

EXHIBIT "A"

ORDINANCE NO. 2936

AN ORDINANCE OF THE PEOPLE OF THE CITY OF REDLANDS, CALIFORNIA, AMENDING SECTION 5.08.482 OF THE REDLANDS 5.08.482 OF THE CITY'S MUNICIPAL CODE AS IT RELATES TO BUSINESS LICENSE TAX RATES FOR DISTRIBUTION CENTERS.

(NOTE: Additions are highlighted in *bold italics* and deletions are highlighted in ~~strikeout~~)

THE PEOPLE OF THE CITY OF REDLANDS DO ORDAIN AS FOLLOWS:

SECTION 1. Subject to the approval of a majority of the voters of the City of Redlands at the General Municipal Election so designated by the City Council in a separate resolution placing the proposal on the ballot for such election, Section 5.08.482 of the Redlands Municipal Code is amended to read as follows:

"Chapter 5.08-- BUSINESS LICENSE RATES

Article VII. Particular Business

...

5.08.482: DISTRIBUTION CENTER:

- A. Commencing on the effective date hereof (the "effective date") for every person, firm, partnership, business or corporation conducting or managing a business consisting primarily of receiving, temporarily storing and subsequently distributing goods, wares or merchandise of any kind to wholesalers or retailers (hereinafter a "distribution center"), the business license tax shall be in the amount of ~~three~~ *ten* and one-half cents (~~(\$0.035)~~ *(\$0.105)*) per square foot of gross floor area principally devoted to such use, as calculated by the city's community development department. ~~From and after such effective date, the business license tax established by this section shall be automatically adjusted each year by the percentage increase in the consumer price index - Los Angeles-Anaheim-Riverside area; provided, however, the business license tax shall not be adjusted to any amount greater than five cents (\$0.05) per square foot of gross floor area.~~
- B. Notwithstanding subsection A of this section, any person, firm, partnership, business or corporation which conducts a wholesale or retail business within the city and which also conducts or operates a distribution center solely in support of such wholesale or retail business shall not be subject to the distribution center business license tax established by this section.
- C. Notwithstanding subsection A of this section, any person, firm, partnership, business or corporation which conducts a wholesale or retail business within the city and which also conducts or operates a distribution center in support of such wholesale or retail

business and other wholesale or retail businesses located outside the city shall pay the distribution center business license tax established by this section only on the percentage of gross floor area of the distribution center principally devoted to supporting the wholesale or retail businesses located outside the city.”

SECTION 2. The License Tax set forth herein shall be collected and administered in the manner set forth in Chapters 5.04 and 5.08 of the Redlands Municipal Code.

SECTION 3. Pursuant to Article XIII B of the California Constitution, the appropriation limit for the City of Redlands will be increased by the maximum projected aggregate collection authorized by the levy of this general tax, as indicated in Section 1, in each of the years covered by this Ordinance plus the amount, if any, by which the appropriation limit is decreased by law as a result of the levy of the general tax set forth in this Ordinance.

SECTION 4. If any portion of this Ordinance is declared invalid by a court of law or other legal body with applicable authority, the invalidity shall not affect or prohibit the force and effect of any other provision or application of the Ordinance that is not deemed invalid. The voters of the City hereby declare that they would have circulated for qualification and/or voted for the adoption of this Section, and each portion thereof, regardless of the fact that any portion of the initiative may be subsequently deemed invalid.

SECTION 5. Pursuant to California Constitution Article XIII C §(2)(b) and California Elections Code §9217, this Ordinance shall take effect only if approved by a majority of the eligible voters of the City of Redlands voting at the General Municipal Election to be held on November 8, 2022. The new taxing rate shall go into effect on January 1, 2023.

SECTION 6. The Mayor is hereby authorized to attest to the adoption of this Ordinance by the People voting thereon on November 8, 2022, by signing where indicated below.

I hereby certify that the foregoing Ordinance was **PASSED, APPROVED AND ADOPTED** by the People of the City of Redlands on the 8th day of November 2022.

Dated: _____

Paul Barich, Mayor

ATTEST:

Jeanne Donaldson, City Clerk