RESOLUTION NO. 6457(21)

A Resolution of the City Council of the City of Lompoc, County of Santa Barbara, State of California, Suspending the Collection of a Portion of Measure Q Taxes On Cannabis Manufacturing and Distribution Operations Until April 1, 2022

WHEREAS, in order to preserve vital City services, the City Council placed a measure on the September 14, 2021, election ballot to establish a new tax structure for cannabis manufacturing and distribution businesses (Measure Q or Ordinance 1681(21)); and

WHEREAS, prior to placing Measure Q on the ballot, the City Council contemplated suspending collection of taxes imposed by Measure Q on cannabis manufacturing and distribution businesses until April 1, 2022, should Measure Q be adopted by the voters; and

WHEREAS, on September 14, 2021, Measure Q was approved by the voters; and

WHEREAS, on October 19, 2021, the City Council declared the vote on Measure Q, and therefore pursuant to Elections Code section 9217 Measure Q (Ordinance 1681(21)) will take effect on October 29, 2021.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF LOMPOC, CALIFORNIA, DOES HEREBY RESOLVE AS FOLLOWS:

SECTION 1. The foregoing recitals are true and correct and are hereby incorporated and made an operative part of this Resolution.

SECTION 2. The City Council directs the Finance Department to suspend collection of the tax on cannabis manufacturing and distribution operators imposed by Lompoc Municipal Code section 3.50.030(C) from October 29, 2021, until April 1, 2022, with the exception that the following portion of such taxes shall continue to be collected:

\$15,000.00 annually if the business's net income is less than \$2,000,000; and \$30,000.00 annually if the business's net income is \$2,000,000 or more.

Beginning on April 1, 2022, the Finance Department is directed to resume collection of the full amount of taxes imposed by Lompoc Municipal Code section 3.50.030(C).

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SECTION 3. This Resolution shall become effective immediately upon its passage and adoption.

The foregoing Resolution was proposed by Council Member Starbuck, seconded by Council Member Ball, and was duly passed and adopted by the Council of the City of Lompoc at its regular meeting on October 19, 2021, by the following vote:

AYES: Council Member(s): Dirk Starbuck, Jeremy Ball, Gilda Cordova, and

Victor Vega.

NOES: Council Member(s): None

ABSENT: Council Member(s): Mayor Jenelle Osborne.

/Jenelle Osborne/
Jenelle Osborne, Mayor
City of Lompoc

ATTEST:

/Stacey Haddon/
Stacey Haddon, City Clerk
City of Lompoc