



**Saint Paul Minnesota**  
*The most livable city in America*

# **Sales Tax Area Revitalization STAR**

Office of Financial Services  
October 24, 2018

# What is STAR?

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- Local option ½ cent sales tax in Saint Paul - 1993
  - Civic Center (expansion)
  - Neighborhood and Cultural Capital Projects
- Amended 6 times
  - 1997, 1998, 2003, 2005, 2009, and 2013
- 2013 (Current Law)
  - Expires in 2042
  - Capital Projects
    - RiverCentre
    - Neighborhood STAR
    - Economic Development
  - 10% Cultural
    - Capital and Operating

# Mayor's Proposed 2019 STAR Budget

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- 2019 STAR Revenues
  - 2019 sales tax - \$18,000,000
  - 2018 sales tax above budget – \$400,000
  - 2017 sales tax above budget - \$711,280
  - Loan repayments and interest - \$546,722
  - Total sales tax budget - \$19,658,002
- 2019 STAR Spending
  - Neighborhood STAR - \$9,394,234
  - Cultural STAR - \$1,913,616
  - RiverCentre - \$3,350,000
  - Economic Development - \$5,000,152

## 2019 SALES TAX REVENUES

(updated 10/24/2018)

Line #		Neighborhood STAR Budget	Cultural STAR Budget	RiverCentre Budget	Economic Development Budget	Totals Budget
1	2019 Sales Tax Revenue Base	\$8,850,000	\$1,800,000	\$3,350,000	\$4,000,000	\$18,000,000
2	Sales Tax Above 2019 Base Budget	\$425,000	\$75,000	\$250,000	\$0	\$750,000
3	Sales Tax Above 2018 Budget	\$0	\$40,000	\$0	\$360,000	\$400,000
4	Sales Tax Above 2018 Base Budget	\$0	\$0	\$0	\$0	\$0
5	Sales Tax Above 2017 Budget	\$0	\$71,128	\$0	\$640,152	\$711,280
6	Loan Repayments	\$464,234	\$2,488	\$0	\$0	\$466,722
7	Interest Earnings - Sales Tax Revenue	\$80,000	\$0	\$0	\$0	\$80,000
8	<b>STAR Subtotal:</b>	<b>\$9,819,234</b>	<b>\$1,988,616</b>	<b>\$3,600,000</b>	<b>\$5,000,152</b>	<b>\$20,408,002</b>

## 2018 SALES TAX SPENDING

	Neighborhood STAR Budget	Cultural STAR Budget	RiverCentre Budget	Economic Development Budget	Totals Budget
9	Neighborhood STAR program ( <b>\$1.5M for Cultural Destinations</b> )	\$2,554,234			\$2,554,234
10	Neighborhood STAR Program Additional	\$425,000			\$425,000
11	Investment Services	\$15,000			\$15,000
12	Transfer to General Debt Service Budget	\$3,500,000			\$3,500,000
13	Sales Tax Inflation - City Projects			\$500,000	\$500,000
14	2016 Refinancing Bonds Debt Service	\$1,800,000			\$1,800,000
15	Cultural STAR Program		\$1,338,616		\$1,338,616
16	Cultural STAR Program Additional		\$75,000		\$75,000
17	Cultural STAR for Library Materials		\$175,000		\$175,000
18	Cultural STAR for Children's Museum		\$300,000		\$300,000
19	Events for Neighborhood Cultural Orgs in Downtown		\$100,000		\$100,000
20	RiverCentre Complex Debt Service			\$2,300,000	\$2,300,000
21	RCVA Pay-go Funding			\$1,050,000	\$1,050,000
22	RCVA STAR Additional			\$250,000	\$250,000
23	2014 Economic Development Bond Debt Service				\$2,500,000
24	Pay-go Economic Development				\$1,000,000
25	Housing Trust Fund				\$1,000,152
26	City Capital Project Activity	\$1,525,000			\$1,525,000
27	<b>STAR Subtotal:</b>	<b>\$9,819,234</b>	<b>\$1,988,616</b>	<b>\$3,600,000</b>	<b>\$5,000,152</b>
					<b>\$20,408,002</b>

\*Items highlighted in blue are changes from the Mayor's Proposed Budget