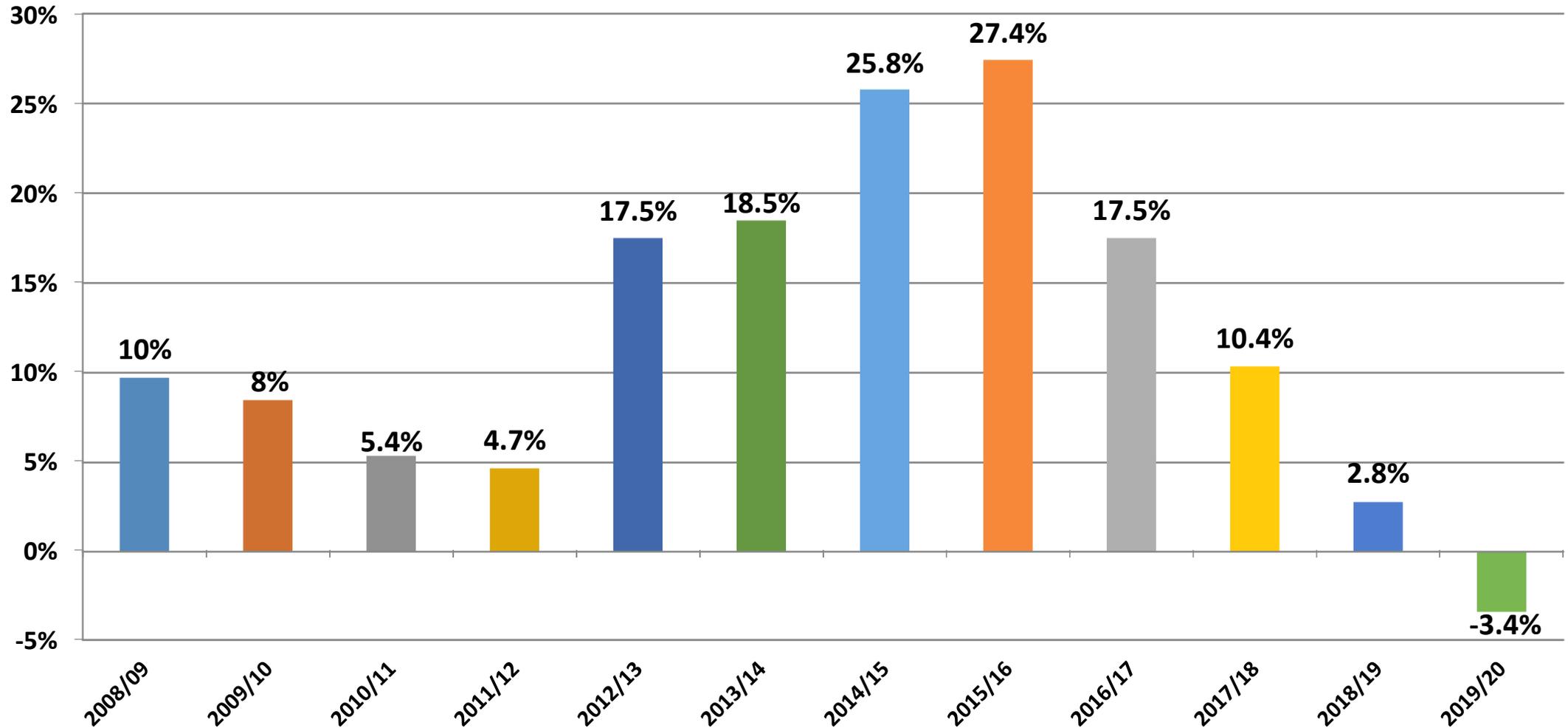




Ordinance to Replace/Modify Measure M

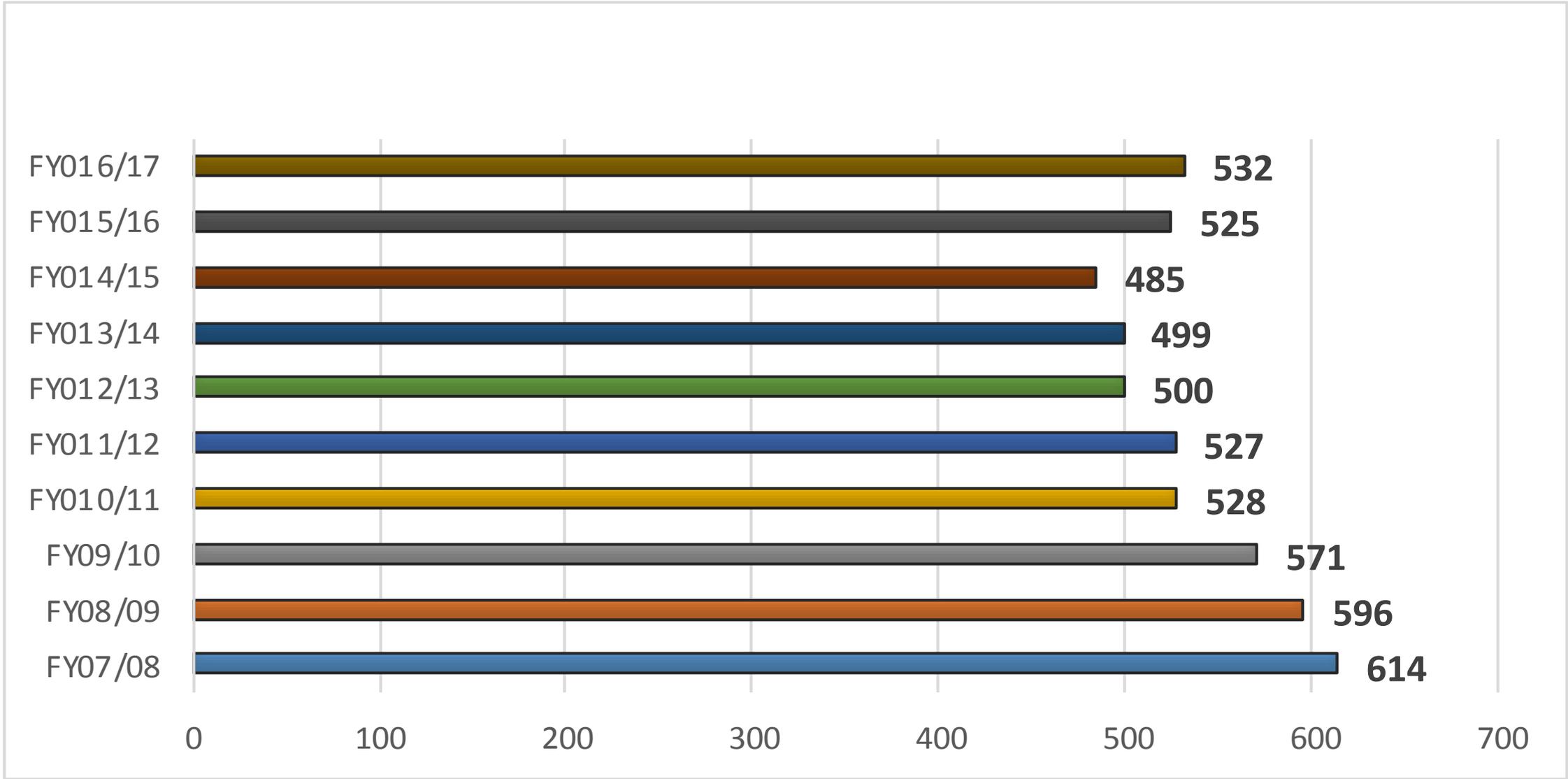
July 12, 2016

Ending General Fund Reserve



City Steps to Control Costs

- 129 Positions frozen or subject to layoff (82 still vacant)
- Remaining employees under furlough or pay reduction from 2010-15
- Employee health contribution raised to 15% of premium
- Employee PERS contribution raised to employee maximum
- Implemented new technologies throughout City to increase responsiveness and lower personnel demand



