

CITY of REPUBLIC

Established 1871

Exhibit M

AGENDA ITEM STAFF ANALYSIS

Project/Issue Name: Bill #07-31 an Ordinance Approving the Agreement with Christian county for the collection and Distribution of Property Taxes Owed to the City of Republic.

Submitted By: Director of Finance

Date: May 14, 2007

Issue Statement

With the annexation of property located in Christian County, it is necessary for the City to have in place a method to collect the taxes due the City.

Discussion and/or Analysis

The attached contract will establish that method whereby Christian County will collect the taxes and distribute those funds to the City of Republic. This is the same type contract used with Greene County. It is also the contract Christian County uses with other entities.

The reimbursement to Christian County is 1% higher than that for Greene County and that is established by the County's class. Should or when Christian County becomes a County of the First Class, this rate structure will likely mirror that of Greene County.

The County is organized and staffed to collect the taxes whereas the City is not.

The cost is reasonable and the City could not collect the taxes for the amount of reimbursement cited in the contract.

Recommended Action

The Director Finance recommends the acceptance and approval of the contract with Christian County.