

Agenda Report

TO: CITY COUNCIL **DATE:** May 16, 2005
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 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 3.84% between March 1, 2004 and March 1, 2005.

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 3.35% between October 1, 2003 and October 1, 2004.

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, 2005.


FISCAL IMPACT

Implementation of all scheduled rate adjustments would increase estimated revenues for FY 2006 by the following amounts:

General Fund	\$144,163
Sewer Construction and Maintenance Fund	\$188,623
Library Special Tax Fund	\$59,346
Rose Bowl Operating Company	\$6,640

The projected revenue from these increases will be incorporated into FY 2006 Operating Budget if approved by the City Council and have been factored into the City's five year financial plan for illustrative purposes.

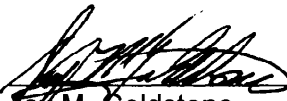
Respectfully submitted,


CYNTHIA J. KURTZ
City Manager

PREPARED BY:


Josephine P. 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, 2005 - Effective July 1, 2005

<u>MUNICIPAL CODE SECTION</u>	<u>ADOPTED FY2005 RATE</u>	<u>PROPOSED FY2006 RATE</u>	
3.12.040 GRANDSTAND PERMIT APPLICATION TAX			
Per Seat	0.53	0.54	(1)
Minimum	31.40	32.45	(1)
3.16.07 TOURNAMENT OF ROSES PROGRAM PERMIT DEPOSIT FEES			
Fee	73.30	76.11	
For each of the cards	0.13	0.13	
4.17.050 RESIDENTIAL IMPACT FEE			
Per unit	10,977.00	19,743.00	(2)
4.19.040 NEW DEVELOPMENT IMPACT FEES			
Per square foot of new development	3.09	3.21	
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%	

(1) Adjusted by the Oct. 1 Consumer Price Index.

(2) Rate established by State code.

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

- Very Low Household Income
- Low Household Income
- Moderate Household Income

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

- Very Low Household Income
- Low Household Income
- Moderate Household Income

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 FY2005 RATE</u>	<u>PROPOSED FY2006 RATE</u>	
4.32.020 CONSTRUCTION TAX			
Percentage of value	1.92%	1.92%	(3)
4.36.020 REAL PROPERTY TRANSFER TAX			
For each \$500.00 of value	0.275	0.275	(2)
4.44.030 TRANSIENT OCCUPANCY TAX			
Percentage of rent	12.11%	12.11%	
4.48.040 ROSE BOWL ADMISSION TAX			
Tax	0.07	0.08	(1)
Additional charge per \$1.00	0.1016	0.10	(1)
Maximum	1.22	1.26	(1)
4.52.020 SEWER USE TAX			
A. 100 cu. ft. - homes served under Ordinance	0.18	0.19	
Maximum per year	86.99	90.34	
B. 100 cu. ft. - homes not served under Ordinance	0.23	0.24	
Minimum per month	7.21	7.49	
C. 100 cu. ft. - all other sources	0.33	0.34	
4.52.025 STORM DRAIN SEWER USE TAX			
Per unit of runoff quantity	28.04	29.11	
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%	

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4.56.040 ELECTRICITY TAX		
Commercial - percentage of charges	7.67%	7.67%
Residential - percentage of charges	7.67%	7.67%
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	25.34	26.31
Each residential unit of a multi-unit building which is not a condominium project	16.46	17.10
Each parcel of non-residential property	186.24	193.40
BUSINESS LICENSE TAXES		
5.04.040 BUSINESS LICENSE MAXIMUM TAX		
Maximum	47,085.86	48,893.95
5.10.030 COMBINATION BUSINESSES TAX		
Off-sale alcoholic licenses		
Additional per license	784.76	814.89

