



Legislation Details (With Text)

File #:	20-066	Version:	1	Name:	
Type:	Consent Item	Status:	Passed		
File created:	1/27/2020	In control:	City Council/Public Finance and Economic Development Authority/Parking Authority/Successor Agency to the Redevelopment Agency		
On agenda:	2/3/2020	Final action:	2/3/2020		
Title:	SUBJECT: Second Reading and Final Adoption of an Ordinance Adding the “Tax Transparency Commission” to the Merced Municipal Code to Consolidate all Current and Future Tax Oversight Committees Into One Oversight Commission				
	REPORT IN BRIEF Second Reading and final adoption of an ordinance to consolidate all current and future tax measure oversight commissions into a single commission.				
	RECOMMENDATION City Council - Adopt a motion adopting Ordinance 2510, an ordinance of the City Council of the City of Merced, California, adding chapter 2.56, “Tax Transparency Commission,” to the Merced Municipal Code.				
Sponsors:					
Indexes:					
Code sections:					
Attachments:	1. Ordinance 2510.pdf				

Date	Ver.	Action By	Action	Result
2/3/2020	1	City Council/Public Finance and Economic Development Authority/Parking Authority/Successor Agency to the Redevelopment Agency	approved	Pass

Report Prepared by: John Tresidder, Assistant City Clerk, City Clerk's Office

SUBJECT: Second Reading and Final Adoption of an Ordinance Adding the "Tax Transparency Commission" to the Merced Municipal Code to Consolidate all Current and Future Tax Oversight Committees Into One Oversight Commission

REPORT IN BRIEF

Second Reading and final adoption of an ordinance to consolidate all current and future tax measure oversight commissions into a single commission.

RECOMMENDATION

City Council - Adopt a motion adopting **Ordinance 2510**, an ordinance of the City Council of the City of Merced, California, adding chapter 2.56, "Tax Transparency Commission," to the Merced Municipal Code.

ALTERNATIVES

1. Adopt as recommended by staff; or,
2. Adopt with amendments (specify in motion); or,
3. Continue to a future meeting; or,
4. Deny

AUTHORITY

City of Merced Charter, Section 200, Section 405, Section 413, and Section 700.

CITY COUNCIL PRIORITIES

Aligns with City Council priority for governmental transparency.

DISCUSSION

In November of 2005, a tax measure to fund Police and Fire personnel, as well as road projects and repairs (Measure C), was adopted by the electorate of the City of Merced. A stipulation of the ordinance is that an independent oversight committee be formed to review tax revenue and to ensure the money is being used as the ordinance intended.

In June of 2018, a special tax measure was adopted by the electorate in order to tax legalized cannabis businesses that operate in the City of Merced (Measure Y). The tax is meant to supplement funding for the Recreation and Parks Department, the Police Department and the Fire Department. The adopted ordinance, like Measure C, requires a committee be formed to review revenue and expenditures and make recommendations to the City Council.

Over the past several years, the Citizens Oversight Measure C Committee has experienced a high turnover rate in membership, with many departing members stating that, while they still review the tax revenue, the expenditures are mostly used for personnel in both Fire and Police, which does not leave any room for new recommendations to the Council. With that statement in mind, staff approached the Measure C Committee with the idea of combining their current oversight with the oversight of the Measure Y revenues in order to inject new life and purpose into the committee and garner new interest in applying to serve on the oversight committee. The idea was well received and the Measure C Committee directed staff to recommend this direction to the City Council.

At the City Council meeting of August 20, 2018, staff presented the recommendation of the Measure C Committee for discussion. The City Council agreed that the combining of these two committees would be beneficial to the recruitment and retention of individuals to serve on the oversight committee.

Attached is the draft ordinance creating the Tax Transparency Commission, which is the first step in the combining of the current committees. Over the coming meetings, staff will bring an additional ordinance to amend sections of both the Measure C Committee and the Measure Y Committee, in order to link them to the Tax Transparency Commission.

IMPACT ON CITY RESOURCES

N/A

ATTACHMENTS

1. Draft Ordinance