Agenda Item 7 b.

Resolution Authorizing Mayor to Appoint an Ad Hoc Subcommittee to Evaluate and Provide Recommendations on Potential Tax Measures

January 25,2022



Ad Hoc Subcommittee Potential Tax Measures – January 25, 2022 **Strategic Plan Consistency**

Goal A, New Strategies 1 and 3:

- 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 \$6 million in cuts
- Study the benefits and opportunities to update the City's business license tax for voter consideration



Background

Resolution 5879-22 authorized:

 Entering into agreement with Godbe Research and TBWBH Props and Measures



Discussion

Ad Hoc Subcommittee:

- Understand potential fiscal impact of each
 potential tax measure
- Review the proposed community survey
- Understand voter attitude toward each type of tax measure
- Report to City Council on findings



Ad Hoc Subcommittee report in Spring:

- Survey results
- Recommendation on type and timing of measure(s) to place on ballot
- Outreach and Education



With Council direction:

- City Attorney would prepare Resolution to place measure or measures on ballot
- City Council consider Resolution July 12 or July 26, 2022
- City Clerk required to notify Registrar of Voters by August 12, 2022, of City Council actions



Fiscal Impact

Appointment of an Ad Hoc Subcommittee will not impact the General Fund



Recommendation

Adopt a Resolution 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