

CITY COUNCIL STAFF REPORT

DATE: JANUAR

JANUARY 28, 2021

CONSENT CALENDAR

SUBJECT:

RATIFYING THE ANNUAL ADJUSTMENT OF THE ACCESS LINE RATE

PURSUANT TO PALM SPRINGS MUNICIPAL CODE 3.39.050 APPROVED

BY VOTERS BY MEASURE "G".

FROM:

David H. Ready, City Manager

BY:

Department of Finance and Treasury

SUMMARY:

Pursuant to Palm Springs Municipal Code §3.39.050 approved by voters on November 3, 2009, by Measure "G" imposing an Access Line Tax, formerly known as Emergency Response Fee to fund improvements to and operation of the City's 911 communication system.

RECOMMENDATION:

Adopt Resolution No. _____ "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PALM SPRINGS, CALIFORNIA, RATIFYING THE ANNUAL ADJUSTMENT OF THE ACCESS LINE RATE PURSUANT TO PALM SPRINGS MUNICIPAL CODE §3.39.050 APPROVED BY VOTERS BY MEASURE "G".

BACKGROUND:

Pursuant to Palm Springs Municipal Code §3.39.050, the voters approved an annual adjustment in accordance with the increase of the Consumer Price Index. Such annual adjustments as of December 31st of each year, beginning with December 31, 2010. The voter approved adjusted Access Line Tax pursuant to Section 1 of this Resolution shall be effective pursuant to §799(a)(5) of the Public Utilities Code of the State of California, collecting of this adjusted tax by no later than May 1, 2021.

The new amount of the Access Line tax pursuant to Palm Springs Municipal Code §3.39.050 shall be adjusted as follows:

Access Line from \$1.38 per month per access line to \$1.40. Trunk Line from \$10.43 per month per trunk line to \$10.59.

ITEM NO. II

FISCAL IMPACT:

The estimated total amount of the annual adjustment for all telecommunication users for a one-year period is approximately \$15,000.

David H. Ready, Esq. Ph.D.

City Manager

Nancy Pauley

Director of Finance and Treasurer

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A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PALM SPRINGS, CALIFORNIA, RATIFYING THE ANNUAL ADJUSTMENT OF THE ACCESS LINE RATE PURSUANT TO PALM SPRINGS MUNICIPAL CODE §3.39.050 APPROVED BY THE VOTERS BY MEASURE "G".

THE CITY COUNCIL OF THE CITY OF PALM SPRINGS DOES HEREBY FIND AS FOLLOWS:

- A. At the November 9, 2009 Regular Municipal Election, the voters passed Measure "G" imposing an Access Line Tax.
- B. Pursuant to Palm Springs Municipal Code §3.39.050, the voters approved an annual adjustment in accordance with the increase of the Consumer Price Index. Such annual adjustment is to commence after December 31, 2010.
- C. The Consumer Price Index: All Urban Consumers for the Los Angeles-Long Beach-Anaheim Standard Metropolitan Statistical Area for All Items as reported by the United Stated Bureau of Labor Statistics is 1.5% for the period of January 1, 2020 and December 31, 2020.
- D. Based on the CPI the annual adjustment is as follows: two (2) cents per month per access line, and sixteen (16) cents per month per trunk line.
- E. The estimated total amount of the annual adjustment for all telecommunication users for a one-year period is approximately \$15,000.

THE CITY COUNCIL OF THE CITY OF PALM SPRINGS DOES HEREBY RESOLVE AS FOLLOWS:

<u>SECTION 1.</u> The new amount of the Access Line Tax pursuant to Palm Springs Municipal Code §3.39.050 shall be adjusted as follows:

Access Line \$1.40 per month per access line. Trunk Line \$10.59 per month per trunk line.

<u>SECTION 2.</u> The City Clerk is hereby directed and authorized to amend the Access Line Tax pursuant to voter approved Measure "G" and Palm Springs Municipal Code §3.39.050.

<u>SECTION 3.</u> The Director of Finance is hereby directed and authorized to provide written notice to service providers pursuant to §799(a)(5) of the Public Utilities Code of the State of California.

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SECTION 4. The voter approved adjusted Access Line Tax pursuant to Section 1 of this Resolution shall be effective pursuant to §799(a)(5) of the Public Utilities Code of the State of California, but not later than May 1, 2021.
PASSED, APPROVED AND ADOPTED BY THE PALM SPRINGS CITY COUNCIL THIS 28 th DAY OF JANUARY, 2021.
DAVID H. READY, CITY MANAGER
ATTEST:
ANTHONY J. MEJIA, CITY CLERK
CERTIFICATION
STATE OF CALIFORNIA) COUNTY OF RIVERSIDE) ss. CITY OF PALM SPRINGS)
I, ANTHONY J. MEJIA, City Clerk of the City of Palm Springs, hereby certify that Resolution No is a full, true and correct copy, and was duly adopted at a regular meeting of the City Council of the City of Palm Springs on the 28 th day of January, 2021, by the following vote:
AYES: NOES: ABSENT: ABSTAIN:
ANTHONY J. MEJIA, CITY CLERK, MMC
City of Palm Springs, California