

CITY OF SANTA FE, NEW MEXICO
PROPOSED AMENDMENT(S) TO BILL NO. 2020-32
Short-Term Rental Changes

Mayor and Members of the City Council:

I propose the following amendment(s) to Bill No. 2020-32:

1. On page 1, line 21 *strike* “AND”.
2. On page 1, line 23, before the period *insert* “; AND AMENDING SECTION 18-10.4 SFCC 1987 TO DEDICATE A PORTION OF THE MUNICIPAL GROSS RECEIPTS TAX GENERATED FROM THE RENTAL OF SHORT-TERM RENTAL UNITS TO THE AFFORDABLE HOUSING TRUST FUND”.
3. On page 10, line 17, after the period *insert* the following new sentence: “Beginning July 1, 2021, as provided in Section 18-10.4 SFCC 1987, a portion of the gross receipts taxes generated from the rental of short-term rental units within the City of Santa Fe shall be deposited into the affordable housing trust fund, as defined in Section 26.3 SFCC 1987.”
4. On page 22, line 12, *insert* the following new Section:

**“Section 4. Section 18-10.4 of SFCC 1987 (being Ord. No. XXXX-XX, as amended) is amended to read:
18-10.4 Dedication.**

Revenue from the one and one-half percent (1.5%) municipal gross receipts tax will be used for the purpose(s) listed below:

A. Revenue from the first two (2) one-quarter percent (¼%) increments of the municipal gross receipts tax is dedicated for the following purposes:

(1) Annual debt service for municipal gross receipts tax revenue bonds or other bonds for municipal projects issued for the construction, reconstruction, improvements and replacement of city facilities, parks, streets, sidewalks, utilities, and other public works projects including the related equipment and furnishings for the facilities.

(2) If there are proceeds remaining they may be used for:

(a) Construction, reconstruction, improvements, replacement, facility structural maintenance and repair, including related equipment and furnishings for the facilities.

(b) Operating expenditures necessitated by the expansion of services and facilities to the public.

(c) Personnel, operating, contractual, accounting, administration, equipment, vehicles and other costs related to the city's capital improvements program and operations of public works department.

(d) Computer hardware and software.

B. Revenue from the third and fourth one-quarter percent (¼%) increments of the municipal gross receipts tax is dedicated to the general fund, except as limited in Paragraph (E) below.

C. Revenue from the fifth one-quarter percent (¼%) increment of the municipal gross receipts tax is dedicated to the public bus system and quality of life purposes in the following manner:

(1) Finance the acquisition, operation, maintenance and any other expenses necessary for or incidental to the provision of a public bus system. In the event that the public bus system is ever discontinued, the funds allocated pursuant to this paragraph shall be used for general municipal operations and the discontinuance of the

public bus system shall not affect the allocations set out in paragraph (2) below. The governing body shall not discontinue the public bus system until the notice and hearing requirements of subsections 2-2.3A, 2-2.3B, 2-2.4A, 2-2.4D, and 2-2.6 SFCC 1987 have been met.

(2) After satisfying the distribution provided for in paragraph C(1), the remaining proceeds of the gross receipts tax shall be allocated exclusively for the following quality of life purposes: recreational facilities, bike and pedestrian pathways - with a priority given to pathways that connect with bus stops - libraries, and parks. Allocations for these quality of life purposes shall not exceed eleven percent (11%) of the total amount received from the fifth one-quarter percent (¼%) increment of the gross receipts tax, except that any amount unspent for quality of life purposes shall be used for general municipal operations.

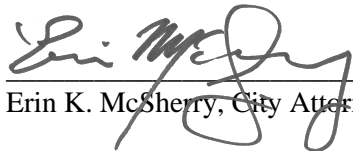
D. ~~[Dedication.]~~ Revenue from the sixth one-quarter percent (¼%) of the municipal gross receipts tax is dedicated to the general fund of the municipality, except as limited in Paragraph (E) below.

(E) Beginning July 1, 2021, the amount of municipal gross receipts tax estimated to be generated from the rental of short-term rental units within the city of Santa Fe, which would have been dedicated to the general fund pursuant to Paragraphs (B) and (D) above, shall be dedicated to the affordable housing trust fund as defined in Section 26.3 SFCC 1987.”

Respectfully submitted,

JoAnne Vigil Coppler, Councilor

Approved as to Form:



Erin K. McSherry, City Attorney

ADOPTED: _____

NOT ADOPTED: _____

DATE: _____

Yolanda Y. Vigil, City Clerk