



Information Item

Date: September 22, 2011

To: Mayor and City Council

From: Gigi Decavalles-Hughes, Acting Director of Finance

Subject: Revised Income Eligibility Limits for Senior Citizens Utility User's Tax Exemption Program

Introduction

This is to advise the City Council of FY 2011-12 income eligibility limits for the Senior Citizens Utility User's Tax (UUT) Exemption Program.

Background

In September of 1987, the City Council adopted Resolution No. 7493 (CCS) which specifies that the Senior Citizen income eligibility limits for exemption from the City's UUT be adjusted each fiscal year by the December to December change in the Los Angeles-Riverside-Orange County Consumer Price Index for Wage Earners and Clerical Workers (CPI-W).

Discussion

Pursuant to Council Resolution No. 7493 (CCS), the new income eligibility limits for the Senior Citizens Utility Users Tax Exemption Program in FY 2011-12 are:

- a. \$27,062 annual gross income for single person households.
- b. \$31,011 annual gross income for two or more person households.

These new limits, effective July 1, 2011, represent a \$417 increase in the single person household rate and \$478 in the two or more person household rate reflecting the 1.6% increase in the Los Angeles-Riverside-Orange County CPI-W index for December 2009 to December 2010.

Prepared By: David Carr, Treasury Administrator