



City Council Agenda Item

City Council Meeting Date: May 5, 2020

TO: Jim Throop, City Manager

FROM: Dean Albro, Management Service Director
d_albro@ci.lompoc.ca.us

SUBJECT: Adoption of Resolution No. 6323(20) Declaring the City Council's Intention to Levy Assessments for Fiscal Year 2020-21, Preliminarily Approving an Engineer's Report and Providing Notice of a Public Hearing for the Park Maintenance and City Pool Assessment District No. 2002-01

Recommendation:

Staff recommends the City Council take the following actions:

- 1) Adopt Resolution No. 6323(20) (Attachment 1):
 - a. Declaring the City Council's intention to again levy the annual park and pool assessments for Fiscal Year (FY) 2020-21 and schedule public hearing for the same,
 - b. Preliminarily approving the Engineer's Report (Attachment 2), and
 - c. Providing notice of a public hearing on June 16, 2020, for the proposed continuation of the assessments for the Park Maintenance and City Pool Assessment District No. 2002-01, in order to receive public input on:
 - i. The proposed continuation of the assessments;
 - ii. The proposed assessment budget for FY 2020-21; and
 - iii. The services and improvements of the assessments fund, and any other issues related to the assessments.

Background:

In 2002, the Park Maintenance and City Pool Assessment District No. 2002-01, was approved by property owners and the City Council.

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The assessments can be levied annually and can be increased by the change in the Los Angeles Area Consumer Price Index (CPI), not to exceed 3% per year. Since FY 2002-03, the assessments have been continually levied annually and are providing important revenues needed to fund the new community swimming pool, as well as other park and recreation improvements and services.

Below is a table showing the yearly CPI and rate changes for the Park Maintenance and City Pool Assessments:

CPI History for Given Year		Maximum Increase Available	CPI Used for City of Lompoc (CPI-U)		Cumulative Uncaptured Excess CPI	Historic Assessment per SFE (single family equivalent)	
			FY 02-03	1st yr	0.00%	FY 02-03	\$19.00
Jan-03	3.52%	3.52%	FY 03-04	3.00%	0.52%	FY 03-04	\$19.57
Jan-04	1.78%	2.30%	FY 04-05	1.78%	0.52%	FY 04-05	\$19.92
Jan-05	3.66%	4.18%	FY 05-06	3.00%	1.18%	FY 05-06	\$20.52
Jan-06	5.42%	6.60%	FY 06-07	3.00%	3.60%	FY 06-07	\$21.13
Jan-07	3.10%	6.76%	FY 07-08	3.00%	3.76%	FY 07-08	\$21.77
Jan-08	3.95%	7.71%	FY 08-09	3.00%	4.71%	FY 08-09	\$22.42
Jan-09	-0.09%	4.62%	FY 09-10	3.00%	1.62%	FY 09-10	\$23.09
Jan-10	1.77%	3.39%	FY 10-11	3.00%	0.39%	FY 10-11	\$23.78
Jan-11	1.80%	2.19%	FY 11-12	2.19%	0.00%	FY 11-12	\$24.30
Jan-12	2.09%	2.09%	FY 12-13	2.09%	0.00%	FY 12-13	\$24.80
Jan-13	1.96%	1.96%	FY 13-14	1.96%	0.00%	FY 13-14	\$25.28
Jan-14	0.77%	0.77%	FY 14-15	0.77%	0.00%	FY 14-15	\$25.48
Jan-15	-5.00%	-0.05%	FY 15-16	-0.05%	0.00%	FY 15-16	\$25.48
Jan-16	3.10%	3.10%	FY 16-17	3.00%	0.10%	FY 16-17	\$26.24
Jan-17	2.11%	2.21%	FY 17-18	2.21%	0.00%	FY 17-18	\$26.82
Jan-18	3.51%	3.51%	FY 18-19	3.00%	0.51%	FY 18-19	\$27.62
Jan-18	3.15%	3.66%	FY 19-20	3.00%	0.66%	FY 19-20	\$28.44
Jan-19	3.08%	3.74%	FY 20-21	3.00%	0.74%	FY 20-21	\$29.30

In order to continue to levy the assessments, the City Council, on February 18, 2020, directed SCI Consulting Group, the assessment engineer, to prepare an Engineer's Report for FY 2020-21. The Engineer's Report, which includes the proposed budget for the assessments for FY 2020-21 and the updated proposed assessments for each parcel in the City, was completed and filed with the City on April 13, 2020. The amount of the annual increase in the CPI-U is 3.08%, and the unused CPI carried forward from the previous year is 0.74% making the total available CPI-U 3.74%. Including the authorized annual adjustment, the levy rate proposed for FY 2020-21 is \$29.30 per Single-Family Equivalent (SFE), and is the maximum levy rate. . The total estimated amount of revenues that would be generated by the assessments in fiscal year 2020-21 is approximately \$347,048.

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Discussion:

This is the second of three proposed presentations to the City Council on the annual process that will culminate with a Public Hearing on June 16, 2020, regarding the authorization to assess the levy. Staff recommends the City Council adopt Resolution No. 6323(20) to declare the City Council's intent to continue to levy the assessments for FY 2020-21 and to direct additional actions related to the levy of the assessments. Staff will be available at the Council meeting on June 16, 2020, for the Public Hearing to answer any questions.

Fiscal Impact:

The expected costs of preparing the Engineer's Report by SCI Consulting Group is included in the Biennial Budget FYs 2019-21 from the Assessment District fund, a non-General Fund source. Therefore, there is no fiscal impact to the General Fund attributable to the approval of this item. The adoption of Resolution No. 6323(20) is the second step in the process to provide for levying the annual assessments for FY 2020-21.

Conclusion:

With the adoption of Resolution No. 6323(20), the proposed assessment budget for FY 2020-21 and the services and improvements made possible by the assessment funds can be accomplished. Receipt of the assessments will continue to provide important revenues needed to fund the new community swimming pool, as well as other park and recreation improvements and services.

Respectfully submitted,

Dean Albro, Management Services Director

APPROVED FOR SUBMITTAL TO THE CITY COUNCIL:

Jim Throop, City Manager

Attachments: 1) Resolution No. 6323(20)
2) Engineer's Report for FY 2020-21