



# City Manager Report

## The City of OKLAHOMA CITY

**NO: 2116**

**DATE: AUGUST 27, 2024**

**TO: THE MAYOR and MEMBERS OF THE CITY COUNCIL**

**SUBJECT: JULY 2023 - JUNE 2024 REVENUE ENFORCEMENT PROGRAM**

Additional revenue for the City resulting from the Revenue Enforcement program for fiscal year 2024 is \$1,632,540.

The City Treasurer's Office actively pursues revenue enforcement activities through internal staff efforts as well as third party auditors to further enforce sales, use and other tax compliance. As a result of an audit completed by the City Auditor's Office, the City began pursuing revenue compliance in 2001. Since that time, the City has gained approximately \$31.7 million in additional revenue. The revenue compliance programs currently administered by the City Treasurer's Office are as follows:

### **Independent Audit Program**

**\$553,973 in additional revenue for the City**

The independent audit program provides the City with the capability to perform sales and use tax audits in addition to those pursued by the Tax Commission. All audits are conducted in accordance with OTC standards and each contracted auditor is appointed as an authorized agent of the Tax Commission. There is currently one authorized independent auditor for the state, which can be used to conduct independent audits on behalf of the OTC.

### **Hotel Collections**

**\$827,829 in additional revenue for the City**

Each hotel tax report received by the City Treasurer's office is reviewed for validity by City staff. Enhanced revenue is generated by identifying erroneous exemptions, delinquent payments, and providing notices to hotel operators that additional payment is required.

### **Additional Collections**

**\$250,738 in additional revenue for the City**

We received incremental Hotel and Sales Tax revenue in the second part of the year, resulting from a Voluntary Collection Agreement with a homesharing marketplace provider, approved by council last fiscal year.

Staff is available should you have questions or require additional information.

A handwritten signature in black ink, appearing to read "C. Freeman".

Craig Freeman  
City Manager