



CITY OF ORLAND STAFF REPORT

MEETING DATE: January 7, 2025

TO: Honorable Mayor and Council

FROM: Rebecca Webster, Assistant City Manager/Director of Administrative Services

SUBJECT: “Measure A” Sales Tax – Annual Report

Council will review staff’s Measure A report for fiscal year 2022-23.

BACKGROUND:

Passed by voters in November 2016, Measure A provides additional funding for public safety, with priority (the first \$300,000) to Fire Department capital equipment needs. City officials promised voters that an annual report would be published showing the amount of funds received and how the funds were spent. The report is reviewed and approved by Council as part of the close-out of the fiscal year (July 2023 – June 2024).

Revenue is raised through a local ½¢ sales tax. The tax was implemented at retail transactions starting April 1, 2017. FY23-24 marks the seventh full fiscal year of Measure A. Revenue in excess of expenditures in any one fiscal year is accrued as a reserve in the fund, then available for use in years in which planned or [potential] emergency expenditures exceed that year’s revenues.

ANALYSIS:

The report summarizes the fiscal year’s activity, showing actual revenues compared to actual expenditures. The budget forecasted \$1,500,000 in revenue from taxes. In fact, \$1,318,136 was received from taxes, and an additional \$52,002 in interest earnings was realized, bringing total Measure A revenues to \$1,370,138. Revenue for the 2023-2024 fiscal year fell short of projections; however, departments effectively managed resources to advance and complete the majority of planned projects.

	<u>Originally Budgeted</u>	<u>Actual Expenditure</u>
Fire Department:	\$842,000	\$678,124
Police Department:	\$605,000	\$436,462
Public Works Department:	\$143,000	\$ 31,322

Staff seeks Council acceptance of the report. Once accepted by Council, the Measure A report will be published to the community and available online at the City website.

Attachment: Proposed "Measure A" Public Safety Sales Tax Report FY23-24

RECOMMENDATION:

Accept the proposed "Measure A" Public Safety Sales Tax Annual Report for FY23-24.

FISCAL IMPACT OF RECOMMENDATION:

None.