



# CITY OF CARSON

## Legislation Text

File #: 2020-664, Version: 1

### Report to Mayor and City Council

Tuesday, October 06, 2020

Consent

#### **SUBJECT:**

**CONSIDERATION OF RESOLUTION NO. 20-149, GRANTING CONSENT AND JURISDICTION TO LOS ANGELES COUNTY IN THE MATTER OF COUNTY LIGHTING MAINTENANCE DISTRICT 1697 AND COUNTY LIGHTING DISTRICT LANDSCAPING AND LIGHTING ACT-1, CARSON ZONE, CITY OF CARSON TRACT 76070; AND RESOLUTION NO. 20-150, APPROVING AND ACCEPTING THE NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUES RESULTING FROM ANNEXATION OF TRACT 76070 TO COUNTY LIGHTING MAINTENANCE DISTRICT 1697 (CITY COUNCIL)**

#### **I. SUMMARY**

As part of the conditions of approval established by the City for various developments within the City, developers have been required to annex their properties to County Lighting Maintenance District (CLMD) 1697, allowing the County to provide funds for the operation and maintenance of existing street lights in the public right-of-way. The County of Los Angeles Department of Public Works has submitted a resolution to the City of Carson granting consent and jurisdiction to the County of Los Angeles to annex one area of the City to County Lighting Maintenance District No. 1697 and County Lighting District LLA-1 (Exhibit No. 1). Joint resolutions between the County of Los Angeles and the City of Carson (and various other taxing agencies) approving and accepting the negotiated exchange of property tax revenues (Exhibit No. 2) resulting from these annexations is also required. The County of Los Angeles is requesting that the City adopt these resolutions to reflect the proposed annexation as it applies to a location within the City. This action is for the annexation of Tract 76070 at 21811 Figueroa Street.

## **II. RECOMMENDATION**

Take the Following actions:

1. WAIVE further reading and ADOPT Resolution No. 20-149 "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CARSON, CALIFORNIA, GRANTING CONSENT AND JURISDICTION TO LOS ANGELES COUNTY IN THE MATTER OF COUNTY LIGHTING MAINTENANCE DISTRICT 1697 AND COUNTY LIGHTING DISTRICT LANDSCAPING AND LIGHTING ACT-1, CARSON ZONE, CITY OF CARSON TRACT 76070"

2. WAIVE further reading and ADOPT Resolution No. 20-150 "A JOINT RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES, THE BOARD OF TRUSTEES OF THE GREATER LOS ANGELES COUNTY VECTOR CONTROL DISTRICT, THE BOARD OF DIRECTORS OF THE COUNTY SANITATION DISTRICT NO. 8 OF LOS ANGELES COUNTY, THE CITY COUNCIL OF THE CITY OF CARSON, AND THE BOARD OF DIRECTORS OF THE WATER REPLENISHMENT DISTRICT OF SOUTHERN CALIFORNIA APPROVING AND ACCEPTING THE NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUES RESULTING FROM ANNEXATION OF TRACT 76070 TO COUNTY LIGHTING MAINTENANCE DISTRICT 1697"

## **III. ALTERNATIVES**

1. DENY the proposed annexation. However, denying the proposed annexation will obligate the City to pay 100% of the operation and maintenance costs of the street lights.
2. TAKE another action the City Council deems appropriate, consistent with the requirements of the law

## **IV. BACKGROUND**

As part of the conditions of approval established by the City for various developments within the City, developers have been required to annex their properties to County Lighting Maintenance District (CLMD) 1697, allowing the County to provide funds for the operation and maintenance of existing street lights in the public right-of-way. There is one area located at 21811 Figueroa Street Tract 76070 for a proposed condominium project, zoned Urban Residential as referenced on the Location Map (Exhibit No. 3), being processed by the County of Los Angeles Department of Public Works for annexation to County Lighting Maintenance District 1697 and County Lighting District LLA-1. Since this area is within the boundary of the City of Carson, permission from the City is required to accomplish annexation.

The procedure requires the City to adopt a negotiated tax exchange resolution in order to proceed with annexation into the lighting district. For all new annexations into a County administered County Lighting Maintenance District, the procedure requires processing the exchange of property tax revenues with all non-exempt taxing agencies, including the City

of Carson. Under Section 99.01 of the Revenue and Taxation Code, special districts providing new services to an area as a result of a jurisdictional change are entitled to a share of the annual tax increment generated in the area being annexed. County Lighting Maintenance District 1697 is defined under Section 95(m) of the Revenue and Taxation Code as a special district. County Lighting Maintenance District 1697's share of the annual tax increment is to be taken from all of the other local taxing agencies providing services within the annexed area, with the exception of school entities which are exempted by law. The approving bodies of the local taxing agencies providing services are the following: The Board of Supervisors of the County of Los Angeles; the Board of Trustees of the Greater Los Angeles County Vector Control District; the Board of Directors of the County Sanitation District No. 8 of Los Angeles County (County Sanitation District No. 8); the City Council of the City of Carson, California; and the Board of Directors of the Water Replenishment District of Southern California.

This annexation will formalize the City's obligation to allocate a portion of the property tax revenue to County Lighting Maintenance District 1697, and Los Angeles County's obligation to provide funds for the operation and maintenance of the installed street lights. Currently, the property tax share percentage for the City of Carson is 6.877%. From this tax share percentage, the City would allocate 0.0756% to County Lighting Maintenance District 1697. The City's net property tax share would then be 6.801%. The City's tax share percentage was calculated using the formula approved by both the Auditor-Controller and the County Counsel. The property tax share percentage for the rest of the agencies providing services is shown on the attached Property Tax Transfer Resolution Worksheets for TR 76070, Tax rate area 13283 (Exhibit No. 4). A typical single-family home located within the County Lighting Maintenance District is assessed a \$35.00 annual base rate, and a typical commercial lot is assessed a \$175 annual base rate in the Carson Zone. This assessment will be levied to the property tax bill received by the property owner every year. This annexation request is standard procedure and must be completed so that funds can be provided to County Lighting Maintenance District 1697 for the operation and maintenance of the street lights.

The County has prepared a joint resolution between the County of Los Angeles and the City of Carson (and other various taxing agencies) approving and accepting the negotiated exchange of property tax revenues resulting from these annexations. It is requested that the City Council adopt these resolutions in order to allow the Board of Supervisors of the County of Los Angeles funding approval to be concurrent with the board's approval of the annexation itself (Exhibit No. 5).

City staff concurs with the recommendation of the County of Los Angeles Department of Public Works and recommends that the City Council adopt these resolutions.

## **V. FISCAL IMPACT**

The cost 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. Assessment for commercial properties is proportionally higher. The City will contribute 0.0756% of the property tax share from the annexed assessor's parcels to County Lighting Maintenance District 1697. The remaining 6.801% balance would be transmitted to the City's general fund.

## **VI. EXHIBITS**

1. Exhibit No. 1 Resolution No. 20-149 (pgs. 5-7)
2. Exhibit No. 2 Resolution No. 20-150 (pgs. 8-9)
3. Exhibit No. 3 Location map (pg. 10)
4. Exhibit No. 4 Property Tax Transfer Resolution Worksheet - TR 76070 (pgs. 11-12)
5. Exhibit No. 5 Letter from the County of Los Angeles/Traffic and Lighting Division, dated September 10, 2020 (pgs. 13-14)

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