

1 RESOLUTION No. 2019- R⁰⁸³

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3 A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
4 CULVER CITY, CALIFORNIA, REQUESTING THE BOARD OF
5 SUPERVISORS OF THE COUNTY OF LOS ANGELES TO
6 CONSOLIDATE A SPECIAL MUNICIPAL ELECTION TO BE HELD
7 ON TUESDAY, MARCH 3, 2020, WITH THE PRESIDENTIAL
8 PRIMARY ELECTION TO BE HELD ON THE DATE PURSUANT
9 TO §10403 OF THE ELECTIONS CODE.

10 WHEREAS, the City Council of the City of Culver City called a Special
11 Municipal Election to be held on March 3, 2020 for the purpose of submitting to the voters
12 one question relating to one (1) Tax Measure; and

13 WHEREAS, it is desirable that the Special Municipal Election be held on
14 the same date as the Presidential Primary Election and that within the City the precincts,
15 polling places and election officers of the two elections be the same, and that the election
16 department of the County of Los Angeles canvass the returns of the Special Municipal
17 Election and that the election be held in all respects as if there were only one election.

18 NOW, THEREFORE, The City Council of the City of Culver City,
19 California, DOES HEREBY RESOLVE as follows:

20 SECTION 1. That pursuant to the requirements of §10403 of the
21 Elections Code, the Board of Supervisors of the County of Los Angeles is hereby
22 requested to consent and agree to the consolidation of a Special Municipal
23 Election with the Presidential Primary Election on Tuesday, March 3, 2020.

24 SECTION 2. That the following one (1) question related to one
25 measure amending a tax ordinance appear on the ballot, as follows:
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1 **Measure _____:**

2 "CONTINUATION OF CITY SERVICES TRANSACTIONS YES _____
3 AND USE TAX. Shall the measure to maintain 911 emergency
4 response services by retaining firefighters/ police officers/
5 paramedics; addressing homelessness; fixing
6 potholes/streets; maintaining storm drains, parks, after-school
7 programs, senior services, and other general fund services, by
8 continuing the voter approved one-half cent sales tax, NO _____
9 generating approximately 9.8 million dollars annually, until
10 March 31, 2033, requiring independent annual audits, all funds
11 used locally, with no tax rate increase, be adopted?"

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13 **SECTION 3.** That the complete text of the proposed amendment to
14 the tax ordinance entitled "Essential City Services Transactions and Use Tax" is
15 attached hereto as Exhibit "A" and incorporated herein by reference.

16 **SECTION 4.** That the County election department is authorized to
17 canvass the returns of the Special Municipal Election. The election shall be held
18 in all respects as if there were only one election, and only one form of ballot shall
19 be used.

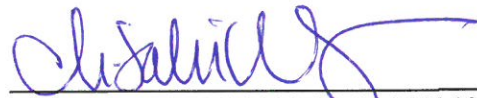
20 **SECTION 5.** That the Board of Supervisors is requested to issue
21 instructions to the County election department to take any and all steps necessary
22 for the holding of the consolidated election.

23 **SECTION 6.** That the City of Culver City recognizes that additional
24 costs will be incurred by the County by reason of this consolidation and agrees to
25 reimburse the County for any costs upon presentation of a duly submitted and
26 accurate bill.

1 **SECTION 7.** That the City Clerk is authorized to file a certified copy
2 of this resolution with the Board of Supervisors and the county election department
3 of the County of Los Angeles.

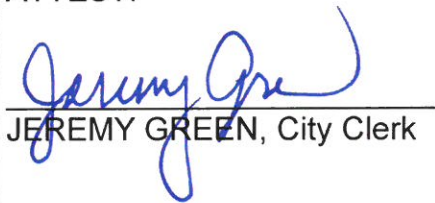
4 **SECTION 8.** That the City Clerk shall certify to the passage and
5 adoption of this resolution and enter it into the book of original resolutions.

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7 **APPROVED and ADOPTED** on this 28th day of October 2019.