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<u>MUNICIPAL CODE SECTION</u>	<u>ADOPTED FY2005 RATE</u>	<u>PROPOSED FY2006 RATE</u>
5.10.190 LICENSE TRANSFER TAX		
Per license	32.81	34.07
5.10.210 DUPLICATE LICENSE TAX		
Fee for duplicate	6.57	6.82
5.16.020 GENERAL BUSINESS TAX		
License tax	122.41	127.11
Each employee in excess of one	24.48	25.42
5.16.025 BUSINESS WITH TAKE-OUT SERVICE TAX		
Basic tax	244.81	254.21
Each employee in excess of one	48.97	50.85
5.16.030 PROFESSIONAL BUSINESS TAX		
First professional	326.41	338.95
For additional	163.21	169.47
Non-professional employee	24.48	25.42
5.16.040 COIN OPERATED MACHINES TAX		
A. Vending Machines		
1. Annual tax		
First \$5,000 gross receipts	131.37	136.41
Each additional \$1,000	6.53	6.78
2. Per year per machine		
\$.01 and under	6.53	6.78
.02 to .05	13.12	13.62
.06 to .10	32.81	34.07
.11 OR MORE	65.68	68.20

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<u>MUNICIPAL CODE SECTION</u>	<u>ADOPTED FY2005 RATE</u>	<u>PROPOSED FY2006 RATE</u>
B. Music and Game Machines		
1. Annual Tax		
First \$5,000 Gross receipts	131.37	136.41
Each additional \$1,000	6.53	6.78
2. Per year per machine	131.37	136.41
5.16.050 SERVICE BUSINESS TAX		
License tax	122.41	127.11
Each employee in excess of one	24.48	25.42
5.16.070 NEW YEAR'S DAY RELATED BUSINESS TAX		
A. Temporary-food/merchandise		
1. Vendor	98.44	102.22
2. Solicitor or peddler	65.68	68.20
B. Grandstand seat surcharge	4.22	4.36 (1)
5.16.090 THEATERS TAX		
Per seat	1.69	1.75
5.16.100 JUNK AND REFUSE COLLECTORS TAX		
First four vehicles	328.41	341.02
Each additional vehicle	164.15	170.45
5.16.120 RETAIL AND WHOLESALE DELIVERY TAX		
Per year	164.15	170.45
5.16.130 NEWSPAPERS AND ADVERTISING TAX		
License tax	131.37	136.41
Each employee in excess of one	26.27	27.28
5.16.140 CHRISTMAS TREES TAX		
License tax	131.37	136.41

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5.16.150 AUCTIONS TAX		
Per day	164.18	170.48
5.16.160 SELF-SERVICE MACHINES TAX		
A. First \$5,000 or less of gross receipts	65.68	68.20
Each \$1,000 of gross receipts or fraction thereof in excess of \$5,000	6.53	6.78
B. License tax per year	131.37	136.41
Per machine	13.12	13.62
Each employee in excess of one	26.27	27.28
C. Each machine in another licensed business	13.12	13.62
5.16.180 CONTRACTING & BUILDING TRADES (ANNUAL TAX)		
General engineering contractor	985.24	1023.08
General building contractor	656.82	682.05
Specialty contractor	492.64	511.55
Other building tradesman	492.64	511.55
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	120.38	125.00
Each additional accommodation	13.12	13.62
B. Boarding Homes, Rest Homes, etc.		
First person accommodated	115.05	119.47
Each additional person	13.12	13.62
5.16.200 CIRCUS OR MENAGERIE TAX		
Per day	656.82	682.05

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5.16.210 SIDE SHOW TAX		
Per day	58.66	60.91
5.16.220 ANIMALS TAX		
Per day	146.42	152.04
5.16.230 AMUSEMENT PARK TAX		
Per year - up to 5 devices	585.87	608.37
Per each device in excess of 5	146.42	152.04
5.16.240 BOXING AND WRESTLING TAX		
Three month license	591.12	613.82
Per year	2,326.34	2,415.67
5.16.250 MOVING PICTURES TAX		
Per day City owned property	730.40	758.45
Per day Private property	573.45	595.47
10-20 days Nonresidentially zoned property	5,734.47	5,954.68
Still photography	48.00	49.85
5.16.260 OTHER AMUSEMENTS TAX		
Admission: Donation only per day	38.26	39.73
\$.25 and under per day	38.26	39.73
\$.25 to \$.50 per day	49.22	51.11
\$.51 and over per day	65.68	68.20

