

# BILL SUMMARY

**BILL NO:** 2009-89

**SPONSOR:** Councilman Koon

**SUBJECT:** Contract with Callaway County Collector for Collection of Taxes

**DATE INTRODUCED:** October 19, 2009

**Summary:** The County Tax Agreement requires the Collector of Callaway County to provide billing and collection of real estate taxes, personal property taxes, and motor vehicle taxes for the City of Jefferson and collection and disbursements of any payment. Payment to the City will be made on a monthly basis. This contract will be in effect through July 2013.

**Background Information:** The City's new software package does not have a Property Tax Billing Module. An inquiry was made of the Callaway Collector's office to determine if they would start billing the area of Jefferson City located in Callaway County beginning November 1, 2009. The Callaway County's office has agreed to do so and the agreement is a result of those discussions.

**Fiscal Information:** A percentage will be deducted from the tax collections each year and deposited into the Assessment Fund (the 2008 percentage was .008701, plus 1/8% up to \$125,000.00) as required by Section 137.750, 137.721, & 137.720.2. Also, per RSMo 52.260, in addition the following percentage (.01000) will be deducted from the tax collections each year and deposited into General Revenue. These percentages will remain as noted unless the Missouri State Legislature direct them to change.

**Origin of Request:** Finance Department

**Department Responsible:** Finance Development

**Person Responsible:** Steve Schlueter

**Staff Recommendation:** Approve