

**Additional option for H-2 tax cap discussion. 9/3/04 meeting**

**Delete Section 10.05 (b) that describes sales tax increases**

**Replace:**

**Section 10.07 Taxation: Supermajority Requirement to Raise Taxes or Fees Limit**

Any ordinance or resolution that will increase fees, sales tax levies or property tax levies on an areawide, nonareawide or service area basis shall require the affirmative vote of three-fourths (3/4) of the Assembly or be approved by a majority of the qualified voters who vote on the ordinance or resolution at a general or special election. If the increase in the rate of levy of the general sales or use tax is limited to a service area or is nonareawide, the vote is limited to those qualified to vote in the area.

**Note:**

**The above is similar to Mr. Harrington's Option D, however it encompasses sales tax as well so that there is no "built-in" incentive to raise any particular fee, or tax: all are approved by the same mechanics. It also provides for referendum to the voters when a supermajority is not tenable.**

**I would personally prefer a requirement of 5 votes (2/3) majority rather than 6 votes (3/4) but that is up for debate/discussion.**