
City of Calabasas Public Safety / City Services Measure

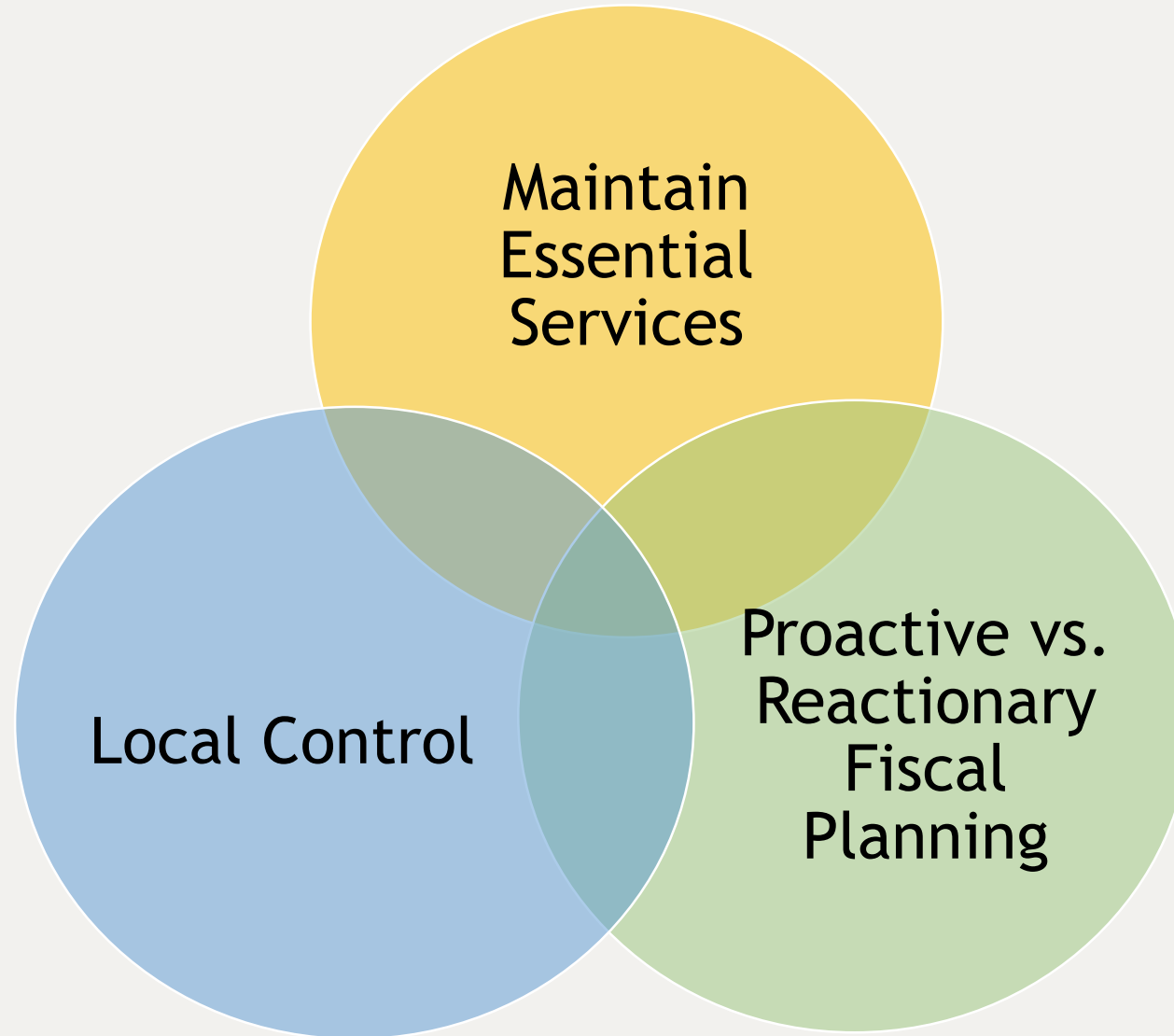
City Council Presentation

June 26, 2024



CITY *of* CALABASAS

Purpose of a Sales Tax Measure



Maintaining Essential Services

REVENUE FROM THE MEASURE WILL STAY IN CALABASAS

The locally controlled revenue generated from this Measure will maintain and protect the City's existing quality of life services and will allow for the City to begin addressing critical needs that, over time, will become more expensive.



