

The Delta City Council has submitted questions to the voters in the City of Delta regarding taxation of marijuana. The City Council would like to clarify the purpose of the questions on the April 3, 2018 Election ballot.

The following is information regarding the ballot questions:

- These questions are NOT approving the retail sales of marijuana within the City of Delta.
- These questions would approve the taxation of marijuana only if marijuana sales are approved in the future. There is no pending ordinance or proposal before the Delta City Council at this time to approve any marijuana sales in the City of Delta.
- The City of Delta is limited on which election a TABOR question (such as a tax) can be presented to the voters. These questions are being presented now because the regular City election in April is one of those authorized times.

City of Delta Referred Measure A

SHALL THE CITY OF DELTA'S TAXES BE INCREASED BY \$325,000 (FIRST FULL FISCAL YEAR INCREASE), AND BY WHATEVER ADDITIONAL AMOUNTS ARE RAISED ANNUALLY THEREAFTER, BY IMPOSING AN EXCISE TAX ON THE FIRST SALE OF UNPROCESSED RETAIL MARIJUANA BY RETAIL MARIJUANA CULTIVATION FACILITIES LOCATED WITHIN THE CITY AS SUCH IS AUTHORIZED BY STATE LAW AND BY THE CITY OF DELTA AT THE RATE OF FIVE PERCENT (5%) OF THE AVERAGE MARKET RATE OF UNPROCESSED MARIJUANA AS DEFINED BY STATE LAW OR AS MAY LATER BE AUTHORIZED BY STATE LAW, AND SHALL ALL SUCH TAX REVENUES BE COLLECTED, RETAINED AND SPENT AS A VOTER APPROVED REVENUE CHANGE UNDER ARTICLE X, SECTION 20 OF THE COLORADO CONSTITUTION, NOTWITHSTANDING ANY REVENUE OR EXPENDITURE LIMITATIONS CONTAINED IN THE COLORADO CONSTITUTION OR OTHER APPLICABLE LAW?

City of Delta Referred Measure B

SHALL THE CITY OF DELTA'S TAXES BE INCREASED BY \$275,000 (FIRST FULL FISCAL YEAR INCREASE), AND BY WHATEVER ADDITIONAL AMOUNTS ARE RAISED ANNUALLY THEREAFTER, BY IMPOSING A SPECIAL SALES TAX ON THE SALE OF RETAIL MARIJUANA AND RETAIL MARIJUANA PRODUCTS TO CONSUMERS, RETAIL MARIJUANA STORES, OR RETAIL MARIJUANA PRODUCT MANUFACTURERS, AS SUCH IS AUTHORIZED BY STATE LAW AND BY THE CITY OF DELTA, AT THE RATE OF TWO PERCENT (2%) OF THE PURCHASE PRICE, WITH SAID SPECIAL SALES TAX TO BE IN ADDITION TO THE MUNICIPAL SALES TAX IMPOSED BY THE CITY OF DELTA, AND SHALL ALL SUCH TAX REVENUES BE COLLECTED, RETAINED AND SPENT AS A VOTER APPROVED REVENUE CHANGE UNDER ARTICLE X, SECTION 20 OF THE COLORADO CONSTITUTION, NOTWITHSTANDING ANY REVENUE OR EXPENDITURE LIMITATIONS CONTAINED IN THE COLORADO CONSTITUTION OR OTHER APPLICABLE LAW?