**304**

**Fiscal Impact Statement**

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| --- | --- |
| ***Department*** | Finance |
| ***Preparer*** | David Clarke |
| ***Contact*** | Finance Director |
| ***Type of Initiative*** | [x]  Legislation | [ ]  Executive Order |
| ***Type of Legislation*** | Ordinance |

**Description of Initiative**

State law requires all municipalities to set this rate yearly.

Ordinance 28 of 2017 changed the due date from April 15th to “the date of the federal income tax return deadline” in Chapter 245. That change was not made to this Chapter, and needs to be.

Further code cleanup and clarification in the legislation:
Removing section about 1981. Was mandatory in 1981 when tax was implemented, is now unnecessary archaic language. Should be done elsewhere in the code as well.
State requires us to set the interest rate every year. That’s why section e is amended every year, including this year. Section d is redundant, and conflicts with the mandatory section e, so should be removed.

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| --- | --- |
| ***Total Cost*** | $ 0 |
| ***Frequency of Expenditure*** | [ ]  One-Time | [ ]  Multi-Year |
| ***Funding Source*** | [ ]  Operating | [ ]  Capital | [ ]  Grant | [ ]  Trust Fund |
| ***Is this item budgeted?*** | [x]  Yes | [ ]  No |

**JDE Account Information**

Home Rule tax deposited into the same accounts as Earned Income Tax
Current year tax deposited into account 107000.41411
Prior Year tax deposited into account 107000.41415
Penalty and interest deposited into account 107000.41418

**Additional Costs**

no cost

**Impact on City Revenue**

Earned income tax deadline delayed by two days. There may be some lost earnings from overnight bank account interest, in an amount under $2,000

**Attachments**

none