

MEMORANDUM

July 15, 2016

TO: Eric Stuckey, City Administrator

FROM: Russ Truell, ACA/CFO

RE: Local Sales Tax Report

The local sales tax remittance from the State of Tennessee for July was \$2,559,116 compared to \$2,489,724 for the same month in 2015, an increase of \$69,393 or 2.8%. [The July remittance is for sales tax collected during the month of May, representing the eleventh month of the fiscal year on an accrual basis.] During the same period, the State of Tennessee sales tax collections were up 1.3% from the prior year.

Year-to-date, the City has received \$28.4 million compared to \$26.4 million in the previous year, a difference of \$2,087,988 or 7.9%. The State of Tennessee sales tax collections, year-to-date, are \$7.52 billion compared to \$7.02 billion in the prior year, a difference of \$504 million or 7.1%.

For budget comparisons, the City anticipated collections of \$28.0 million through eleven months of the fiscal year. Through the month of May, the City is \$446,513, or 1.6%, above budgeted collections. As a further comparison, the May collection of \$2.55 million compares to \$1.68 million in 2010, \$1.88 million in 2011, \$1.98 million in 2012, \$2.10 million in 2013 and \$2.32 million in 2014.

The local sales tax collections have increased year-over-year in 73 of the last 76 months reported.