



Department Source: Law

To: City Council

From: City Manager & Staff

Council Meeting Date: August 19, 2024

Re: Reimposing the Capital Improvements Sales Tax (CIST)

Executive Summary

An ordinance has been prepared to extend the capital improvements sales tax (CIST) approved by the voters on August 6, 2024.

Discussion

On August 6, 2024, the voters approved an extension of the CIST for a period of ten (10) years by a vote of 14,086 in favor and 5,696 against Proposition 1. An ordinance has been prepared that would extend the sales tax as approved by the voters to fund various projects to improve city streets and sidewalks; construct, maintain and equip police and fire facilities; and replace major capital assets (fire trucks and other equipment).

Fiscal Impact

Short-Term Impact: The CIST is anticipated to provide \$16,000,000 in revenue for fiscal years 2026 and 2027.

Long-Term Impact: The CIST is anticipated to provide \$67,000,000 in revenue for fiscal years 2028 through 2035.

Strategic & Comprehensive Plan Impact

Strategic Plan Impacts:

Primary Impact: Organizational Excellence, Secondary Impact: Reliable and Sustainable Infrastructure, Tertiary Impact: Safe Community

Comprehensive Plan Impacts:

Primary Impact: Infrastructure, Secondary Impact: Mobility, Connectivity, and Accessibility, Tertiary Impact: Livable & Sustainable Communities

Legislative History

Date	Action
05/20/2024	B96-24 (Ordinance No. 025656): Calling a special election to be held on Tuesday, August 6, 2024, on the question whether to extend the one-fourth of one percent capital improvements sales tax.
1991 – 2015	The capital improvements sales tax was originally approved by the voters in 1991 with subsequent voter authorized extensions in 1995, 1999, 2005, and 2015.

Suggested Council Action

Passage of the ordinance.