Public Safety: 911 emergency response, increased patrols and security measures to deter criminals from accessing homes via open space.



Streets & Sidewalks: Repairing and maintaining local streets, potholes, and sidewalks.



Parks & Community Protection: Maintaining clean and safe parks and protecting open space/natural areas.



Fire Protection: Preparing for/responding to wildfires and natural disasters.



Addressing Homelessness: Homeless intervention and mental health services.

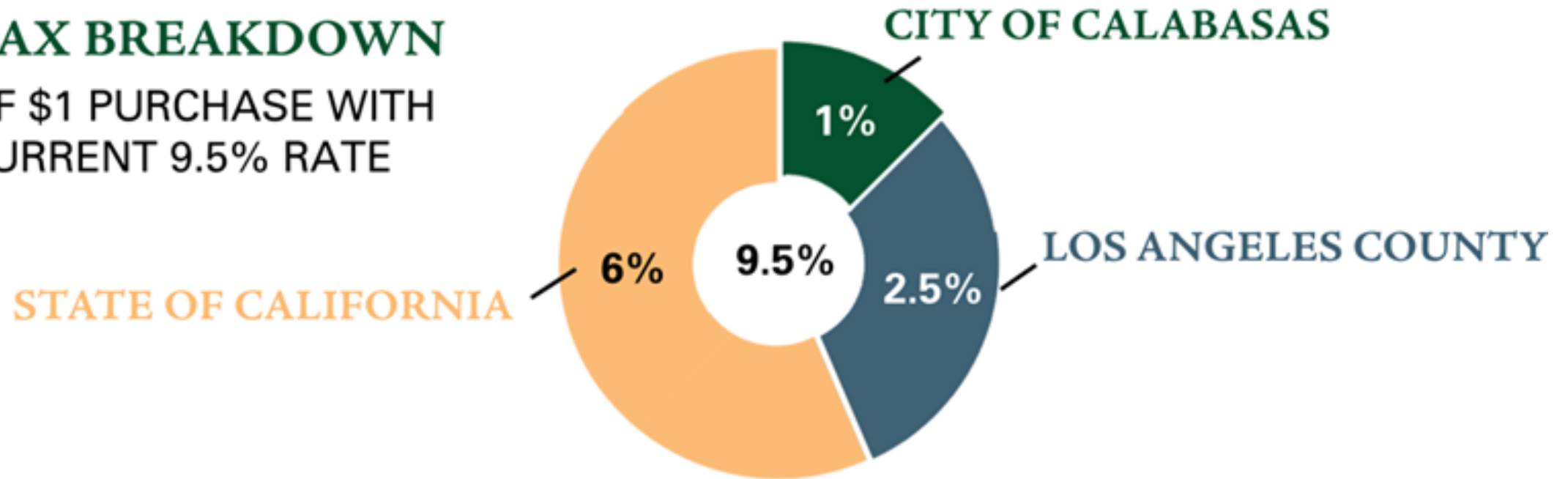


Programs & Services: Maintaining senior and youth programs and services.

