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# Marijuana Sales Tax Quarterly Report



**Information for July 1, 2024 through February 28, 2025**

## Background Information

On April 4, 2023, Independence residents voted yes to a local Recreational Marijuana Sales Tax. The tax collected would be a 3% local sales tax on recreational marijuana purchases made within the Independence city limits. The sales tax funds collected are to be used for the needs of the Police, Fire, Dispatch, and Emergency Preparedness Departments within the City.

## 24/25 FISCAL YEAR - Revenue

<b>Beginning 2024/25 FY Unassigned Fund Balance:</b>	<b>\$ 277,076</b>
*Sales Tax Collected through 2/28/25:	\$ 639,150 <i>(FY 24/25 Projection: \$900,000)</i>
Investments & Other Income:	<u>13,532</u>
Total Revenue for FY 24/25:	\$ 652,682
<b>Total Overall Revenue:</b>	<b>\$ 929,758</b>

## Expenditures for July 2024 – February 2025

Public Safety:	\$ 0.00
Community Development:	\$ <u>102.00</u>
Total to date:	\$ 102.00

The only expense charged to this fund so far this fiscal year is \$102.00, which is the amount of Investment Advisor Fees that have been charged to this tax. (Each month, the fees for investment services and earnings are pro-rated to various city funds based on the same percentage used to allocate out the funds that have been invested.)

### Current Fund Balance

FY 24/25 Revenue Total:	\$ 929,758
FY 24/25 Expenditures Total:	\$ <u>102</u>
<b>FY 24/25 Unassigned Fund Balance:</b>	<b>\$ 929,656</b>

*Future Budgeted "Transfers Out" for FY 24/25:	<b><u>(\$ 900,000)</u></b>
<b>Updated Fund Balance with upcoming transfer:</b>	<b>\$ 29,656</b>

\* The current unassigned fund balance plus the remaining projected revenue for the fiscal year (up to \$900,000) will be transferred to the Police Improvement Fund to cover expenses related to the Justice Center Project.

**CITY OF INDEPENDENCE, MISSOURI**  
**Budgetary Comparison Schedule**  
**Marijuana Sales Tax Fund**  
**For the period ended February 28, 2025**

	Budgeted Amounts		Actual Amounts (Budget Basis)	Variance with Final Budget	Percent Actual 66.67% of Year	Percent From Budget
	Original	Amended				
<b>Revenues:</b>						
Sales Taxes	\$ 900,000	900,000	639,150	(260,850)	71.02%	4.35%
Use Tax	—	—	—	—	0.00%	-66.67%
Investment Income (Loss)	—	—	13,532	13,532	0.00%	-66.67%
Other Revenue	—	—	—	—	0.00%	-66.67%
<b>Total Revenues</b>	<b>900,000</b>	<b>900,000</b>	<b>652,682</b>	<b>(247,318)</b>	<b>72.52%</b>	<b>5.85%</b>
<b>Expenditures:</b>						
Public Safety	—	—	—	—	0.00%	-66.67%
Community Development	—	—	102	(102)	0.00%	-66.67%
Capital outlay	—	—	—	—	0.00%	-66.67%
Debt Service	—	—	—	—	0.00%	-66.67%
<b>Total Expenditures</b>	<b>—</b>	<b>—</b>	<b>102</b>	<b>(102)</b>	<b>0.00%</b>	<b>-66.67%</b>
<b>Other Financing Uses:</b>						
Transfers Out/Capital Outlay	900,000	900,000	—	900,000	0.00%	-66.67%
<b>Total Other Financing Uses</b>	<b>900,000</b>	<b>900,000</b>	<b>—</b>	<b>900,000</b>	<b>0.00%</b>	<b>-66.67%</b>
<b>Total Expenditures and Other Financing Uses</b>	<b>900,000</b>	<b>900,000</b>	<b>102</b>	<b>899,898</b>	<b>0.01%</b>	<b>-66.66%</b>
<b>Excess of Revenues Over (Under) Expenditures and Other Financing Uses</b>	<b>\$ —</b>	<b>—</b>	<b>652,580</b>	<b>652,580</b>		
<b>Unassigned Fund Balance at Beginning of Year</b>			<b>277,076</b>			
Cancellation of Prior Year Encumbrances			—			
Change in Other Fund Balance Components During the Year			—			
Year-end investment market value adjustment			—			
<b>Ending Unassigned Fund Balance, 02/28/25</b>			<b>929,656</b>			
<b>Other Fund Balance Components:</b>						
Restricted - Current Year Encumbrances			—			
Restricted - Prior Year Encumbrances			—			
<b>Total Fund Balance</b>			<b>\$ 929,656</b>			