



Legislation Details (With Text)

File #: 07-0084 **Version:** 1 **Name:** CD3 - Oil Production Tax
Type: Agenda Item **Status:** Approved
File created: 1/18/2007 **In control:** City Council
On agenda: 1/23/2007 **Final action:** 1/23/2007
Title: Recommendation to: 1) Place amended ordinance relating to Oil Production Tax as recommended by the City Auditor on the next available ballot; and 2) dedicate any revenue generated from the proposed increase 50% to Public Safety and 50% to Infrastructure Improvements.
Sponsors: COUNCILMEMBER GARY DELONG, THIRD DISTRICT
Indexes:
Code sections:
Attachments: 1. 012307-R-26sr.pdf

Date	Ver.	Action By	Action	Result
1/23/2007	1	City Council	approve recommendation	Pass
1/23/2007	1	City Council	approve recommendation	Pass

Recommendation to: 1) Place amended ordinance relating to Oil Production Tax as recommended by the City Auditor on the next available ballot; and 2) dedicate any revenue generated from the proposed increase 50% to Public Safety and 50% to Infrastructure Improvements.

Recommendation from the office of Councilmember Gary DeLong to:

- 1. Place amended ordinance as recommended by the City Auditor on the next available ballot.**
- 2. Dedicate any revenue generated from the proposed increase 50% to Public Safety and 50% to Infrastructure Improvements.**

Working closely with both the Office of the City Auditor and the Mayor's Office to determine whether or not an increase to the City's Oil Production tax is appropriate, it appears that an increase to the City's current Oil Production Tax is warranted.

The current charge of \$0.15 per barrel was instituted in 1990, and has not received any increases since. Should the City Council approve the City Auditor's recommendation of increasing the fee to \$0.40, with an annual CPI adjustment, the increased revenue will be approximately \$4 million annually.

The recommendation is to place the amended ordinance on the next available ballot (May 15t) for a vote of the people.

Additionally, given the pressing need for additional funding to the City's two highest priorities, Public Safety and Infrastructure Improvements throughout the City, the second recommendation is to dedicate the OPT revenue 50% to Public Safety and 50% to Infrastructure Improvements.

Approve recommendation.

Councilmember Gary DeLong