

ORDINANCE NO. _____

AN ORDINANCE OF THE COUNCIL OF THE CITY OF SANTA BARBARA ADDING SECTION 5.04.735 OF THE SANTA BARBARA MUNICIPAL CODE TO CREATE A BUSINESS TAX EXEMPTION FOR ARTISTS EARNING LESS THAN \$5,000 IN ANNUAL GROSS RECEIPTS

THE CITY COUNCIL OF THE CITY OF SANTA BARBARA DOES ORDAIN AS FOLLOWS:

SECTION 1. Section 5.04.735 of Chapter 4 of Title 5 of the Santa Barbara Municipal Code is added to read as follows:

5.04.735 Artists Tax Exemption.

Notwithstanding any other provision of this chapter, Artists, as the term is used in section 5.04.420, shall not be taxed if their annual gross receipts are less than five thousand dollars (\$5,000.00). Artists with gross annual receipts of five thousand dollars (\$5,000.00) or more shall be taxed in accordance with section 5.04.390 or 5.04.420, as applicable.

SECTION 2. CEQA. This ordinance is not subject to the California Environmental Quality Act ("CEQA") pursuant to Section 15060(c)(2) of the CEQA Guidelines (Title 14, Chapter 3 of the California Code of Regulations) because the activity will not result in a direct or reasonable foreseeable indirect physical change in the environment, and Section 15060(c)(3) because the activity is not a project as defined in Section 15378 of the CEQA Guidelines because it has no potential for resulting in physical change to the environment, directly or indirectly.