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10 MEGHAN SAHLI-WELLS, MAYOR
11 City of Culver City, California

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14 **ATTEST:**

15 
16 JEREMY GREEN, City Clerk

17 **APPROVED AS TO FORM:**

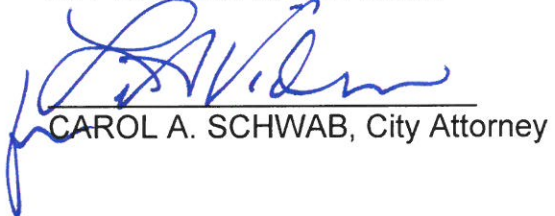
18 
19 CAROL A. SCHWAB, City Attorney

EXHIBIT A

ORDINANCE NO. 2020 –

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF CULVER CITY, CALIFORNIA, AMENDING SUBCHAPTER 3.08.300 OF THE CULVER CITY MUNICIPAL CODE "ESSENTIAL CITY SERVICES TRANSACTIONS AND USE TAX" BY AMENDING SECTION 3.08.375 TO EXTEND THE EXPIRATION DATE TO MARCH 31, 2033.

THE PEOPLE OF THE CITY OF CULVER CITY, CALIFORNIA, DO HEREBY
ORDAIN AS FOLLOWS:

SECTION 1. Subchapter 3.08.300 of the City of Culver City Municipal Code is hereby amended to read as follows (underline denotes addition, ~~strike-through~~ denotes deletion):

ESSENTIAL CITY SERVICES TRANSACTIONS AND USE TAX

- 3.08.300 Title
- 3.08.305 Operative date
- 3.08.310 Purpose
- 3.08.315 Contract with state
- 3.08.320 Transactions tax rate
- 3.08.325 Place of sale
- 3.08.330 Use tax rate
- 3.08.335 Adoption of provisions of state law
- 3.08.340 Limitations on adoption of state law and collection of use taxes
- 3.08.345 Permit not required
- 3.08.350 Exemptions and exclusions
- 3.08.355 Amendments
- 3.08.360 Enjoining collection forbidden
- 3.08.365 Severability
- 3.08.370 Effective date
- 3.08.375 Termination date

1 This ordinance shall be known as the City of Culver City Essential City Services
2 Transactions and Use Tax Ordinance. The City of Culver City hereinafter shall be
3 called "City." This Ordinance shall be applicable in the incorporated territory of the
4 City.

5 **§3.08.305. OPERATIVE DATE.**

6 The Operative Date of this Ordinance shall be the first day of the first calendar
7 quarter commencing more than 110 days after the adoption of this Ordinance by the
8 voters, the date of such adoption being as set forth below.

9 **§3.08.310. PURPOSE.**

10 This ordinance is adopted to achieve the following, among other purposes, and
11 directs that the provisions hereof be interpreted in order to accomplish those purposes:

12 A. To enhance the City of Culver City's ability to offset state budget cuts
13 and provide essential City services to the residents of Culver City, such as: preserving
14 quality neighborhoods and ensuring effective 911 emergency response by retaining
15 firefighters, police officers, and paramedics; fixing potholes/streets; maintaining parks,
16 community centers, storm drains; continuing after school programs, senior services,
17 graffiti removal, arts/cultural programs, and other general services;

18 B. To ensure that the City has the financial means to provide for the well-
19 being and security of its residents and businesses as the City and its economic base
20 grows.

21 C. To impose a retail transactions and use tax in accordance with the
22 provisions of Part 1.6 (commencing with Section 7251) of Division 2 of the Revenue
23 and Taxation Code and Section 7285.9 of Part 1.7 of Division 2 which authorizes the
24 City to adopt this tax ordinance which shall be operative if a majority of the electors
25 voting on the measure vote to approve the imposition of the tax at an election called
26 for that purpose.

27 D. To adopt a retail transactions and use tax ordinance that incorporates
28 provisions identical to those of the Sales and Use Tax Law of the State of California
insofar as those provisions are not inconsistent with the requirements and limitations
contained in Part 1.6 of Division 2 of the Revenue and Taxation Code.

E. To adopt a retail transactions and use tax ordinance that imposes a tax
and provides a measure therefore that can be administered and collected by the State
Board of Equalization in a manner that adapts itself as fully as practicable to, and
requires the least possible deviation from, the existing statutory and administrative
procedures followed by the State Board of Equalization in administering and collecting
the California State Sales and Use Taxes.

