

MARK PESTRELLA, Director

COUNTY OF LOS ANGELES

DEPARTMENT OF PUBLIC WORKS

"To Enrich Lives Through Effective and Caring Service"

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> IN REPLY PLEASE REFER TO FILE: **T-5**

August 2, 2018

Dr. Maria E. Slaughter Director of Public Works City of Carson 701 East Carson Street Carson, CA 90745-6234

Dear Dr. Slaughter:

CONSENT AND JURISDICTION/NEGOTIATED TAX EXCHANGE RESOLUTIONS RESULTING FROM ANNEXATION OF PROJECT L 091-2017 TO COUNTY LIGHTING MAINTENANCE DISTRICT 1697 AND COUNTY LIGHTING DISTRICT LANDSCAPING AND LIGHTING ACT-1 CARSON ZONE, CITY OF CARSON

The area shown on the enclosed map is being processed for annexation to County Lighting Maintenance District (CLMD) 1697 and County Lighting District Landscaping and Lighting Act-1, Carson Zone, in order to provide funds for the operation and maintenance of new streetlights installed by the developer. CLMD 1697 is located wholly within the jurisdictional boundary of the City of Carson and is administered by the County of Los Angeles on behalf of the City. Since this area is located within the City's jurisdiction, City Council approval of the enclosed resolution granting consent and jurisdiction to the County is required to accomplish this annexation.

For new annexations to a CLMD, our procedures require us to process the exchange of property tax revenues concurrent with the Board of Supervisors' approval of the annexation. Enclosed is a Joint Resolution between the County and the City approving and accepting the negotiated exchange of property tax revenues resulting from the annexation of the subject territory to CLMD 1697. Attached to the Joint Resolution are Property Tax Transfer Resolution Worksheets prepared for Tax Rate Areas 01011 and 05477, located within the annexation territory listing the share of the annual tax increment to be exchanged with the City, other nonexempt taxing agencies (school-related agencies are exempted by State law), and CLMD 1697.

EXHIBIT NO. 5

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The costs for the operation and maintenance of streetlights located within a CLMD are primarily funded by ad valorem property tax. The collection of property tax revenues has allowed CLMD 1697 to maintain a \$35 annual base assessment rate for a single-family home within the Carson Zone. As shown on the Property Tax Transfer Resolution Worksheet for Project L 091-2017, Tax Rate Area 01011, the current tax share ratio for the City is 0.067428693. Out of the City's tax share ratio, the City would allocate 0.000739871 to CLMD 1697, with a net share to the City of 0.066688822, or monetarily speaking, a \$10,000 increment in assessed valuation of a parcel means that the parcel will pay an additional \$100 in property taxes of which the City would receive \$6.6689 and CLMD 1697 would receive \$0.0740. For areas in a Community Redevelopment Zone, CLMD 1697 will not receive any tax dollars until such time that the Community Redevelopment Zone is terminated.

We prepared the resolutions for your use in this matter. Upon the City's approval of the resolutions, we will continue the annexation process for this project and schedule a public hearing before the Board. Please have the resolutions executed and returned to us in the enclosed self-addressed envelope by September 12, 2018.

If you have any questions, please contact Ms. Tigist Desta of Traffic and Lighting Division, Street Lighting Section, at (626) 300-4755.

Very truly yours,

MARK PESTRELLA Director of Public Works

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Interim Assistant Deputy Director Traffic and Lighting Division

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Enc.

bc: Programs Development (Manning)