Sales Tax Overview

BREAKDOWN OF YOUR CURRENT SALES TAX

TAX BREAKDOWN
OF \$1 PURCHASE WITH
CURRENT 9.5% RATE



Sales Tax Overview

CALABASAS

\$7.5M

STATE

\$45M

LA COUNTY

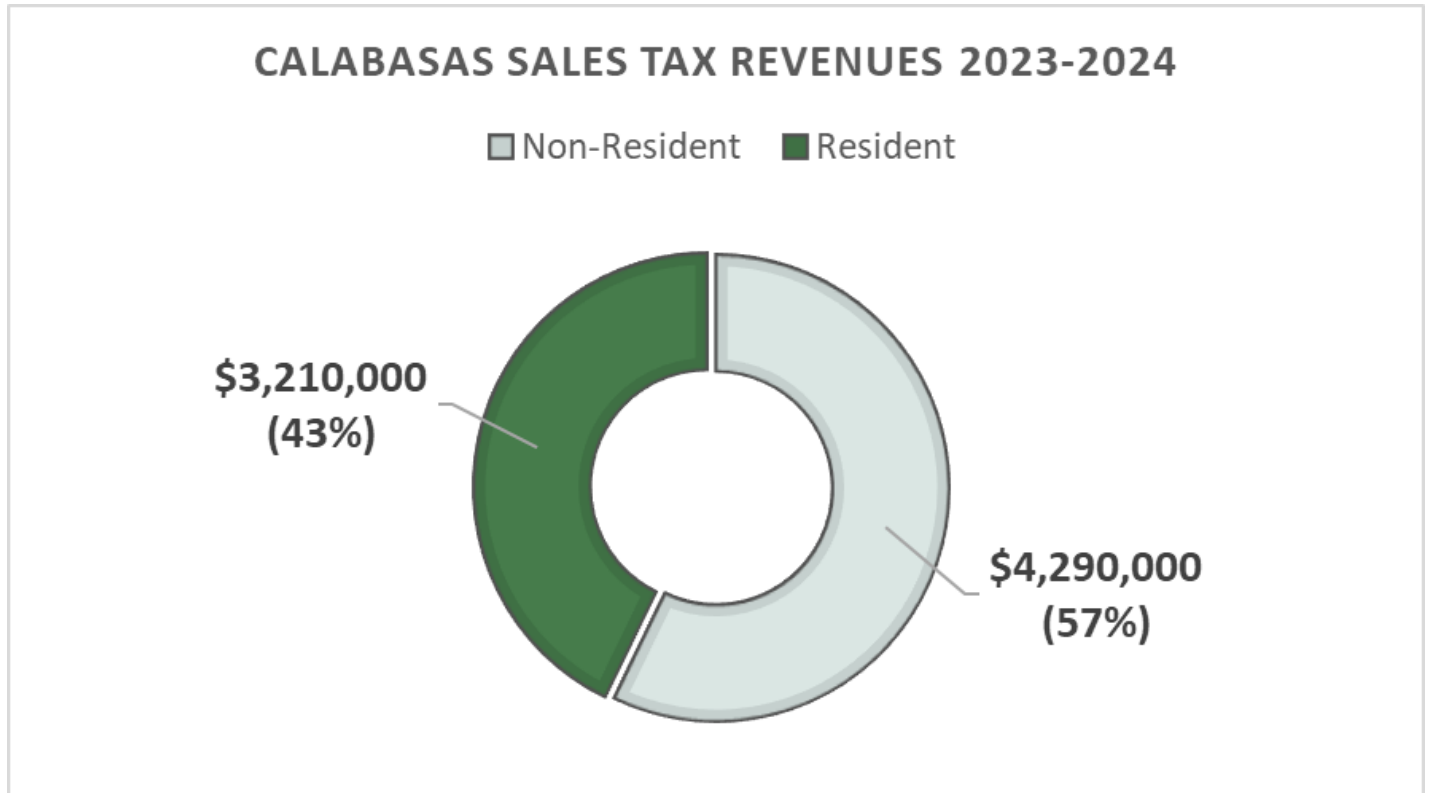
\$18.75M

THIS YEAR,
CALABASAS
GENERATED
\$71.2 MILLION
IN SALES TAX
REVENUE

Sales Tax Overview

57%

of Calabasas sales tax revenues come from non-resident purchases.