F. To adopt a retail transactions and use tax ordinance that can be
administered in a manner that will be, to the greatest degree possible, consistent with

1 the provisions of Part 1.6 of Division 2 of the Revenue and Taxation Code, minimize
2 the cost of collecting the transactions and use taxes, and at the same time, minimize
3 the burden of record keeping upon persons subject to taxation under the provisions of
4 this ordinance.

5 **§3.08.315. CONTRACT WITH STATE.**

6 Prior to the operative date, the City shall contract with the State Board of
7 Equalization to perform all functions incident to the administration and operation of this
8 transactions and use tax ordinance; provided, that if the City shall not have contracted
9 with the State Board of Equalization prior to the operative date, it shall nevertheless so
10 contract and in such a case the operative date shall be the first day of the first
11 calendar quarter following the execution of such a contract.

12 **§3.08.320. TRANSACTIONS TAX RATE.**

13 For the privilege of selling tangible personal property at retail, a tax is hereby
14 imposed upon all retailers in the incorporated territory of the City at the rate of 0.5% of
15 the gross receipts of any retailer from the sale of all tangible personal property sold at
16 retail in said territory on and after the operative date of this ordinance. The tax
17 imposed herein is in addition to any other transactions tax imposed by the City, the
18 County of Los Angeles, or the State of California.

19 **§3.08.325. PLACE OF SALE.**

20 For the purposes of this ordinance, all retail sales are consummated at the
21 place of business of the retailer unless the tangible personal property sold is delivered
22 by the retailer or its agent to an out-of-state destination or to a common carrier for
23 delivery to an out-of-state destination. The gross receipts from such sales shall
24 include delivery charges, when such charges are subject to the state sales and use
25 tax, regardless of the place to which delivery is made. In the event a retailer has no
26 permanent place of business in the State or has more than one place of business, the
27 place or places at which the retail sales are consummated shall be determined under
28 rules and regulations to be prescribed and adopted by the State Board of Equalization.

§3.08.330. USE TAX RATE.

An excise tax is hereby imposed on the storage, use or other consumption in
the City of tangible personal property purchased from any retailer on and after the
operative date of this ordinance for storage, use or other consumption in said territory
at the rate of 0.5% of the sales price of the property. The sales price shall include
delivery charges when such charges are subject to state sales or use tax regardless of
the place to which delivery is made. The tax imposed herein is in addition to any other
transactions tax imposed by the City, the County of Los Angeles, or the State of
California.

§3.08.335. ADOPTION OF PROVISIONS OF STATE LAW.

1 Except as otherwise provided in this ordinance and except insofar as they are
2 inconsistent with the provisions of Part 1.6 of Division 2 of the Revenue and Taxation
3 Code, all of the provisions of Part 1 (commencing with Section 6001) of Division 2 of
the Revenue and Taxation Code are hereby adopted and made a part of this
ordinance as though fully set forth herein.

4 **§3.08.340. LIMITATIONS ON ADOPTION OF STATE LAW AND**
5 **COLLECTION OF USE TAXES.**

6 In adopting the provisions of Part 1 of Division 2 of the Revenue and Taxation
7 Code:

8 A. Wherever the State of California is named or referred to as the taxing
agency, the name of this City shall be substituted therefor. However, the substitution
shall not be made when:

9 1. The word "State" is used as a part of the title of the State
10 Controller, State Treasurer, State Board of Control, State Board of Equalization, State
11 Treasury, or the Constitution of the State of California;

12 2. The result of that substitution would require action to be taken by
13 or against this City or any agency, officer, or employee thereof rather than by or
14 against the State Board of Equalization, in performing the functions incident to the
administration or operation of this Ordinance.

15 3. In those sections, including, but not necessarily limited to sections
16 referring to the exterior boundaries of the State of California, where the result of the
substitution would be to:

17 a. Provide an exemption from this tax with respect to certain
18 sales, storage, use or other consumption of tangible personal property which would
19 not otherwise be exempt from this tax while such sales, storage, use or other
consumption remain subject to tax by the State under the provisions of Part 1 of
Division 2 of the Revenue and Taxation Code, or;

20 b. Impose this tax with respect to certain sales, storage, use
21 or other consumption of tangible personal property which would not be subject to tax
by the state under the said provision of that code.