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<u>MUNICIPAL CODE SECTION</u>	<u>ADOPTED FY2005 RATE</u>	<u>PROPOSED FY2006 RATE</u>
5.16.270 NON-RESIDENTIAL BUILDINGS TAX		
Base fee - Properties under 1,000 sq. ft.	65.59	68.11
Owner occupied	32.79	34.05
Base fee - Properties over 1,000 sq. ft.		
First 1,000 sq. ft.	131.17	136.21
Owner occupied	65.59	68.11
Each additional 1,000 sq. ft.	13.12	13.62
5.20.040 ADVERTISEMENT FEES TAX		
One year	328.41	341.02
Six months	191.53	198.88
Three months	109.45	113.65
One month	43.77	45.45
5.32.090 BILLIARD AND POOL ROOMS TAX		
Per application	112.87	117.20
Each person named in application	22.60	23.47
Renewal	28.20	29.29
Each additional person not named	22.60	23.47
5.33.060 BINGO GAMES WRITTEN APPLICATION FEES		
Per application	107.42	111.54
Renewal	107.42	111.54
5.40.080 ESCORT BUREAUS APPLICATION		
Per application	615.77	639.41
Renewal	547.36	568.38
5.44.040 USE OF PUBLIC RIGHTS OF WAY		
Application processing fee	282.22	293.06

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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	28.20	29.29
5.72.230 TAXI CAB OWNERS PERMIT FEES		
Taxi - per year	328.41	341.02
Six months	191.53	198.88
Per day - New Years's Day only	19.14	19.87
Limited owner - per year	27.35	28.40
Temporary 30 days or less	32.83	34.09
6.16.020 DOG LICENSE REGULATIONS		
Transfer fee	4.14	4.30
6.16.050 DOG LICENSE FEES		
Spayed or neutered	12.92	13.42
Not spayed or neutered	25.82	26.81
6.16.060 DOG LICENSE REGULATIONS		
Time limit on fee payment	16.55	17.19
6.16.100 DOG LICENSE REGULATIONS		
Duplicate license tags	4.83	5.01
6.20.090 REGULATIONS FOR KEEPING HORSES		
Per year	14.39	14.94
9.36.210 NOISE RESTRICTIONS - AMPLIFIED SOUND FEE FOR OPERATION		
Per day	73.11	75.92

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<u>MUNICIPAL CODE SECTION</u>	<u>ADOPTED FY2005 RATE</u>	<u>PROPOSED FY2006 RATE</u>
9.48.030 FIRE HYDRANT CONNECTION PERMIT REQUIRED		
Permit fee	14.84	15.41
12.16.100 MOVING BUILDINGS ALONG STREETS - PERMIT, FEES, AND DEPOSITS		
A. Class A permit	23.72	24.63
B. Class B permit	148.40	154.09
C. Class C permit	148.40	154.09
D. Class D permit	237.41	246.53
E. Class E permit	489.68	508.49
12.16.120 RELOCATION PERMITS REQUIRED (MOVING BUILDINGS)		
APPLICATION FEE:		
For a building - minimum	112.78	117.11
For each dwelling unit, subject to building minimum	44.51	46.22
For buildings located outside the city	445.16	462.26
13.24.060 SEWER CONSTRUCTION & MAINTENANCE CHANGE TO Y OR T		
For permission to connect a house sewer to a public sewer	22.29	23.15
13.24.400 SEWER DISCHARGE		
Permit to discharge objectionable substance	22.29	23.15