

This PDF contains summary information following the June 3 Friday Focus discussion. The language included below is draft in nature as of July 14, 2022 and does not reflect action of or by City Council.

This document is provided for review to inform future conversations in consideration of Council action. Footnotes and line numbers are added to aid in discussion and will not be included in any final language.

1 SHALL CITY OF CENTENNIAL TAXES BE INCREASED ANNUALLY BY \$1,500,000 IN THE
2 FIRST FULL FISCAL YEAR OF COLLECTION COMMENCING JANUARY 1, 2023, AND BY
3 WHATEVER AMOUNT IS RAISED ANNUALLY THEREAFTER, BY THE IMPOSITION OF A
4 LODGING TAX AT THE RATE OF FIVE PERCENT (5.0%)¹ ON THE RENTAL FEE, PRICE, OR
5 OTHER CONSIDERATION PAID OR CHARGED FOR SHORT-TERM RENTAL (LESS THAN 30
6 CONSECUTIVE DAYS) OF ANY ROOM, RESIDENCE, ACCOMMODATION, OR SPACE IN ANY
7 HOTEL, INN, BED AND BREAKFAST, OR ANY OTHER PLACE THAT PROVIDES SLEEPING
8 ROOMS, SLEEPING FACILITIES, OR ACCOMMODATIONS FOR CONSIDERATION LOCATED
9 WITHIN THE CITY², WITH THE REVENUES OF SUCH TAX TO BE SPENT ON PROJECTS AND
10 SERVICES ADDRESSING VISITOR IMPACTS IN THE AREAS OF PUBLIC SAFETY AND ANY
11 OTHER LAWFUL MUNICIPAL PURPOSE³, AND SHALL ALL REVENUES FROM SUCH TAXES
12 AND ANY EARNINGS THEREON BE COLLECTED, RETAINED AND SPENT AS A VOTER-
13 APPROVED REVENUE CHANGE WITHOUT LIMITATION OR CONDITION CONTAINED IN
14 ARTICLE X SECTION 20 OF THE COLORADO CONSTITUTION OR ANY OTHER LAW?

¹ A rate of 5.0% was included for further review. The percentage is directly related to the revenue to be collected (highlight in line 1). Estimated revenue generation in the first year at a tax rate of 5.0% is \$1.5 million.

² Staff reviewed language on the phrasing of the taxable services based on feedback regarding short-term rentals from the June 3 Friday Focus.

Changes to this section correspond with the definition of *Lodging Services* in Centennial Municipal Code Sec. 4-1-30 as included below:

Lodging Services means the provision or facilitation of provision of any rooms or accommodations by any person, partnership, association, corporation, estate, representative capacity or any other combination of individuals by whatever name known to a person who, for consideration including barter, trade or timesharing uses, possesses or has the right to use or possess any room or other accommodation, including but not limited to a hotel, inn, bed and breakfast, apartment, single family residence, lodging house, condominium, motor hotel, guesthouse, guest ranch, trailer coach, mobile home, auto camp, trailer court and park, any portion of a dwelling unit or other area which accommodates a guest, or similar establishment, for a period of less than thirty consecutive days under any rental agreement, sharing or trade agreement, concession, permit, right of access, License to use, or other agreement.

³ Staff removed road improvements and maintenance as an identified use based on Council feedback. Discussion at the June 3 Friday Focus included feedback on prioritizing public safety and de-emphasizing transportation-related funding.