

Agenda Report

TO: CITY COUNCIL **DATE:** May 10, 2004
THROUGH: FINANCE COMMITTEE
FROM: CITY MANAGER
SUBJECT: SCHEDULE OF TAXES, FEES, AND CHARGES

RECOMMENDATION

It is recommended that the City Council approve the scheduled rate increases per the attached Schedule of Taxes, Fees and Charges.

BACKGROUND

Section 1.08.060 of the Pasadena Municipal Code provides that all taxes, fees and charges referred to in the Code will be adjusted on July 1 of each year to reflect changes in the Consumer Price Index (CPI) during the 12 months which ended the preceding March 1. Pursuant to California Government Code Section 53750, the City Council has the authority to increase taxes pursuant to a CPI adjustment formula that was in place prior to November 6, 1996. The City's CPI formula was adopted in 1978. The Municipal Code requires the Director of Finance to compute the changes and submit them to the Council for review. The Council may reject any or all of the recommended increases; however, it may not modify any adjustments before ordering the report filed. The actions to reject any one of the recommendations must be taken by June 30. At that time, changes that have not been rejected will automatically be implemented. The Consumer Price Index for all Urban Consumers in the Los Angeles-Riverside-Orange County Metropolitan areas increased by 1.93% between March 1, 2003 and March 1, 2004.

On October 29, 1991, the City Council adopted Ordinance 6457 amending the Code for Rose Bowl Admission Tax, New Year's Grandstand Seat Surcharge and Grandstand Permit Applications. Ordinance 6457 provides that these taxes be adjusted as of February 1 each year to reflect the changes in CPI during the 12 months which ended the preceding October 1. This change was made to accommodate New Year's Day ticket vendors. The Consumer Price Index for all Urban Consumers in the Los Angeles-Riverside-Orange County Metropolitan areas increased by 2.62% between October 1, 2002 and October 1, 2003.

The attached list is accordingly submitted showing the current rates of all taxes, fees and charges affected by these provisions, and the adjusted rates that would take effect July 1, 2004.

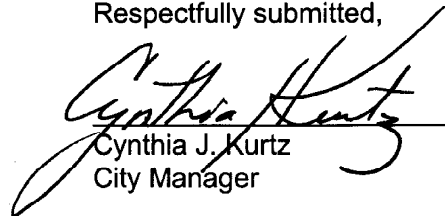
FISCAL IMPACT

Implementation of all scheduled rate adjustments would increase estimated revenues for FY 2005 by the following amounts:

General Fund	\$85,500
Sewer Construction and Maintenance Fund	\$90,800
Library Special Tax Fund	\$29,000
Rose Bowl Operating Company	\$6,300

The projected revenue from these increases will be incorporated into FY 2005 Operating Budget if approved by the City Council and have been factored into the City's five year financial plan for illustrative purposes.

Respectfully submitted,


Cynthia J. Kurtz
City Manager

PREPARED BY:


Josephine F. Lewis
Accounting Administrator

APPROVED BY:


Jay M. Goldstone
Director of Finance

Attachment

CITY OF PASADENA
SCHEDULE OF TAXES, FEES AND CHARGES
Adopted for Annual CPI Changes Through March 1, 2004 - Effective July 1, 2004

<u>MUNICIPAL CODE SECTION</u>	<u>ADOPTED FY2004 RATE</u>	<u>PROPOSED FY2005 RATE</u>
3.12.040 GRANDSTAND PERMIT APPLICATION TAX		
Per Seat	0.51	0.53 *
Minimum	30.60	31.40 *
3.16.07 TOURNAMENT OF ROSES PROGRAM PERMIT DEPOSIT FEES		
Fee	71.91	73.30
For each of the cards	0.12	0.13
4.19.040 NEW DEVELOPMENT IMPACT FEES		
Per square foot of new development	3.03	3.09
4.24.020 UNDERGROUND SURTAX RATE		
First \$ 1,000 of monthly bill	4.34%	4.34%
4,000 of monthly bill	3.70%	3.70%
20,000 of monthly bill	2.47%	2.47%
Over 25,000 of monthly bill	1.21%	1.21%
4.32.020 CONSTRUCTION TAX		
Percentage of value	1.92%	1.92% ***

* Adjusted by the Oct. 1 Consumer Price Index.