Transaction and Use Tax Overview

- General Transaction and Use Tax
 - Requires approval by a simple majority or 50% +1
- Special Transaction and Use Tax
 - Requires approval by two thirds or 66.7%

Transaction and Use Tax Overview

- Must be approved by the voters
- Voters may adopt a transaction and use tax in 0.125% increments or a multiple thereof up to 0.75%
- Other taxing entities may pursue a portion or all of the 0.75%

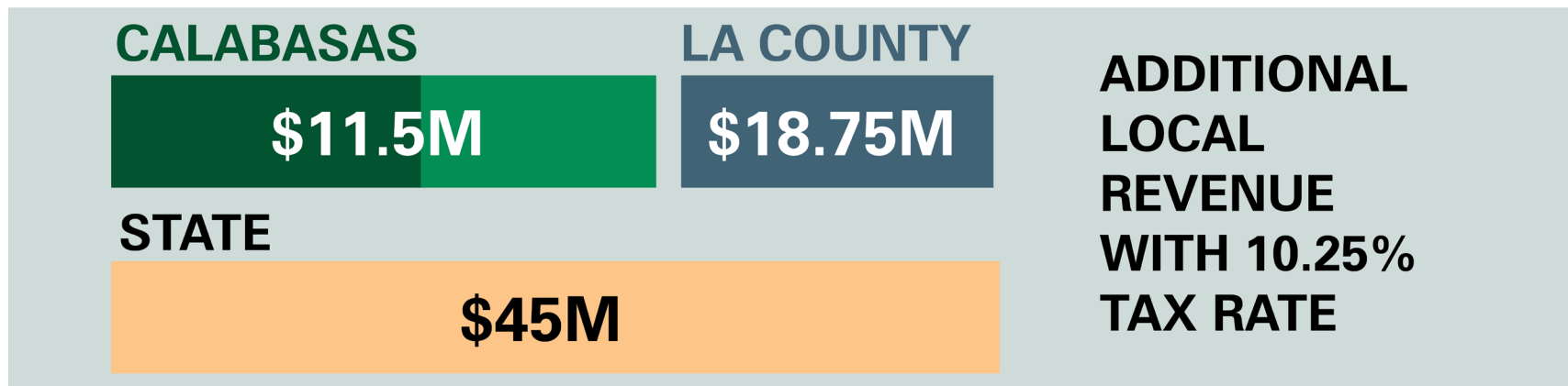
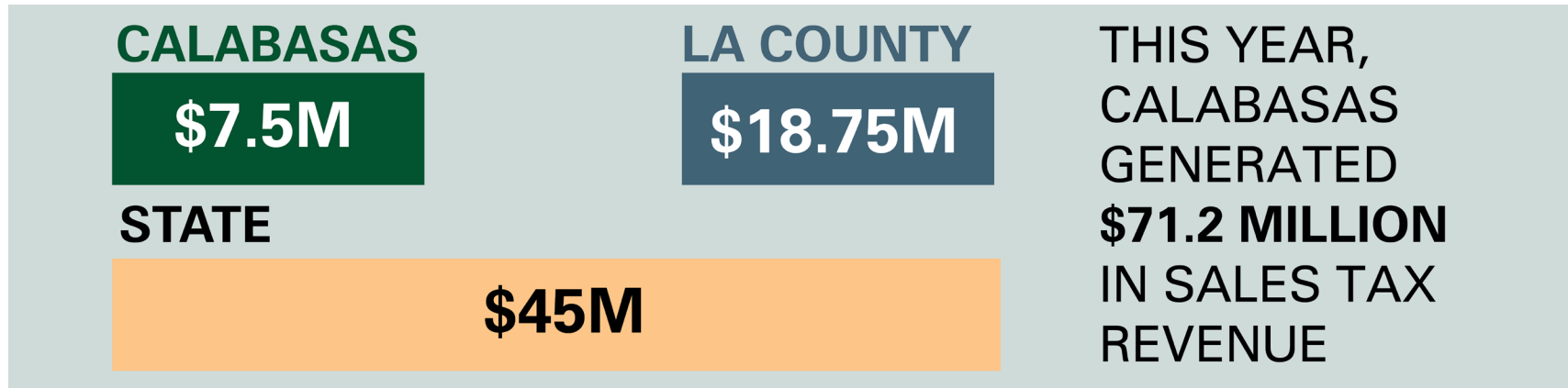
Transaction and Use Tax Overview

- Excludes:

<ul style="list-style-type: none">• Groceries	<ul style="list-style-type: none">• Utilities
<ul style="list-style-type: none">• Prescriptions and medical expenses	<ul style="list-style-type: none">• Education
<ul style="list-style-type: none">• Real estate transactions	<ul style="list-style-type: none">• Personal services
<ul style="list-style-type: none">• Rent	<ul style="list-style-type: none">• Labor
<ul style="list-style-type: none">• Goods transmitted electronically (music, books, movies, software)	

- Includes online purchases and goods delivered to an address in Calabasas.

