

Texas Sales and Use Tax

The image displays three overlapping receipts from Libby's Chicken V. The receipts list various food items and their prices, along with taxes and totals. The total amount is 21.15, and the amount saved is 0.62.

Item	Price
LIBBY'S CHICKEN V	0.69
HEALTHY CHOICE CH	1.99
IRISH SPRING GREE	2.29
Meat	3.38
CAMPBELL CHICK NO save	0.99
CAMPBELL CHICK NO save	0.99
Meat	3.20
GRAPES GREEN	2.10
CUT WATERMELON	2.00

Sub Total: 20.95
Taxes: 0.20
Total: 21.15
Charge: 21.15
Cash change: 0.00
YOU SAVED: 0.62

History and Background

- ▣ 6.25% Goes to the State of Texas
- ▣ Type-A General Law Cities may adopt a maximum of 2% above State rate for a maximum of 8.25%.
- ▣ 2% = 1% is dedicated to support the general government services of the city. The remaining 1% may be authorized by the voters to create an assortment of “local sales tax options”

Sales Tax Options

- ▣ SALES TAX FOR ECONOMIC DEVELOPMENT - Type A and B
- ▣ STREET MAINTENANCE SALES TAX
- ▣ MUNICIPAL DEVELOPMENT DISTRICT
- ▣ MUNICIPAL SALES TAX FOR PROPERTY TAX RELIEF
- ▣ CRIME CONTROL AND PREVENTION DISTRICT
- ▣ VENUE TAX “STADIUM BILL”

Economic Development- Type A

- ▣ **Increments of 0.125%**
- ▣ **Type A – This form of tax may be imposed by most incorporated cities. (There are exceptions in certain counties with mass transit systems). Revenues must be turned over to a development corporation formed to act on behalf of the city to carry out programs related to industrial development, business infrastructure and the promotion of new and expanded business enterprises that create or retain primary jobs.**

Economic Development- Type B

- ▣ Type B – This form of tax may be imposed by any incorporated city. Revenues must be turned over to a development corporation formed to act on behalf of the city to carry out programs related to a wide variety of projects including business development and public parks.

Street Maintenance Sales Tax

- ▣ (Increments of 0.125 percent)
- ▣ All cities are authorized to hold an election to adopt a sales tax to repair and maintain existing city streets. The tax expires after four years unless a new election is held to reauthorize the tax. The revenue from this tax may be used only to maintain and repair existing city streets and sidewalks.

Municipal Development District

- ▣ (0.125, 0.25, 0.375 or 0.5 percent)
- ▣ A city may create a municipal development corporation to undertake projects that provide job training, early childhood education, after-school programs, scholarships, literacy promotion and other projects.
- ▣ This tax is actually imposed by a board, district or authority created by and for the benefit of a city or county.
- ▣ Voters in the city may authorize adoption of a sales tax to fund activities of the corporation.

Crime Control District

- ▣ Increments of 0.125 percent up to 0.5 percent maximum rate
- ▣ This sales tax may be imposed by a city located in a county with a population of more than 5,000 or by a county with a population of more than 130,000. The governing body in a municipality or commissioners court may specify the number of years (5, 10, 15 or 20) the district would be continued. Revenues from the sales tax may be used to finance a wide variety of crime control and prevention programs.

Venue Tax

- ▣ Increments of 0.125 percent
- ▣ This sales tax is one of several revenue options available to a city or county to fund sports and community “venue” projects. Multiple cities and counties in any combination may join to form a venue district under Chapter 335, Local Government Code, as well. Some examples of a “venue” are a stadium, convention center, park or economic development-type facility.

Regional Sales Tax Data

CITY	RATE	OCT. 2016 Revenue		If 8.25%
SUNRAY	7.25%	\$	13,951.00	\$ 27,902.00
Canadian	8.25%	\$	56,311.00	
Clarendon	8.25%	\$	30,393.00	
Groom	8.25%	\$	8,951.00	
Memphis	8.25%	\$	28,299.00	
Stinnett	8.25%	\$	16,677.00	
Stratford	7.75%	\$	23,739.00	\$ 35,609.00
Spearman	8.25%	\$	49,870.00	
Wellington	8.25%	\$	18,268.00	
White Deer	8.25%	\$	10,654.00	

SUNRAY COLLECTIONS (10 YEAR)

Year	Collections	Assuming 8.25%
2015	\$139,426.00	\$ 278,852.00
2014	\$148,337.00	\$ 296,674.00
2013	\$138,735.00	\$ 277,470.00
2012	\$145,060.00	\$ 290,120.00
2011	\$144,103.00	\$ 288,206.00
2010	\$103,405.00	\$ 206,810.00
2009	\$112,951.00	\$ 225,902.00
2008	\$118,869.00	\$ 237,738.00
2007	\$97,342.00	\$ 194,684.00
2006	\$96,180.00	\$ 192,360.00
		\$
Total	\$ 1,244,408.00	2,488,816.00

\$1,250,000

- ▣ Could the economy and infrastructure in Sunray benefited from an infusion of \$937,500 over the last 10 years?
- ▣ Is there street maintenance problems that could have been solved with the infusion of an extra \$312,500?

Vision

- The City of Sunray seeks to be the best small town in the Texas Panhandle while preserving our values, qualities, and culture.

Mission

- To promote and improve our quality of living, enhance our sense of community, and preserve the integrity of our small-town heritage. We are committed to providing an excellence in services for all through constant improvement and determination. We strive to sustain the public trust through open and responsive government, and we encourage public participation from our citizens and businesses.

Core Values

- **Professionalism**
We choose to take pride in our work, communicate effectively, project a positive image, and deliver service at the highest standards every time, in every situation.
- **Accountability**
We accept responsibility and take ownership for our actions.
- **Integrity**
We act ethically, honestly, and lead by example by having our actions reflect our word.
- **Respect**
We choose to treat everyone the way we would like to be treated.