** Rate established by State code.

*** The following fee waivers per unit are applicable for projects with less than or equal to 50% affordable units:

Very Low Household Income	\$ 2,560.00
Low Household Income	\$ 1,920.00
Moderate Household Income	\$ 1,280.00

The following fee waiver per unit are applicable for projects with greater than 50% affordable units:

Very Low Household Income	\$ 2,816.00
Low Household Income	\$ 2,112.00
Moderate Household Income	\$ 1,408.00

The maximum fee waiver (Construction Tax and Building Permit combined) will not exceed \$125,000 per project.

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<u>MUNICIPAL CODE SECTION</u>	<u>ADOPTED FY2004 RATE</u>	<u>PROPOSED FY2005 RATE</u>
4.36.020 REAL PROPERTY TRANSFER TAX		
For each \$500.00 of value	0.275	0.275 **
4.44.030 TRANSIENT OCCUPANCY TAX		
Percentage of rent	12.11%	12.11%
4.48.040 ROSE BOWL ADMISSION TAX		
Tax	0.07	0.07 *
Additional charge per \$1.00	0.0990	0.10 *
Maximum	1.19	1.22 *
4.52.020 SEWER USE TAX		
A. 100 cu. ft. - homes served under Ordinance	0.18	0.18
Maximum per year	85.35	86.99
B. 100 cu. ft. - homes not served under Ordinance	0.22	0.23
Minimum per month	7.08	7.21
C. 100 cu. ft. - all other sources	0.32	0.33
4.52.025 STORM DRAIN SEWER USE TAX		
Per unit of runoff quantity	27.50	28.04
4.54.020 STREET LIGHT & TRAFFIC SIGNAL TAX		
Percentage of charges (first 1,000 KWH exempted)	7.43%	7.43%
UTILITY USER TAXES		
4.56.030 TELEPHONE TAX		
Percentage of charges	8.28%	8.28%
4.56.040 ELECTRICITY TAX		
Commercial - percentage of charges	7.67%	7.67%
Residential - percentage of charges	7.67%	7.67%

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4.56.050 GAS TAX		
Commercial - percentage of charges	7.90%	7.90%
Residential - percentage of charges	7.90%	7.90%
4.56.060 WATER TAX		
Commercial - percentage of charges	7.67%	7.67%
Residential - percentage of charges	7.67%	7.67%
4.56.070 CABLE TV TAX		
Percentage of charges	9.40%	9.40%
4.109.180 LIBRARY SPECIAL TAX		
Single family residence or residential unit in a residential condominium project	24.86	25.34
Each residential unit of a multi-unit building which is not a condominium project	16.15	16.46
Each parcel of non-residential property	182.72	186.24
BUSINESS LICENSE TAXES		
5.04.040 BUSINESS LICENSE MAXIMUM TAX		
Maximum	46,194.31	47,085.86
5.10.030 COMBINATION BUSINESSES TAX		
Off-sale alcoholic licenses Additional per license	769.90	784.76
5.10.190 LICENSE TRANSFER TAX		
Per license	32.19	32.81

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<u>MUNICIPAL CODE SECTION</u>	<u>ADOPTED FY2004 RATE</u>	<u>PROPOSED FY2005 RATE</u>
5.10.210 DUPLICATE LICENSE TAX		
Fee for duplicate	6.45	6.57
5.16.020 GENERAL BUSINESS TAX		
License tax	120.09	122.41
Each employee in excess of one	24.01	24.48
5.16.025 BUSINESS WITH TAKE-OUT SERVICE TAX		
Basic tax	240.17	244.81
Each employee in excess of one	48.04	48.97
5.16.030 PROFESSIONAL BUSINESS TAX		
First professional	320.23	326.41
For additional	160.12	163.21
Non-professional employee	24.01	24.48
5.16.040 COIN OPERATED MACHINES TAX		
A. Vending Machines		
1. Annual tax		
First \$5,000 gross receipts	128.88	131.37
Each additional \$1,000	6.41	6.53
2. Per year per machine		
\$.01 and under	6.41	6.53
.02 to .05	12.87	13.12
.06 to .10	32.19	32.81
.11 OR MORE	64.44	65.68
B. Music and Game Machines		
1. Annual Tax		
First \$5,000 Gross receipts	128.88	131.37
Each additional \$1,000	6.41	6.53
2. Per year per machine	128.88	131.37