22 4. In Sections 6701, 6702 (except in the last sentence thereof),
23 6711, 6715, 6737, 6797 or 6828 of the Revenue and Taxation Code.

24 B. The word "City" shall be substituted for the word "State" in the phrase
25 "retailer engaged in business in this State" in Section 6203 and in the definition of that
phrase in Section 6203.

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28 **§3.08.345. PERMIT NOT REQUIRED.**

1 If a seller's permit has been issued to a retailer under Section 6067 of the
2 Revenue and Taxation Code, an additional transactor's permit shall not be required by
3 this ordinance.

4 **§3.08.350. EXEMPTIONS AND EXCLUSIONS.**

5 A. There shall be excluded from the measure of the transactions tax
6 and the use tax the amount of any sales tax or use tax imposed by the State of
7 California or by any city, city and county, or county pursuant to the Bradley-Burns
8 Uniform Local Sales and Use Tax Law or the amount of any state-administered
9 transactions or use tax.

10 B. There are exempted from the computation of the amount of
11 transactions tax the gross receipts from:

12 1. Sales of tangible personal property, other than fuel or petroleum
13 products, to operators of aircraft to be used or consumed principally outside the county
14 in which the sale is made and directly and exclusively in the use of such aircraft as
15 common carriers of persons or property under the authority of the laws of this State,
16 the United States, or any foreign government.

17 2. Sales of property to be used outside the City which is shipped to a
18 point outside the City, pursuant to the contract of sale, by delivery to such point by the
19 retailer or its agent, or by delivery by the retailer to a carrier for shipment to a
20 consignee at such point. For the purposes of this paragraph, delivery to a point
21 outside the City shall be satisfied:

22 a. With respect to vehicles (other than commercial vehicles)
23 subject to registration pursuant to Chapter 1 (commencing with Section 4000) of
24 Division 3 of the Vehicle Code, aircraft licensed in compliance with Section 21411 of
25 the Public Utilities Code, and undocumented vessels registered under Division 3.5
26 (commencing with Section 9840) of the Vehicle Code by registration to an out-of-City
27 address and by a declaration under penalty of perjury, signed by the buyer, stating that
28 such address is, in fact, his or her principal place of residence; and

b. With respect to commercial vehicles, by registration to a
place of business out-of-City and declaration under penalty of perjury, signed by the
buyer, that the vehicle will be operated from that address.

3. The sale of tangible personal property if the seller is obligated to
furnish the property for a fixed price pursuant to a contract entered into prior to the
operative date of this ordinance.

4. A lease of tangible personal property which is a continuing sale of
such property, for any period of time for which the lessor is obligated to lease the
property for an amount fixed by the lease prior to the operative date of this ordinance.

5. For the purposes of subparagraphs (3) and (4) of this section, the
sale or lease of tangible personal property shall be deemed not to be obligated
pursuant to a contract or lease for any period of time for which any party to the

1 contract or lease has the unconditional right to terminate the contract or lease upon
2 notice, whether or not such right is exercised.

3 C. There are exempted from the use tax imposed by this ordinance, the
4 storage, use or other consumption in this City of tangible personal property:

5 1. The gross receipts from the sale of which have been subject to a
6 transactions tax under any state-administered transactions and use tax ordinance.

7 2. Other than fuel or petroleum products purchased by operators of
8 aircraft and used or consumed by such operators directly and exclusively in the use of
9 such aircraft as common carriers of persons or property for hire or compensation
10 under a certificate of public convenience and necessity issued pursuant to the laws of
11 this State, the United States, or any foreign government. This exemption is in addition
12 to the exemptions provided in Sections 6366 and 6366.1 of the Revenue and Taxation
13 Code of the State of California.

14 3. If the purchaser is obligated to purchase the property for a fixed
15 price pursuant to a contract entered into prior to the operative date of this ordinance.

