

KENSINGTON POLICE PROTECTION AND COMMUNITY SERVICES DISTRICT

**BOARD OF DIRECTORS MEETING**

**July 9, 2020**

**ITEM 7**

**ESTABLISHMENT OF THE ANNUAL SUPPLEMENTAL SPECIAL TAX FOR POLICE PROTECTION**

**SUMMARY OF RECOMMENDATION**

Discuss and consider adopting Resolution 2020-15 affirming the establishment of the annual Supplemental Special Tax for Police Protection.

**BACKGROUND**

On June 8, 2010, the voters of the Kensington Police Protection and Community Services District approved Measure G, a supplemental special tax in the amount of \$200 per for single family parcels, with amounts for properties in other use categories identified in Ordinance No. 2016-12. The revenue from these actions is to provide a source of funding to be used for purposes directly related to police protection services.

A five-year history of the Supplemental Tax is summarized in the chart below.:

<b>Class of Improvement/ Use *</b>	<b>FY 2015-16</b>	<b>FY 2016-17</b>	<b>FY 2017-18</b>	<b>FY 2018-19</b>	<b>FY 2019-20</b>
Single Family Residential	\$226.28	\$232.38	\$241.18	\$248.94	\$258.93
Multi-Family Residential	\$339.42	\$348.57	\$361.78	\$373.41	\$388.40
Commercial & Institutional	\$339.42	\$348.57	\$361.78	\$373.41	\$388.40
Misc. Improved Property	\$226.28	\$232.38	\$241.18	\$248.94	\$258.93
Unimproved Property	\$ 67.88	\$ 69.71	\$ 72.35	\$ 74.68	\$ 77.68

\*Class of Improvement or Use are determined annually based on data from the Contra Costa County Assessor.

For fiscal year 2020-21, the maximum annual amount of the Supplemental Special Tax for each category of property is determined by multiplying the preceding fiscal year's maximum special tax by an inflation factor in an amount not to exceed the increase in the Consumer Price Index as published by the U.S. Department of Labor for the April to April San Francisco-Oakland-Hayward area (the "Consumer Price Index" or "CPI"). The increase in the Consumer Price Index from fiscal year 2019-20 to fiscal year 2020-21 is 1.110%.

Based on the increase in the CPI, the maximum Supplemental Special Tax for fiscal years 2019-20 and 2020-21 is as follows:

<b>Class of Improvement or Use*</b>	<b>2019/20 Maximum Tax</b>	<b>2020/21 Maximum Tax</b>
Single Family Residential	\$258.94 per parcel	\$261.81 per parcel
Multiple Unit Residential	388.41 per parcel	392.72 per parcel
Commercial and Institutional	388.41 per parcel	392.72 per parcel
Miscellaneous Improved Property	258.94 per parcel	261.81 per parcel
Unimproved Property	77.68 per parcel	78.54 per parcel

\*Class of Improvement or Use is determined annually based on data from the Contra Costa County Assessor.

During FY 2019-20, the Supplemental Tax raised \$588,400 in revenue, and this revenue was used only for the purpose of obtaining, providing, operating, maintaining and expanding the police protection service, facilities and equipment, for paying the salaries and benefits to police personnel, and for such other necessary police protection services expenses of the District. For FY 2020-21, the Supplemental Tax will raise revenue in the approximate amount of \$594,000 for these purposes.

**RECOMMENDATION**

Adopt Resolution 2020-15 Affirming the Establishment of the Annual Supplemental Special Tax for Police Protection.

**FISCAL IMPACT**

The FY 2020-21 operating budget includes \$594,000 in revenue from the Supplemental Special Tax for Police Protection.

**ATTACHMENTS**

Resolution 2020-15 of the Board of Directors of the Kensington Police Protection and Community Services District Affirming the Establishment of the Annual Supplemental Special Tax for Police Protection.

**SUBMITTED BY:**

Bill Lindsay  
Interim General Manager