

MEETING DATE:

05/12/14

AGENDA ITEM:

Receive and File Measure Y Status Report from Finance Advisory Committee.

ATTACHMENTS

1. Measure Y Status Report

1

FROM: The Finance Advisory Committee (FAC)

TO: City Council

DATE: April 9, 2014

CITY OF CULVER CITY

Measure-Y Sales Tax

Status Report I

April 1, 2013 –
March 31, 2014

The purpose of this report is to provide the Council and residents with a status update on Measure-Y revenue activity that occurred in the City through March 2014. This report captures the first full year of Measure Y sales tax collections.

MEASURE-Y IN BRIEF

Measure-Y is a voter-approved one-half percent transaction and use tax adopted to maintain City of Culver City critical services. With the exception of certain goods sold to operators of common carrier aircraft, the transactions and use tax is imposed on the same goods and merchandise as the local sales and use tax. The 10-year measure received overwhelming voter approval in November 2012 and went into effect April 2013 to provide necessary resources to resolve the City's structural deficit issues and continue services at existing levels. Measure-Y contains a sunset provision, forcing the measure to expire on March 31, 2023 if not reauthorized by voters.

YEAR-TO-DATE MEASURE-Y REVENUES

It is estimated that Measure-Y will generate approximately \$7.8 million for Fiscal Year 2013-14 or 8.5% of total operating revenues. Measure-Y funds are budgeted as part of the annual budget approval process by the City Council. Funds received are deposited into the City's General Fund and allocated to sustain general municipal functions.

Cumulatively, a total of \$6.6 million in revenues has been raised since the measure's implementation. Approximately \$5.4 million has been receipted in FY2013-14 as of the close of March.

