

JULY 20, 2016

MEMORANDUM TO: HONORABLE MAYOR AND CITY COUNCIL MEMBERS
THROUGH: BRYANT POWELL, CITY MANAGER
FROM: KATHLEEN CONNELLY, CITY CLERK
SUBJECT: PROPOSED MODIFICATIONS – INTERGOVERNMENTAL
AGREEMENT WITH ARIZONA DEPARTMENT OF REVENUE

Once again the city is being asked to approve modifications to the existing intergovernmental agreement with the Arizona Department of Revenue as it pertains to the collection of our transaction privilege tax (sales tax). These modifications are necessary due to some errors and oversights that were not addressed in the previous intergovernmental agreement approved by council on June 16, 2015.

Attached is correspondence from Lee Grafstrom of the League of Arizona Cities and Towns outlining the steps to be taken by council and staff as well as a summary of the five changes and the intergovernmental agreement approved in June 2015. These most recent modifications will be retroactive to July 1, 2016.