



CITY OF WASHINGTON, ILLINOIS
City Council Agenda Communication

Meeting Date: July 3, 2023

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Agenda Item: Core & Main Sales Tax Sharing Agreement – Payment #1

Explanation: The City Council approved a Sales Tax Sharing Arrangement with Core & Main on February 15, 2021. The agreement provides for a sales tax revenue sharing for each of the first full eight years following the completion of the project. The first of such payments is due for 2023.

The payment is triggered after Core & Main generates \$50,000 in home rule sales taxes at their Washington location. The home rule sales tax is rebated for each additional dollar it generates beyond \$50,000 with a maximum rebate of \$20,000 per year.

Based on sales tax reports that were remitted by Core & Main for 2023 sales, the company has qualified for the payment.

Fiscal Impact: Dependent on the total amount of home rule sales taxes generated.

Staff Recommendation: Recommend approval of the sales tax revenue sharing payment of \$20,000 for 2023.

Action Requested: Approval as part of the Consent Agenda.