Transaction and Use Tax = Local Control



Transaction and Use Tax - 0.75%

- If approved by voters, the local sales tax would increase from 9.5% to 10.25%
- In Los Angeles County, 49 cities are already at the 10.25% sales tax rate

Retailer	Item	Price	Total - 9.5% Sales Tax	Total - 10.25% Sales Tax
Starbucks	Grande Caramel Frappuccino	\$5.70	\$6.24	\$6.28
Gelson's	DAOU Cabernet Wine	\$36.99	\$40.50	\$40.78
Chewy	Blue Buffalo Dog Food 30lb Bag	\$71.99	\$78.83	\$79.37
Lovi's	Breakfast for Family of Four	\$76.00	\$83.22	\$83.79
LuLu Lemon	Women's Full Zip Hoodie	\$128.00	\$140.16	\$141.12
Lowe's	GE 24.8 Cu Ft Refrigerator	\$1,299.00	\$1,422.41	\$1,432.15
Pottery Barn	Living Room Sectional	\$6,846.00	\$7,496.37	\$7,547.72
Tesla	Model 3 - Performance All Wheel Drive	\$55,990.00	\$61,309.05	\$61,728.98

Fiscal Resiliency

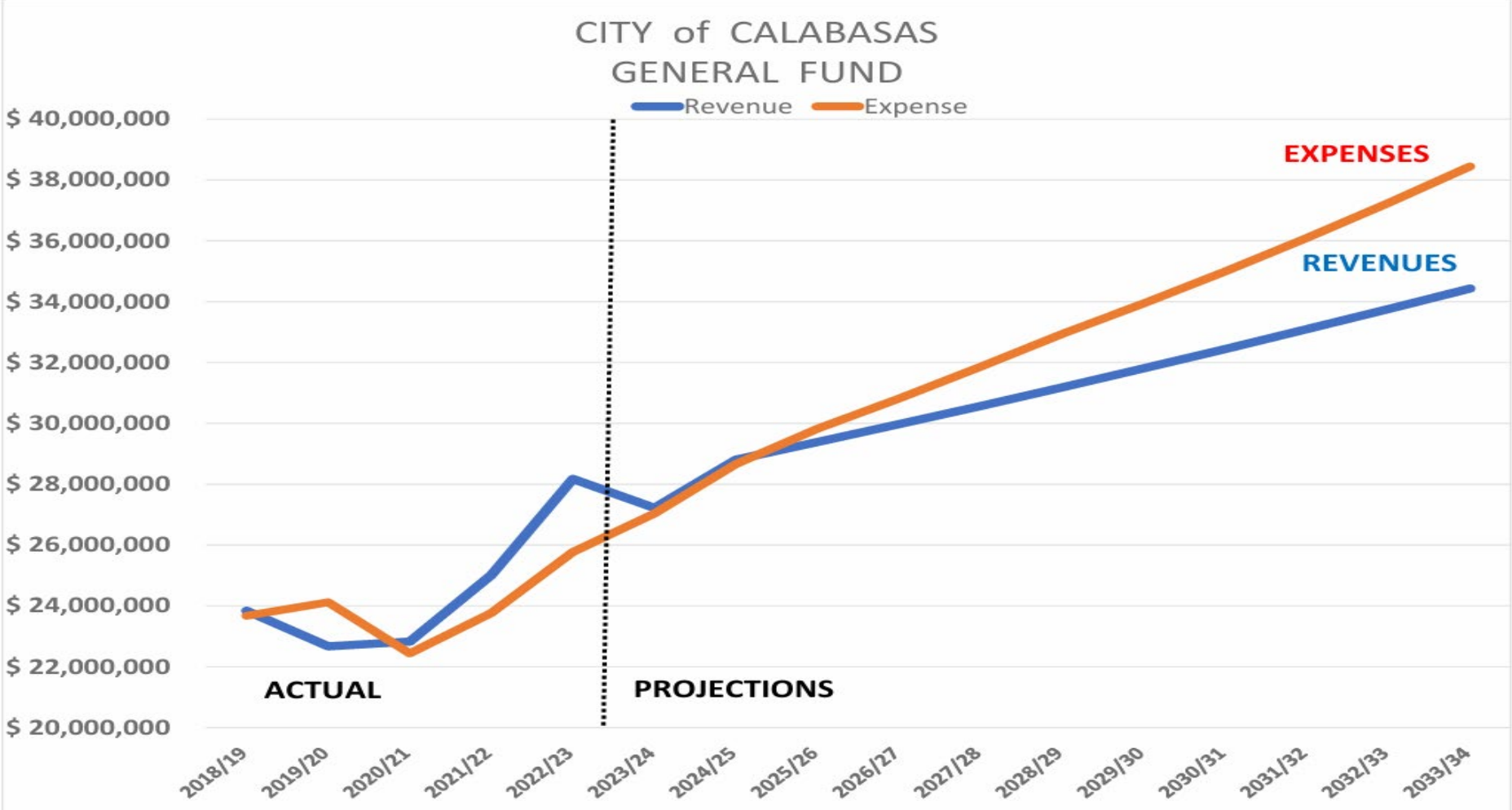
- In 2022 the City Council identified “Fiscal Resiliency” as one of its strategic priorities.
 - Fiscal resiliency requires prudent fiscal decisions with each annual budget.
 - Fiscal resiliency dictates that the City Council and Staff focus on long-range financial planning.