16 4. If the possession of, or the exercise of any right or power over, the
17 tangible personal property arises under a lease which is a continuing purchase of such
18 property for any period of time for which the lessee is obligated to lease the property
19 for an amount fixed by a lease prior to the operative date of this ordinance.

20 5. For the purposes of subparagraphs (3) and (4) of this section,
21 storage, use, or other consumption, or possession of, or exercise of any right or power
22 over, tangible personal property shall be deemed not to be obligated pursuant to a
23 contract or lease for any period of time for which any party to the contract or lease has
24 the unconditional right to terminate the contract or lease upon notice, whether or not
25 such right is exercised.

26 6. Except as provided in subparagraph (7), a retailer engaged in
27 business in the City shall not be required to collect use tax from the purchaser of
28 tangible personal property, unless the retailer ships or delivers the property into the
City or participates within the City in making the sale of the property, including, but not
limited to, soliciting or receiving the order, either directly or indirectly, at a place of
business of the retailer in the City or through any representative, agent, canvasser,
solicitor, subsidiary, or person in the City under the authority of the retailer.

7. "A retailer engaged in business in the City" shall also include any
retailer of any of the following: vehicles subject to registration pursuant to Chapter 1
(commencing with Section 4000) of Division 3 of the Vehicle Code, aircraft licensed in
compliance with Section 21411 of the Public Utilities Code, or undocumented vessels
registered under Division 3.5 (commencing with Section 9840) of the Vehicle Code.
That retailer shall be required to collect use tax from any purchaser who registers or
licenses the vehicle, vessel, or aircraft at an address in the City.

1 That retailer shall be required to collect use tax from any purchaser who registers or
2 licenses the vehicle, vessel, or aircraft at an address in the City.

3 D. Any person subject to use tax under this ordinance may credit against
4 that tax any transactions tax or reimbursement for transactions tax paid to a district
5 imposing, or retailer liable for a transactions tax pursuant to Part 1.6 of Division 2 of
6 the Revenue and Taxation Code with respect to the sale to the person of the property
7 the storage, use or other consumption of which is subject to the use tax.

8 **§3.08.355. AMENDMENTS.**

9 All amendments subsequent to the effective date of this ordinance to Part 1 of
10 Division 2 of the Revenue and Taxation Code relating to sales and use taxes and
11 which are not inconsistent with Part 1.6 and Part 1.7 of Division 2 of the Revenue and
12 Taxation Code, and all amendments to Part 1.6 and Part 1.7 of Division 2 of the
13 Revenue and Taxation Code, shall automatically become a part of this ordinance,
14 provided however, that no such amendment shall operate so as to affect the rate of tax
15 imposed by this ordinance.

16 **§3.08.360. ENJOINING COLLECTION FORBIDDEN.**

17 No injunction or writ of mandate or other legal or equitable process shall issue
18 in any suit, action or proceeding in any court against the State or the City, or against
19 any officer of the State or the City, to prevent or enjoin the collection under this
20 ordinance, or Part 1.6 of Division 2 of the Revenue and Taxation Code, of any tax or
21 any amount of tax required to be collected.

22 **§3.08.365. SEVERABILITY.**

23 If any provision of this ordinance or the application thereof to any person or
24 circumstance is held invalid, the remainder of the ordinance and the application of
25 such provision to other persons or circumstances shall not be affected thereby.

26 **§3.08.370. EFFECTIVE DATE.**

27 This ordinance relates to the levying and collecting of the City transactions and
28 use taxes and shall take effect immediately upon its adoption by a majority vote of the
qualified electors of the City voting in an election on the subject.

3.08.375. TERMINATION DATE.

The authority to levy the tax imposed by this ordinance shall expire March 31,
2023 2033.

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1 I hereby certify that the foregoing Ordinance was PASSED, APPROVED and
2 ADOPTED by the People of the City of Culver City voting on the 3rd day of March,
3 2020.

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6 MEGHAN SAHLI WELLS, MAYOR
City of Culver City, California

7
8
9 ATTEST

APPROVED AS TO FORM

10
11 JEREMY GREEN, City Clerk

CAROL A. SCHWAB, City Attorney

