## **RESOLUTION NO.**

## RESOLUTION OF THE CITY COUNCIL OF THE CITY OF UNION CITY AUTHORIZING THE MAYOR TO APPOINT TWO COUNCILMEMBERS TO AN AD HOC SUBCOMMITTEE TO EVALUATE AND PROVIDE RECOMMENDATIONS ON THE PLACEMENT OF POTENTIAL TAX MEASURES, INCLUDING A BUSINESS LICENSE TAX AND EXTENSION OF THE ONE-HALF CENT SALES TAX

WHEREAS, Goal A of the Strategic Plan focuses on fiscal stability and sustainability;

**WHEREAS**, the Strategic Plan calls for the City to develop a comprehensive fiscal sustainability model to address the General Fund's long-term structural deficit; and

WHEREAS, the voter approved one-half cent sales tax will expire in April 2025, and

**WHEREAS,** the Strategic Plan calls for the City Council to study and prepare for placement of a revenue measure for November 2022 election that addresses the expiration of the half-cent sales tax; or, prepare for a \$6 million in service cuts; and

**WHEREAS,** Strategic Plan further call for the City Council to study the benefits and opportunities to update the City's business license tax for voter consideration; and

**WHEREAS,** the Economic Development Advisory Team (EDAT) recommended to the City Council to consider updating the business license tax structure; and

**WHEREAS**, the City Council accepted EDAT's recommendation to consider updating the business license tax and authorized staff to engage consultants to survey the community and provide recommendations on the type of measure or measures to place on the November 2022 ballot for voter consideration; and

WHEREAS, the City Council adopted Resolution 5879-22 January 11, 2022, that authorized entering into an agreement with Godbe Research and TBWBH Props and Measures to provide professional services and a community survey regarding future tax measures including a business license tax and extension of the existing one-half cent sales tax; and

**WHEREAS**, the proposed Ad Hoc Subcommittee will work with staff and the consulting team to analyze potential tax measures, and to survey voter attitudes on potential tax measures, and to make recommendations to the City Council.

**NOW, THEREFORE, BE IT RESOLVED** that the City Council of the City of Union City hereby authorizes the Mayor to appoint two (2) Councilmembers to an Ad Hoc Subcommittee to evaluate and provide recommendations on the placement of potential tax measures including a business license tax and extension of the one-half cent sales tax.