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<u>MUNICIPAL CODE SECTION</u>	<u>ADOPTED FY2004 RATE</u>	<u>PROPOSED FY2005 RATE</u>
5.16.050 SERVICE BUSINESS TAX		
License tax	120.09	122.41
Each employee in excess of one	24.01	24.48
5.16.070 NEW YEAR'S DAY RELATED BUSINESS TAX		
A. Temporary-food/merchandise		
1. Vendor	96.58	98.44
2. Solicitor or peddler	64.43	65.68
B. Grandstand seat surcharge	4.11	4.22 *
5.16.090 THEATERS TAX		
Per seat	1.65	1.69
5.16.100 JUNK AND REFUSE COLLECTORS TAX		
First four vehicles	322.19	328.41
Each additional vehicle	161.04	164.15
5.16.120 RETAIL AND WHOLESALE DELIVERY TAX		
Per year	161.04	164.15
5.16.130 NEWSPAPERS AND ADVERTISING TAX		
License tax	128.88	131.37
Each employee in excess of one	25.78	26.27
5.16.140 CHRISTMAS TREES TAX		
License tax	128.88	131.37
5.16.150 AUCTIONS TAX		
Per day	161.07	164.18

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5.16.160 SELF-SERVICE MACHINES TAX		
A. First \$5,000 or less of gross receipts	64.43	65.68
Each \$1,000 of gross receipts or fraction thereof in excess of \$5,000	6.41	6.53
B. License tax per year	128.88	131.37
Per machine	12.87	13.12
Each employee in excess of one	25.78	26.27
C. Each machine in another licensed business	12.87	13.12
5.16.180 CONTRACTING & BUILDING TRADES (ANNUAL TAX)		
General engineering contractor	966.59	985.24
General building contractor	644.39	656.82
Specialty contractor	483.31	492.64
Other building tradesman	483.31	492.64
Six-month license-percentage of annual tax	60.00%	60.00%
Three-month license-percentage of annual tax	30.00%	30.00%
5.16.190 RENTAL ACCOMMODATIONS TAX		
A. Hotel, Roominghouse, etc.		
Three rental accommodations	118.10	120.38
Each additional accommodation	12.87	13.12
B. Boarding Homes, Rest Homes, etc.		
First person accommodated	112.87	115.05
Each additional person	12.87	13.12
5.16.200 CIRCUS OR MENAGERIE TAX		
Per day	644.39	656.82

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5.16.210 SIDE SHOW TAX		
Per day	57.55	58.66
5.16.220 ANIMALS TAX		
Per day	143.64	146.42
5.16.230 AMUSEMENT PARK TAX		
Per year - up to 5 devices	574.78	585.87
Per each device in excess of 5	143.64	146.42
5.16.240 BOXING AND WRESTLING TAX		
Three month license	579.93	591.12
Per year	2,282.29	2,326.34
5.16.250 MOVING PICTURES TAX		
Per day City owned property	716.57	730.40
Per day Private property	562.59	573.45
10-20 days Nonresidentially zoned property	5,625.89	5,734.47
Still photography	47.09	48.00
5.16.260 OTHER AMUSEMENTS TAX		
Admission: Donation only per day	37.54	38.26
\$.25 and under per day	37.54	38.26
\$.25 to \$.50 per day	48.28	49.22
\$.51 and over per day	64.43	65.68