Fiscal Resiliency

In FY 2021-22 and FY 2022-23 the City benefited from record sales tax revenues.

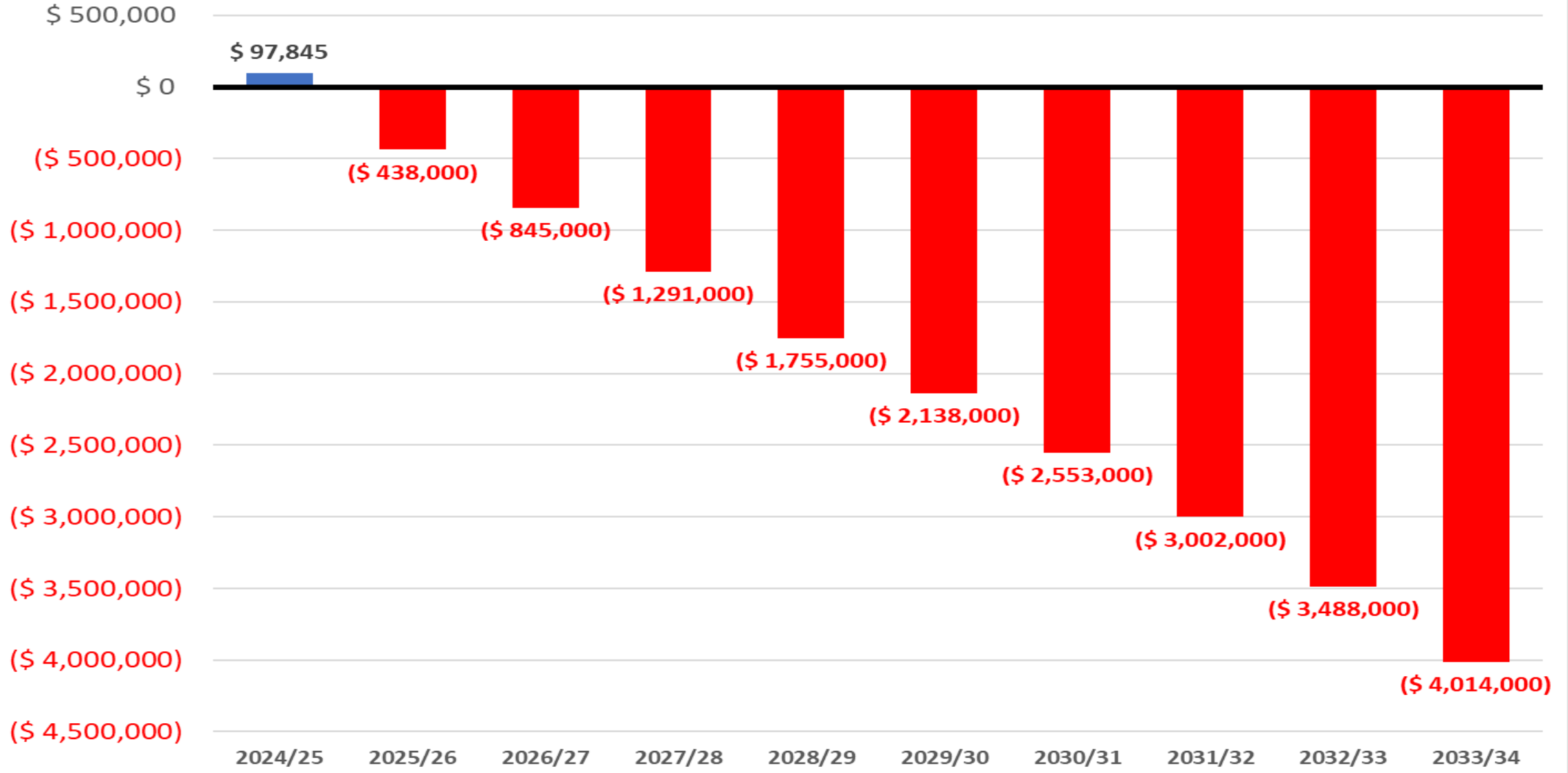
- Increased funding for public safety.
- Fronted over \$1M to improve City recreational facilities.
- Set aside \$2M for deferred maintenance.
- Invested \$2M into a Section 115 account to address future pension liabilities.
- Established 50% General Fund Reserve Policy.

