

RESOLUTION NO. 2025-147

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ELK GROVE
AUTHORIZING THE WAIVER OF COLLECTIONS, PENALTIES AND FEES
RELATED TO TRANSIENT OCCUPANCY TAX AUDIT FINDINGS**

WHEREAS, Elk Grove Municipal Code Chapter 3.08 provides for the collection of Uniform Transient Occupancy Tax; and

WHEREAS, pursuant to Resolution No. 2021-242, the City entered into a contract with Hinderliter, De Llamas & Associates dba HdL Companies (HdL) for audit and consulting services regarding Transient Occupancy Tax (TOT); and

WHEREAS, HdL has conducted two audits of two select local hotels and three years of records pertaining to TOT, dating back to January 2020 and found that income (estimated rent, penalties and interest) associated with complimentary rooms totaling \$2,790 was not included in the calculation and payment of TOT to the City; and

WHEREAS, the City of Elk Grove (City) has considered rent associated with complimentary rooms to be subject to the collection of Uniform Transient Occupancy Tax; and

WHEREAS, the City would like to exempt rent associated with complimentary rooms from Uniform Transient Occupancy Tax; and

WHEREAS, the previously approved Elk Grove Municipal Code amendment to Chapter 3.08 modifies exemptions for purposes of TOT to exclude complimentary rooms.

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Elk Grove hereby authorizes HdL to waive collection of TOT for complimentary rooms from two three-year audits totaling \$2,790, including penalties and fees.

PASSED AND ADOPTED by the City Council of the City of Elk Grove this 23rd day of July 2025



BOBBIE SINGH-ALLEN, MAYOR of the
CITY OF ELK GROVE

ATTEST:



JASON LINDGREN, CITY CLERK

APPROVED AS TO FORM:



JONATHAN P. HOBBS,
CITY ATTORNEY

CERTIFICATION
ELK GROVE CITY COUNCIL RESOLUTION NO. 2025-147

STATE OF CALIFORNIA)
COUNTY OF SACRAMENTO) ss
CITY OF ELK GROVE)

I, Jason Lindgren, City Clerk of the City of Elk Grove, California, do hereby certify that the foregoing resolution was duly introduced, approved, and adopted by the City Council of the City of Elk Grove at a regular meeting of said Council held on July 23, 2025 by the following vote:

AYES: **COUNCILMEMBERS:** *Singh-Allen, Brewer, Spease, Suen*

NOES: **COUNCILMEMBERS:** *None*

ABSTAIN: **COUNCILMEMBERS:** *None*

ABSENT: **COUNCILMEMBERS:** *Robles*



Jason Lindgren, City Clerk
City of Elk Grove, California