

*City Of Alexandria, Virginia*

**MEMORANDUM**

DATE: MAY 2, 2008

TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL

FROM: JAMES K. HARTMANN, CITY MANAGER

SUBJECT: BUDGET MEMO # 129 : TRANSIENT OCCUPANCY TAX INCREASE

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Mayor Euille requested a budget memo on the value of a further increase in the Transient Occupancy Tax rate. The tentative Add/Delete consensus included a 1% increase which was valued at \$1.6 million. The additional revenue amounts of increasing it above 1% are below.

<b>Increase</b>	<b>New Revenue</b>
0.25%	\$0.4 million
0.50%	\$0.8 million
1.00%	\$1.6 million