RESOLUTION NO. 3539 AMENDED

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF RED LODGE APPROVING ONE BALLOT ISSUE TO BE SUMBITTED FOR VOTER APPROVAL FOR AN ADDITIONAL ONE PERCENT (1%) RESORT TAX FOR INFRASTRUCTURE ON THE JUNE 2, 2020 PRIMARY ELECTION BALLOT

WHEREAS, on November 4, 1997, the electors of the City of Red Lodge approved the imposition of a resort tax on the retail value of certain goods and services sold within the City; and

WHEREAS, the electors limited the uses of the resort tax revenues for expenditures for property tax relief and for capital improvements for the City; and

WHEREAS, City Council previously adopted and implemented the resort tax through the adoption of City Ordinances #832 and #833 on November 25, 1997 pursuant to the vote of the electors; and

WHEREAS, The City Council on August 14, 2018 replaced Ordinance 901 Administrative Ordinance Governing the Collection and Reporting of Resort Tax Revenues with Ordinance 901, first amended; and

WHEREAS, the Montana Legislature enacted SB 241 effective May 2, 2019 which allows for a resort community through election petition or resolution pursuant to §§7-6-1501, et seq., an additional one percent (1%) resort tax to provide funding for infrastructure; and

WHEREAS, the City Council has determined it is in the best interest of the City, its residents and business owners to adopt the additional one percent (1%) resort tax for infrastructure to be included on the ballot for consideration by the electorate on the June 2, 2020 Primary Election:

NOW THEREFORE BE IT RESOLVED, the City Council issues the following statement of facts pursuant to MCA § 7-6-1504(4):

- 1. The rate of the resort tax is 1% (one percent) of the retail value of the goods and services subject to the tax.
- 2. The 1% (one percent) resort tax will expire upon the project completion and debt pay-off of the infrastructure projects related to stormwater and stormwater related improvements including, but not limited to, stormwater pipes, stormwater detention, curbs, gutters, sidewalks and streets related to stormwater projects. http://cityofredlodge.net/departments/public-works/
- 3. The additional 1% (one percent) resort tax shall be effective thirty-five (35) days after the June 2, 2020 primary election if approved by the voters.

- 4. The additional resort tax levy must be utilized for infrastructure. The City of Red Lodge shall specifically utilize the additional one percent (1%) resort tax for stormwater and stormwater related improvements including but not limited to stormwater pipes, stormwater detention ponds, curbs, gutter, sidewalks and streets. The Stormwater Preliminary Engineering report can be found at: http://cityofredlodge.net/departments/public-works/
- 5. In accordance with Section 7-6-1505(2), MCA, it is the City Council's present intent to continue the administration of the resort tax in accordance with the acknowledgement that the Municipal Code will need to be updated to reflect the additional on percent (1%) for infrastructure projects.

BE IT FURTHER RESOLVED, on behalf of the City Council, the City Clerk shall immediately forward a certified copy of this resolution to the Carbon County Election Administrator, in accordance with §13-9-202(2) MCA, of the City of Red Lodge's desire to conduct a resort tax election in organization with the June 2, 2020 Primary Election.

Resort Tax

BALLOT STATEMENT

Shall the City of Red Lodge levy an additional one percent (1%) resort tax to be utilized for infrastructure and infrastructure debt related to stormwater and stormwater related improvements including, but not limited to, stormwater pipes, stormwater detention ponds, curbs, gutters, sidewalks and streets related to storm water projects?

One hundred percent (100%) for infrastructure and infrastructure debt related to stormwater and stormwater related improvements including, but not limited to, stormwater pipes, stormwater detention, curbs, gutters, sidewalks and street related to storm water projects.

Statement of Implication

FOR the levy of an additional one percent (1%) resort tax to be utilized for infrastructure and infrastructure debt related to stormwater and stormwater related improvements.

AGAINST the levy of an additional one percent (1%) resort tax to be utilized for infrastructure and infrastructure debt related to stormwater and stormwater related improvements.

BE IT FURTHER RESOLVED, by the City Council of the City of Red Lodge, Montana that the Carbon County Election Administrator shall place a ballot issue asking voter approval for the imposition of an additional one percent (1%) resort tax levy to be designated for stormwater and stormwater related projects including but not limited to stormwater pipes, stormwater detention

ponds, curbs, gutters, sidewalks and streets related to storm water projects pursuant to the attached Ballot Issue.

APPROVED by the City Council of the City of Red Lodge this 10th day of March, 2020.

CITY OF RED LODGE

WILLIAM LARSON, Mayor

ATTEST:

LONI HANSON, City Clerk

BALLOT ISSUE CITY OF RED LODGE

Shall the City of Red Lodge levy an additional one percent (1%) resort tax to be utilized for infrastructure and infrastructure debt related to stormwater and stormwater related improvements including, but not limited to, stormwater pipes, stormwater detention ponds, curbs, gutters, sidewalks and streets related to storm water projects?

(A) One hundred percent (100%) for infrastructure and infrastructure debt related to stormwater and stormwater related improvements including, but not limited to, stormwater pipes, stormwater detention, curbs, gutters, sidewalks and streets related to storm water projects.
FOR the levy of an additional one percent (1%) resort tax to be utilized for infrastructure and infrastructure debt related to stormwater and stormwater related improvements.
AGAINST the levy of an additional one percent (1%) resort tax to be utilized for infrastructure and infrastructure debt related to stormwater and stormwater related improvements.