

## **AGENDA ITEM**

April 19, 2016

Subject: Back to School Sales Tax Holiday

Department: Finance

Certain back-to-school purchases, such as clothing, school supplies, computers, and other items as defined by the statutes, are exempt from sales tax during the Back to School Sales Tax Holiday. The three day holiday begins at 12:01 a.m. on Friday, August 5 and runs through Sunday, August 7.

Municipalities may opt out of participating in the holiday by passing an ordinance declaring the desire not to participate. A certified copy of the approved ordinance must be sent to the Missouri Department of Revenue 45 calendar days prior to the beginning date of the sales tax holiday occurring in that year.

The City of Nevada has participated in the Back to School Sales Tax Holiday since 2005. 165 of 961 Missouri cities opted out of the sales tax holiday in 2015.

If this ordinance is passed the City will opt out of the sales tax holiday and City sales tax will be charged.

**BILL NO. 2016-010**

**ORDINANCE NO.**

**A SPECIAL ORDINANCE OF THE CITY OF NEVADA, MISSOURI, PROHIBITING THE PROVISIONS OF SECTION 144.049 RSMo, FROM EXEMPTING SALES TAX OF CERTAIN ITEMS THAT OCCUR WITHIN THE BOUNDARIES OF THE CITY OF NEVADA, MISSOURI DURING AUGUST 5<sup>th</sup>, 6<sup>th</sup>, AND 7<sup>th</sup>, 2016.**

**Section 1.** The City of Nevada hereby determines that it will prohibit the provisions of Section 144.049 RSMo, from exempting sales of certain clothing, personal computers, certain computer software, and school supplies that occur within the boundaries of said City during the “Back to School Sales Tax Holiday” held during August 5th, 6th and 7th, 2016.

**Section 2.** The City Clerk is hereby directed to send written notice to the State of Missouri Department of Revenue as soon as possible, but not less than forty-five (45) calendar days prior to the beginning date of the sales tax holiday of the decision to opt out of the “Back to School Sales Tax Holiday”, by forwarding a cover letter and certified copy of this ordinance.

**Section 3.** This ordinance shall be in full force and effect from and after its date of passage and approval.

**PASSED, APPROVED AND ADOPTED**, by the City Council of the City of Nevada, Missouri this \_\_\_\_\_ day of \_\_\_\_\_, 2016.

(seal)  
ATTEST:

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Brian L. Leonard, Mayor

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Johnna Williams, Deputy City Clerk