CITY OF KETCHUM ORDINANCE NUMBER 1235

AN ORDINANCE OF THE CITY OF KETCHUM, IDAHO, AMENDING ORDINANCE 712, AS PREVIOUSLY AMENDED, WHICH PROVIDES FOR THE IMPOSITION OF LOCAL OPTION TAXES (LOT); PROVIDING FOR A BALLOT; AMENDING KETCHUM MUNICIPAL CODE 3.12.050 TO ADD TO AUTHORIZED USES OF LOT FUNDS AND INCREASING CERTAIN LOT AMOUNTS AND DESIGNATING SUCH INCREASES TO AN AUTHORIZED USE; PROVIDING A SEVERABILITY CLAUSE; PROVIDING FOR PUBLICATION; PROVIDING A REPEALER CLAUSE; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the City of Ketchum is authorized to collect certain local option taxes (LOT) pursuant to Ordinance 712, as amended by Ordinances 1090, 1097, and 1108 (collectively City LOT Ordinance).

WHEREAS, the City of Ketchum has determined it is in the best interests of the public to amend the City LOT Ordinance to add an additional authorized use, Workforce Housing Provision and Support, to the list of purposes for which LOT revenues may be used.

WHEREAS, the City of Ketchum has determined it is in the best interest of the public to increase certain of the current rates of LOT and designate such increases solely to the authorized use of Workforce Housing Provision and Support.

NOW, THEREFORE, BE IT ORDAINED BY THE MAYOR AND THE CITY COUNCIL OF THE CITY OF KETCHUM, IDAHO:

SECTION 1. BALLOT. The following ballot shall be submitted to the registered voters of the City of Ketchum at the May 17, 2022 election and the City LOT Ordinance shall be further amended as provided if that the ballot is approved by sixty percent (60%) of the registered voters that vote on such ballot:

SPECIAL NON-PROPERTY TAX ELECTION

CITY OF KETCHUM STATE OF IDAHO May 17, 2022

Local Option Tax

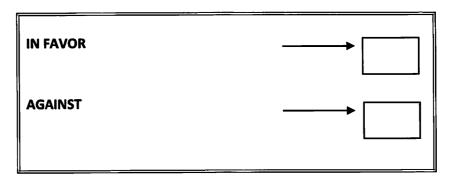
Shall the City of Ketchum support workforce housing by adopting proposed Ordinance No. 1235 to:

1. add "Workforce Housing Provision and Support" to the list of authorized purposes for which local option tax revenues may be used, and

City of Ketchum Ordinance No. 1235

2. increase the local option tax rates in the City of Ketchum by an additional three-quarter percent (0.75%) on retail sales tax, an additional two percent (2%) on hotel-motel room occupancy sales tax including on short term rentals (30 days or less), an additional two percent (2%) on liquor-by-the-drink sales tax, and an additional one percent (1%) on building materials sales tax, excluding materials for workforce housing projects?

The new revenues generated from such additions will <u>solely</u> be used for the purposes of Workforce Housing Provision and Support.



Ordinance No. 1235 was adopted by the Ketchum City Council on March 14, 2022, but will only be effective upon approval of sixty percent (60%) of the registered voters that vote on this ballot.

<u>SECTION 2.</u> Ketchum Municipal Code 3.12.050, is amended as follows if approved by the registered voters of the City of Ketchum pursuant to the ballot designated above:

3.12.050: PURPOSES FOR WHICH THE REVENUES DERIVED FROM NONPROPERTY TAXES SHALL BE USED:

The nonproperty tax revenue derived from and collected under this chapter shall be used for the following purposes:

- A. Municipal transportation.
- B. Open space acquisition and recreation.
- C. Capital improvements: roads, water, sewer, parking, Ore Wagon Museum.
- D. Emergency services: police, fire, ambulance.
- E. City promotion, visitor information and special events.
- F. Property Tax relief.
- G. Direct costs to collect and enforce the tax.
- H. Maintaining and increasing air service to Friedman Memorial Airport
- I. Workforce housing provision and support.

SECTION 3. The City LOT Ordinance is further amended to increase and add the following local option nonproperty tax rates:

- A. An additional three-quarter percent (0.75%) retail sales tax on each sale at retail.
- B. An additional two percent (2%) hotel-motel room occupancy sales tax on receipts from all short-term rental (30 days or less) charges for hotel rooms, motel rooms, condominium units, tourist homes, or other sleeping accommodations or living units.
- C. An additional two percent (2%) liquor-by-the-drink sales tax on all sales at retail of liquor-by-the-drink, including liquor, beer, wine, and all other alcoholic beverages, for consumption on the premises or at event or activity in the City of Ketchum.
- D. An additional one percent (1%) building materials sales tax on building supplies and materials, excluding such supplies and materials for workforce housing projects.
- E. All above-listed additions will solely be used for the authorized use of Workforce Housing Provision and Support.

<u>SECTION 4. SEVERABILITY CLAUSE</u>. If any paragraph, part, section, subsection, sentence, clause or phrase of this Ordinance is for any reason held to be invalid for any reason by a court of competent jurisdiction, such decision shall not affect the validity of the remaining portions of this Ordinance.

SECTION 5. PUBLICATION. This Ordinance shall be published once in the official newspaper of the City.

SECTION 6. REPEALER CLAUSE. All City code sections, ordinances or resolutions or parts thereof, which are in conflict herewith are hereby repealed.

SECTION 6. EFFECTIVE DATE. This Ordinance shall be in full force and effect on July 1, 2022, after voter approval, passage by City Council and Mayor, and publication according to law.

PASSED BY THE CITY COUNCIL OF THE CITY OF KETCHUM, IDAHO, and approved by the Mayor this 14th day of March 2022.

Neil Bradshaw, Mayor

Tara Fenwick

City Clerk