

Lompoc City Council Agenda Item



City Council Meeting Date: October 7, 2014

FROM: Patrick Wiemiller, City Administrator
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SUBJECT: Approve Summit View Reorganization Second Extension Agreement

Recommendation:

Staff recommends the City Council:

- 1) Approve the attached Summit View Reorganization Second Extension Agreement and authorize the Mayor to execute the Agreement; and
- 2) Authorize the City Administrator to continue to negotiate a settlement for the property tax exchange agreement for the Summit View Reorganization (LAFCO #14-1) with the County of Santa Barbara (County) on behalf of the City.

Background:

The Summit View development is an approximately 10-acre single-family residential development located at the northeast corner of the intersection of Purisima Road and Harris Grade Road. The property is currently located in the County, but is in the process of annexation into the City of Lompoc.

Discussion:

As part of the annexation process, the City and County are in the process of negotiating a property tax exchange agreement for the Summit View Reorganization (LAFCO #14-1), but the parties have not yet entered into an agreement. Pursuant to the California Revenue and Taxation Code, the City and County may mutually agree to extend the timeframe to negotiate such an agreement. At its meeting of May 20, 2014, the County Board of Supervisors authorized County staff to seek a 90-day extension with the City, which would extend the deadline for reaching a property tax exchange agreement on this matter to September 15, 2014. On June 17, 2014, Council approved the 90-day extension, to September 15, 2014. County staff has now asked for an additional 75-day extension to November 30, 2014, to complete the negotiations.

In addition, staff requests Council authorize the City Administrator to continue to negotiate a settlement of the property tax exchange agreement with the County for the

Summit View Reorganization in order to accommodate good faith negotiations, subject to final approval and adoption by Council.

Fiscal Impact:

There will be no fiscal impact resulting from the approval of this second extension agreement. The ultimate annexation would result in increases in both tax revenue to the City, as well as service-related expenses, in the magnitude of tens of thousands of dollars.

Conclusion:

Both the second extension agreement and the continued property tax share agreement negotiations are consistent with past actions of Council that have supported annexation of the Summit View development site into the City and therefore, Staff recommends Council approval.

Respectfully submitted,

Patrick Wiemiller, City Administrator

Attachment: [Summit View Reorganization Second Extension Agreement](#)