



RESOLUTION NO. 1678-2026
A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF RIO DELL
AUTHORIZING EXAMINATION OF SALES OR TRANSACTIONS AND USE TAX
RECORDS

WHEREAS, pursuant to Ordinance Number 104, the City of Rio Dell ("City") entered into a contract with the California Department of Tax and Fee Administration ("Department") to perform all functions incident to the administration and collection of sales and use taxes; and

WHEREAS, pursuant to Ordinance Number 394-2022 and Revenue and Taxation Code section 7270, the City entered into a contract with the Department to perform all functions incident to the administration and collection of the City's 2025 Transactions and Use Tax; and

WHEREAS, the City Council of the City of Rio Dell deems it desirable and necessary for authorized officers, employees and representatives of the City to examine confidential sales or transactions and use tax records of the Department pertaining to sales or transactions and use taxes collected by the Department for the City pursuant to those contracts; and

WHEREAS, Section 7056 of the California Revenue and Taxation Code sets forth certain requirements and conditions for the disclosure of Department records, and Section 7056.5 of the California Revenue and Taxation Code establishes criminal penalties for the unlawful disclosure of information contained in, or derived from, the sales or transactions and use tax records of the Department.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF RIO DELL HEREBY RESOLVES AS FOLLOWS:

Section 1. That the Finance Director and the City Manager, or other officer or employee of the City designated in writing by the City Manager to the California Department of Tax and Fee Administration, is hereby appointed to represent the City with authority to examine sales or transactions and use tax records of the Department pertaining to sales or transactions and use taxes collected for the City by the Department pursuant to the contracts between the City and the Department.

Section 2. The information obtained by examination of Department records shall be used only for purposes related to the collection of City sales or transactions and use taxes by the Department pursuant to those contracts, and for purposes related to the following governmental functions of the City:

- (a) Budget Planning and Revenue Forecasting
- (b) Economic Development
- (c) Community Development

(d) Business License Administration

The information obtained by examination of Department records shall be used only for those governmental functions of the City listed above.

Section 3. That Hinderliter de Llamas and Associates (HdL), located at 120 S. State College Boulevard, Suite 200, Brea, California 92821, is hereby designated to examine the sales or transactions and use tax records of the Department pertaining to sales or transactions and use taxes collected for the City by the Department. The person or entity designated by this section meets all of the following conditions, which are also included in the contract between the City and HdL:

- a) has an existing contract with the City to examine those sales or transactions and use tax records;
- b) is required by that contract to disclose information contained in, or derived from, those sales or transactions and use tax records only to the officer or employee authorized under Section 1 of this resolution to examine the information;
- c) is prohibited by that contract from performing consulting services for a retailer during the term of that contract;
- d) is prohibited by that contract from retaining the information contained in, or derived from, those sales or transactions and use tax records after that contract has expired.

BE IT FURTHER RESOLVED that the information obtained by examination of Department records shall be used only for purposes related to the collection of City sales or transactions and use taxes by the Department pursuant to the contracts between the City and the Department, and for those purposes relating to the governmental functions of the City listed in Section 2 of this resolution.

Section 4. That this resolution supersedes all prior resolutions of the City Council of the City of Rio Dell adopted pursuant to subdivision (b) of Revenue and Taxation Code section 7056, including Resolution No. 1672-2026.

PASSED AND ADOPTED by the City of Rio Dell on this 21st day of July 2026

Ayes:
Noes:
Abstain:
Absent:

Debra L. Garnes, Mayor

ATTEST:

Jessica Hill, City Clerk