 94,884.00
<b>TOTALS</b>	<b>\$ 605,659.00</b>	<b>\$ 1,000,181.00</b>	<b>\$ 394,522.00 (5)</b>

(3)BALANCE OF PARK BOND 2% COLLECTED SINCE 1991 SENT TO THE CCCVB BY THE CITY IN JULY 2003.

(4)INCLUDES SMALL MISC ADMINISTRATIVE FEE FOR LGIP FUND.

(5)\$100,000 OF THIS WAS TRANSFERRED TO THE V&T CAPITAL PROJECT FUND IN MARCH 2006 TO COVER THE ADDITIONAL FUNDS COMMITTED TO THE PAYMENT OF THE FIFTEEN MILLION DOLLAR BOND INTEREST & PRINCIPAL PAYMENTS. THEREFORE THE ENDING BALANCE AT FY05/06 WAS \$294,522.