

Resolution No. MS 2022-01

**A RESOLUTION OF THE CRESCENT CITY MEASURE S OVERSIGHT COMMITTEE
APPROVING A REPORT ON MEASURE S FUNDS FOR FISCAL YEAR 2020-2021**

Whereas, the voters of the City of Crescent City passed Measure S in November 2020 imposing a 1.0% transactions and use tax (“sales tax”) to be imposed within the City limits; and

Whereas, Measure S requires that the City have an oversight committee made up of two-non-voting staff members and five voting city residents, appointed by the Mayor and confirmed by the City Council; and

Whereas, Measure S also requires that the oversight committee report publicly on an annual basis regarding the expenditure of Measure S revenues; and

Whereas, the sales tax was not imposed until April 1, 2021, meaning that the City only collected one quarter of sales taxes for Fiscal Year 2020-2021; and

Whereas, the City’s independent auditor, Badawi & Associates, has completed a separate audit of Measure S funds for FY 2020-2021; and

Whereas, the auditor’s report has been provided to the Measure S Oversight Committee; and

Whereas, City staff have also provided the Measure S Oversight Committee with detailed information on the expenditure of Measure S revenues received for FY 20-21; and

Whereas, the Measure S Oversight Committee has met in a duly noticed public meeting and considered the information presented thereat.

NOW, THEREFORE, BE IT RESOLVED by the Crescent City Measure S Oversight Committee that the attached Measure S Committee Report for FY 2020-2021 is hereby approved.

APPROVED and ADOPTED and made effective the same day by the Crescent City Measure S Oversight Committee at a meeting thereof held on this 9th day of February 2022 by the following polled vote:

AYES: Committee Members Mattz, Perry, Reno, and Chair Schellong


NOES: None

ABSENT: Committee Member Cruse

ABSTAIN: None



Kelly Schellong Chairperson

ATTEST:


Robin Patch, City Clerk

Crescent City Measure S Oversight Committee

Fiscal Year 2020-2021

Annual Report

Committee Members:

- Kelly Schellong, Chair (21-22)
- Ernest Perry, Vice Chair (22-23)
- Cindy Cruse (21-22)
- Emery Mattz IV (21-22)
- Dana Reno (22-23)

February 9, 2022

Dear City Council and Residents of Crescent City:

The Crescent City Measure S Oversight Committee makes this report pursuant to Crescent City Municipal Code 3.30.140.

1. PERIOD COVERED

This report covers Fiscal Year 2020-2021 (July 1, 2020 through June 30, 2021). However, the Measure S transactions and use tax was not implemented until the 4th quarter of the fiscal year (April 1, 2021).

2. INDEPENDENT AUDIT

On February 9, 2022, the Committee met and reviewed in detail the independent auditor's report of Measure S funds by Badawi & Associates for the fiscal year 2020/2021. After review and discussion with City staff, the Committee is satisfied with its findings. A copy of the audit is included with this report.

3. MEASURE S REVENUES

During FY 2020-2021, the City received \$452,930 in Measure S tax revenue.

4. MEASURE S EXPENDITURES

During the FY 2020-2021, the City expended \$120,463 from Measure S funds. On February 16, 2021, the City Council approved expending \$176,606 toward re-opening the pool and pool operations, which had been closed due to COVID-19 restrictions. However, due to staffing vacancies and limited programs offered because of COVID restrictions, the City only spent \$120,463. All Measure S expenditures in FY 20-21 were for the benefit of the Fred Endert Municipal Swimming Pool and in accordance with the approvals given by City Council.

5. MEASURE S FUNDS REMAINING

Because the City only expended a portion of the Measure S revenues received in FY 20-21, there is \$332,467 in Measure S funds from FY 20-21 that remain unallocated. These funds will remain in the Measure S fund balance awaiting to be allocated for future Measure S purposes.

Respectfully,



Kelly Schellong, Chairperson
Measure S Oversight Committee