TO:	City Council
FROM:	Troy Niemeyer, Finance Director
DATE:	May 21, 2024
SUBJECT:	Ordinance No. O2024-003 Establishing a new fund "Public Safety Sales Tax"

## 1) <u>Recommended Action</u>:

Adopt Ordinance No. O2024-003 to establish a new fund for the new Public Safety Sales Tax.

The General Government Committee recommended this item be placed on the consent calendar at its regular meeting on May 8, 2024.

## 2) <u>Background</u>:

In November 2023 Thurston County voters passed Proposition 1, a ballot initiative that imposed a 0.2% sales tax on all taxable sales in Thurston County. The funds are restricted by law to be used for public safety purposes. Accounting for the money in a separate fund helps to ensure compliance with state law and transparency to the public for this new revenue stream.

# 3) Policy Support:

Be fiscally responsible and develop sustainable financial strategies.

# 4) <u>Alternatives</u>:

Do not approve the new fund. However, that is not a fiscally responsible alternative.

# 5) Fiscal Notes:

There is no cost to establish this fund.

# 6) <u>Attachments</u>:

A. Ordinance No. O2024-003.