



City of Columbia

701 East Broadway, Columbia, Missouri 65201

Department Source: Law

To: City Council

From: City Manager & Staff

Council Meeting Date: September 6, 2016

Re: Continuing the Application and Collection of Local Sales Tax on the Titling of Motor Vehicles, Trailers, Boats and Outboard Motors for Out-of-State Purchases

Executive Summary

Staff has prepared an ordinance that would continue the application and collection of local sales tax on the titling of motor vehicles, trailers, boats and outboard motors for out-of-state purchases that was approved by the voters at the special election held on August 2, 2016.

Discussion

On August 2, 2016, the qualified voters of the city approved Proposition 2 authorizing the continuation of the application and collection of local sales tax on the titling of motor vehicles, trailers, boats and outboard motors for out-of-state purchases. An ordinance has been prepared to implement the continued collection of the sales tax. The ordinance also provides for such tax to be repealed, reduced or raised in the same amount as the local sales tax is repealed, reduced or raised.

Fiscal Impact

Short-Term Impact: Approximately \$500,000-\$600,000 in annual revenue is collected by this local sales tax on vehicle and marine sales (see attached report compiled by the Missouri Municipal League).

Long-Term Impact: N/A

Vision & Strategic Plan Impact

[Vision Impacts:](#)

Primary Impact: Not Applicable, Secondary Impact: Not Applicable, Tertiary Impact: Not Applicable

[Strategic Plan Impacts:](#)

Primary Impact: Not Applicable, Secondary Impact: Not Applicable, Tertiary Impact: Not Applicable

[Comprehensive Plan Impacts:](#)

Primary Impact: Not Applicable, Secondary Impact: Not applicable, Tertiary Impact: Not Applicable



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Legislative History

Date	Action
05/16/2016	Ordinance No. 022814: Called for a special election on August 2, 2016 on the question whether to continue the collection of local sales tax on out-of-state sales of motor vehicles, trailers, boats and outboard motors.

Suggested Council Action

Passage of the ordinance.