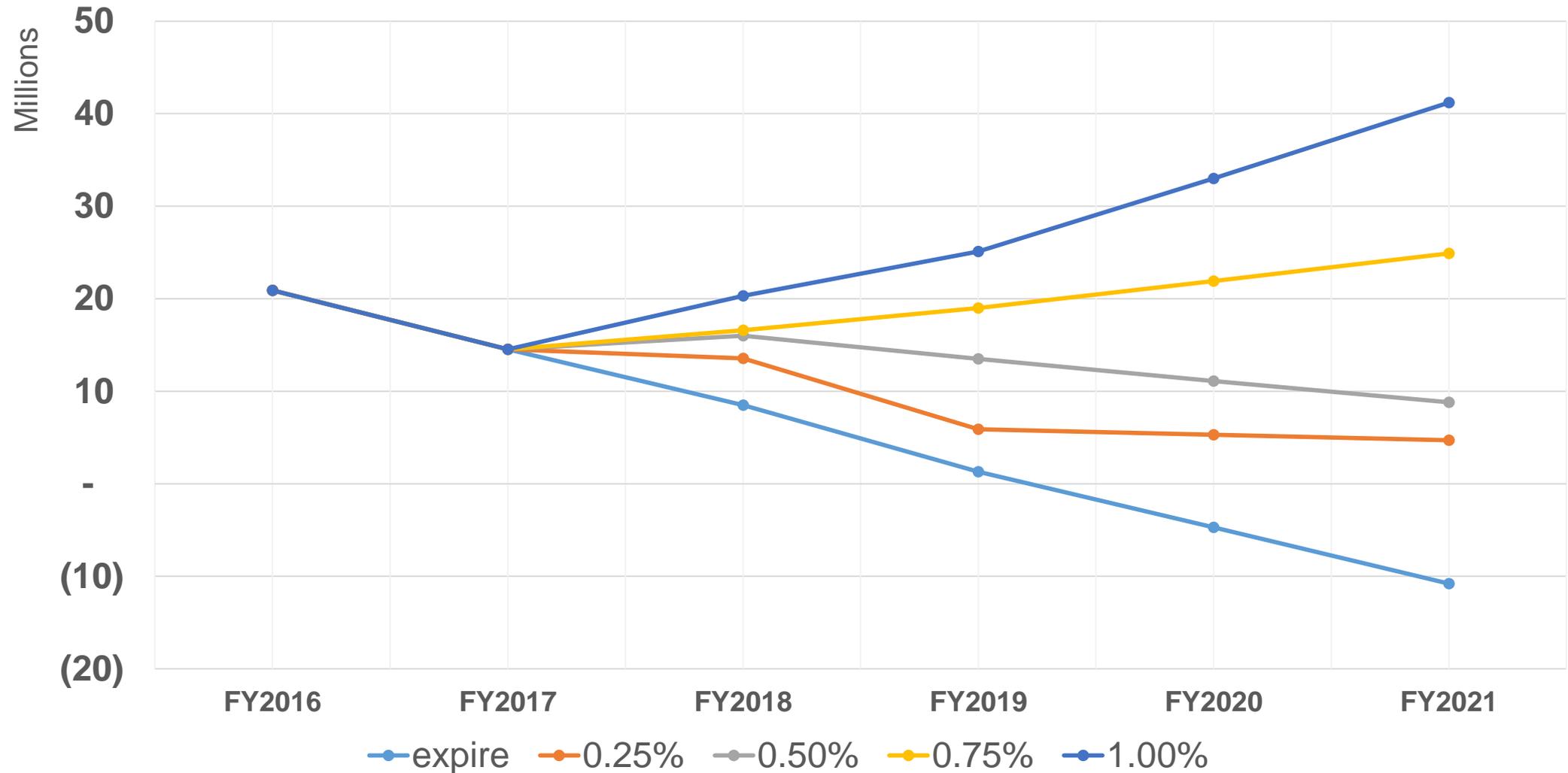
Comparison of Tax Rates

City	Sales Tax Rate	PLUS Extra Rate	TOTAL SALES TAX RATE
Concord	7.500%	1.500%	9.000%
Fairfield	7.625%	1.000%	8.625%
Vallejo	7.625%	1.000%	8.625%
Walnut Creek	7.500%	1.000%	8.500%
Davis	7.500%	1.000%	8.500%
Sacramento	7.500%	1.000%	8.500%
West Sacramento	7.500%	0.500%	8.000%
Napa	7.500%	0.500%	8.000%
Vacaville	7.625%	0.250%	7.875%
Suisun City	7.625%	0.000%	7.625%
Roseville	7.500%	0.000%	7.500%

What Measure M Did Not Do...

- Staffing levels still 82 less than FY2008
- Fleet repair/replacement deferrals (\$6mil deferred)
- Capital facilities maintenance/replacement (\$20-35 million)
- Maintenance of Streets/Storm Drains/Parks
- New infrastructure investments (downtown, utilities and highway)

Five Year Scenarios with Rates



Recommendation

- City Council approve an ordinance to place a measure on the November 8, 2016 ballot to renew Measure M for a $\frac{1}{4}$ cent transactions and use tax and to increase the transactions and use tax by an additional $\frac{1}{2}$ cent for an additional $\frac{3}{4}$ cent transaction and use tax for a period of 20 years.