

MEASURE P

1 PERCENT SALES TAX INITIATIVE



Current Sales Tax Distribution

Sales Tax Rate 9%



State Portion 6.75%

Los Angeles County 1.25% City of Compton 1%

Currently, for every dollar spent on taxable items, consumers pay 9 cents.
Out of the 9 cents, the State of California captures 6.75 cents
The County 1.25 cents leaving the City with 1 cent only.

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What is it?

- A penny tax per dollar spent on the sale of local goods. This means anyone who buys taxable products in the City of Compton will be contributing to our community.
- Estimated additional revenue = \$7.5 million



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How it works

\$1 purchase adds 1 penny

\$10 purchase adds 10 pennies

\$100 purchase adds 100 pennies or \$1 dollar

Only applies to taxable items

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This is

- Not an additional property tax
- Not a tax on any item that is currently non-taxable such as food
- Not a residential or commercial assessment
- Not a bond

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Surrounding Cities with approved Sales Tax Initiatives*

City of Commerce – Measure AA

La Mirada – Measure I

Santa Monica – Measure Y

South El Monte – Measure R

South Gate – Measure P

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How might the money be used?

General Fund Services and Programs such as:

- Streets - because the general tax gives the City flexibility in spending as oppose to a Special Tax that would restrict the items but need two thirds voter approval .



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How might the money be used?



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How might the money be used?

- Public Safety
 - Law Enforcement Services
 - Increase Services for a Safer Community



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How might the money be used?

- Public Safety
 - Fire Station Improvements



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How might the money be used?

- Additional Senior Services
 - Arts & Crafts
 - Dance
 - Exercise Class
 - Games
 - Music & Drama
 - Senior Clubs



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How might the money be used?

Improve, Expand and operate parks
& recreational areas



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How would the money be monitored?

1. The State Board of Equalization will administer the Tax Ordinance
2. Appointed Citizen Oversight committee
3. Quarterly spending reports published through City Website
4. Compton 3rd Party Independent Audit
 1. All expenditures are subject to annual independent audit procedures

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transparency and accountability