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5.16.270 NON-RESIDENTIAL BUILDINGS TAX		
Base fee - Properties under 1,000 sq. ft.	64.34	65.59
Owner occupied	32.17	32.79
Base fee - Properties over 1,000 sq. ft.		
First 1,000 sq. ft.	128.69	131.17
Owner occupied	64.34	65.59
Each additional 1,000 sq. ft.	12.87	13.12
5.20.040 ADVERTISEMENT FEES TAX		
One year	322.19	328.41
Six months	187.90	191.53
Three months	107.38	109.45
One month	42.94	43.77
5.32.090 BILLIARD AND POOL ROOMS TAX		
Per application	110.73	112.87
Each person named in application	22.17	22.60
Renewal	27.67	28.20
Each additional person not named	22.17	22.60
5.33.060 BINGO GAMES WRITTEN APPLICATION FEES		
Per application	105.38	107.42
Renewal	105.38	107.42
5.40.080 ESCORT BUREAUS APPLICATION		
Per application	604.11	615.77
Renewal	537.00	547.36
5.44.040 USE OF PUBLIC RIGHTS OF WAY		
Application processing fee	276.88	282.22

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5.48.110 MASSAGE ESTABLISHMENT PERMIT FEES		
A. Per application	138.45	141.12
Per employee	55.42	56.49
B. Per renewal	83.05	84.65
Per employee	27.67	28.20
5.52.130 MODEL STUDIOS PERMIT FEES		
A. Per application	276.88	282.22
Per employee	276.88	282.22
B. Renewal	193.76	197.50
Per employee	193.76	197.50
5.56.030 LICENSE - PAWNBROKER OR SECONDHAND DEALER		
Secondhand Dealer - each establishment or place of business	16.51	16.83
Pawnbroker - each establishment or place of business	82.56	84.15
5.56.040 JUNK DEALER OR COLLECTOR		
Application -each establishment or place of business	165.12	168.31
For number of vehicles used in business:		
1 vehicle	None	None
2 to 4 vehicles	165.12	168.31
5 or more vehicles	82.56	84.15
5.60.070 SALES AND CLOSE-OUTS PERMIT FEES		
Permit for first 30 days	537.01	547.37
5.60.090 SALES AND CLOSE-OUTS PERMIT RENEWALS		
Renewal additional 30 days	537.01	547.37

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5.68.030 UNDERGROUND FACILITIES USE		
Per duct ft. per year	0.02	0.02
5.72.220 TAXI CAB DRIVERS PERMIT FEES		
Permit	27.67	28.20
5.72.230 TAXI CAB OWNERS PERMIT FEES		
Taxi - per year	322.19	328.41
Six months	187.90	191.53
Per day - New Years's Day only	18.78	19.14
Limited owner - per year	26.83	27.35
Temporary 30 days or less	32.21	32.83
6.16.020 DOG LICENSE REGULATIONS		
Transfer fee	4.06	4.14
6.16.050 DOG LICENSE FEES		
Spayed or neutered	12.68	12.92
Not spayed or neutered	25.33	25.82
6.16.060 DOG LICENSE REGULATIONS		
Time limit on fee payment	16.24	16.55
6.16.100 DOG LICENSE REGULATIONS		
Duplicate license tags	4.74	4.83
6.20.090 REGULATIONS FOR KEEPING HORSES		
Per year	14.11	14.39
9.36.210 NOISE RESTRICTIONS - AMPLIFIED SOUND FEE FOR OPERATION		
Per day	71.73	73.11

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9.48.030 FIRE HYDRANT CONNECTION PERMIT REQUIRED		
Permit fee	14.56	14.84
12.16.100 MOVING BUILDINGS ALONG STREETS - PERMIT, FEES, AND DEPOSITS		
A. Class A permit	23.27	23.72
B. Class B permit	145.59	148.40
C. Class C permit	145.59	148.40
D. Class D permit	232.91	237.41
E. Class E permit	480.41	489.68
12.16.120 RELOCATION PERMITS REQUIRED (MOVING BUILDINGS)		
APPLICATION FEE:		
For a building - minimum	110.65	112.78
For each dwelling unit, subject to building minimum	43.66	44.51
For buildings located outside the city	436.74	445.16
13.24.060 SEWER CONSTRUCTION & MAINTENANCE CHANGE TO Y OR T		
For permission to connect a house sewer to a public sewer	21.87	22.29
13.24.400 SEWER DISCHARGE		
Permit to discharge objectionable substance	21.87	22.29