

City of Piedmont
COUNCIL AGENDA REPORT

DATE: October 16, 2023

TO: Mayor and Councilmembers

FROM: Rosanna Bayon Moore, City Administrator

SUBJECT: Budget Advisory & Financial Planning Committee Report Regarding the Municipal Services Special Tax; Consideration of Direction to Staff to Prepare Renewal of Municipal Services Special Tax with CPI or 4% Increase (whichever is less) and Removal of Sunset Clause

RECOMMENDATION

Receive the Budget Advisory & Financial Planning Committee Report regarding the Municipal Services Special Tax, consider renewal at CPI or 4% whichever is less and removal of the sunset clause, provide staff with direction regarding next steps.

BACKGROUND

Per the City of Piedmont Charter, the Budget Advisory & Financial Planning Committee has analyzed the financial condition of the City and its long-term projections. The Committee has also examined the potential renewal of the Municipal Services Special Tax, commonly referred to as “the parcel tax,” including rate of the levy and its duration. Substantial justification for an extension of the parcel tax is presented in the report, in addition to the identification of other vehicles to increase revenue generation.

Making the parcel tax permanent ensures a reliable funding source for address of basic community needs and positions the City to pursue long range priorities in a more effective and strategic manner.

FISCAL IMPACT

Estimated at \$2,622,000 in FY 2023-24 and set to expire on June 30,2025.

CITY ATTORNEY REVIEW

The City Attorney has reviewed the staff report.

ATTACHMENTS

- A: 2023 Budget Advisory & Financial Planning Committee Report Regarding the Municipal Service Special Tax