General Fund 10 Year Forecast



*Note - Calabasas will deplete is \$20 million in reserves over the next ten years to maintain essential services and meet critical needs.

GENERAL FUND SURPLUS / (DEFICIT) 10 YEAR PROJECTION



UNFUNDED PROJECTS & SERVICES

Summary of projects, initiatives, and infrastructure needs:



Public Safety & Emergency Preparedness Initiatives

\$4.7 MILLION in Public Safety. Additional Sheriff Deputies for police patrols, security patrols for open spaces, protecting neighborhoods from intruders, increased security measures at city facilities, fire safety and emergency preparedness, traffic safety enforcement, earthquake insurance, and emergency facility generators.



Parks & Recreational Facility Repairs

\$7.6 MILLION for maintaining safe, clean neighborhoods and public areas, maintaining existing parks and facilities, replacing lighting, repairing leaking roofs, building and restoring restrooms, repairing community center, replacing recreation facility HVAC, and providing city park signage.



Infrastructure & Capital Improvements

\$3.1 MILLION in pothole and road resurfacing projects. Sidewalk repair and replacements, traffic engineering and facility parking lot improvements, and drought tolerant landscaping in city medians.



City Projects & Operational Needs

\$2.9 MILLION for a Climate Action Plan, General Plan update, Economic Development Strategic Plan, website upgrade, and Headwaters Corner improvements.

Next Steps

Resolution No. 2024-1912 allows Calabasas voters the option of approving a 0.75% sales tax increase.

CITY OF CALABASAS

City of Calabasas Public Safety/City Services Measure

Shall the measure funding City of Calabasas services such as maintaining 911 response/police protection; helping prevent property crimes/thefts/home break-ins; preparing for/responding to wildfires; protecting open space/natural areas; keeping public areas/parks safe/clean; addressing homelessness; repairing streets/potholes; for general government use by establishing a ¾¢ sales tax providing approximately \$4,000,000 annually until ended by voters; requiring audits, public spending disclosure, funds locally controlled, be adopted?

YES

NO

Discussion and Questions



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