

Sweetened Beverage Tax Community Advisory Board (CAB)

MEETING SUMMARY	Date: August 23, 2024
	Time: 9am – 11am
	Location: Virtual
MEMBERS PRESENT:	No quorum – Executive Committee only: Tanika Thompson Bird, Jen Moss, Dan Torres
MEMBERS ABSENT:	Barbara Baquero, Barbara Rockey, Bilan Aden, Munira Mohamed, Kristin Sukys
VACANT SEATS:	<i>Position 1 (Food Access Rep.), Position 3 (Food Access Rep.), Position 6, (Public Health Rep.)</i>
GUESTS:	<ul style="list-style-type: none"> Bridget Igoe, Office of Sustainability & Environment Greg Shiring, City Budget Office

Summary: The purpose of this meeting was for the CAB to receive an update on the August revenue forecast. There were not enough CAB members in attendance for quorum, so no new decisions were made. However, the Executive Committee, which speaks on behalf of the CAB, did decide to send a letter reiterating the CAB’s [June budget recommendations](#).

G. Shiring from the City Budget Office shared information from the [August revenue forecast](#). The main takeaways were:

- Beginning in 2024, there is a \$900K reduction in SBT revenues from 2024-2026
- By 2026, with no changes in the SBT Financial Plan, this means there would be a \$1 million shortfall.

Selected Other Revenues - Baseline Scenario Forecast (\$ millions)

Revenue Source	2023	2024			2025			2026		
	Actuals	Apr Forecast	Aug Forecast	Difference	Apr Forecast	Aug Forecast	Difference	Apr Forecast	Aug Forecast	Difference
Payroll Expense Tax - w/o 2021 obligations	\$315.2	\$394.7	\$404.4	\$9.7	\$416.1	\$430.0	\$13.9	\$436.7	\$451.5	\$14.9
REET	\$47.9	\$52.3	\$57.2	\$4.9	\$65.4	\$63.9	-\$1.5	\$79.0	\$80.2	\$1.2
Admission Tax	\$25.3	\$25.8	\$26.3	\$0.4	\$26.6	\$27.0	\$0.4	\$27.3	\$27.8	\$0.5
Sweetened Beverage Tax	\$21.5	\$21.8	\$20.9	-\$0.9	\$22.3	\$21.3	-\$0.9	\$22.7	\$21.8	-\$1.0
Short Term Rental Tax	\$11.4	\$11.7	\$11.3	-\$0.4	\$12.6	\$11.8	-\$0.8	\$12.8	\$12.4	-\$0.4
STBD Sales Tax	\$53.1	\$52.9	\$53.1	\$0.1	\$55.1	\$54.4	-\$0.7	\$57.4	\$56.0	-\$1.4
STBD Vehicle License Fee	\$16.5	\$20.0	\$19.5	-\$0.5	\$20.9	\$20.9	\$0.0	\$21.2	\$21.2	\$0.0
Commercial Parking Tax	\$51.7	\$51.4	\$52.4	\$1.0	\$53.5	\$54.0	\$0.6	\$55.6	\$54.6	-\$1.0

City representatives were unable to comment on the scenarios being considered to balance the SBT Fund, but options in situations like this are find another revenue source, reduce expenditures, utilize all the reserves.

After discussing the August revenue forecast, the Executive Committee reviewed the CAB's original 2025 budget recommendations (transmitted on June 5, 2024). The Executive Committee decided to made sense to transmit another letter that reiterated the same points, i.e.:

- Maintain restrictions on the SBT Fund
- Prioritize funding for SBT programs/services
- Look to the future Families & Education levy to fund the early learning programs/services currently funded by SBT.

The meeting adjourned at 10am.

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