



## City Council Agenda Item

**City Council Meeting Date:** May 16, 2017

**TO:** Patrick Wiemiller, City Manager

**FROM:** Dean Albro, Accounting and Revenue Manager  
d\_albro@ci.lompoc.ca.us

**SUBJECT:** Adoption of Resolution No. 6116(17) Declaring the Council's Intention to Levy Assessments for Fiscal Year 2017-2018, 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

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### **Recommendation:**

Staff recommends the City Council take the following actions:

- 1) Adopt Resolution No. 6116(17) (Attachment 1)
  - a. Declaring the City Council's intention to again levy the annual park and pool assessments for Fiscal Year (FY) 2017-2018 and schedule public hearing for the same, and
  - b. Preliminarily approving the Engineer's Report (Attachment 2), and
  - c. Providing notice of a public hearing on June 6, 2017, 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 2017-2018; and
    - iii. The services and improvements of the assessments fund, and any other issues related to the assessments; or
- 2) Provide alternate direction.

### **Background:**

In 2002, the Park Maintenance and City Pool Assessment District No. 2002-01, was approved by property owners and 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 2002-2003, 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%	<b>FY 02-03</b>	<b>\$19.00</b>
Jan-03	3.52%	3.52%	FY 03-04	3.00%	0.52%	<b>FY 03-04</b>	<b>\$19.57</b>
Jan-04	1.78%	2.30%	FY 04-05	1.78%	0.52%	<b>FY 04-05</b>	<b>\$19.92</b>
Jan-05	3.66%	4.18%	FY 05-06	3.00%	1.18%	<b>FY 05-06</b>	<b>\$20.52</b>
Jan-06	5.42%	6.60%	FY 06-07	3.00%	3.60%	<b>FY 06-07</b>	<b>\$21.13</b>
Jan-07	3.10%	6.76%	FY 07-08	3.00%	3.76%	<b>FY 07-08</b>	<b>\$21.77</b>
Jan-08	3.95%	7.71%	FY 08-09	3.00%	4.71%	<b>FY 08-09</b>	<b>\$22.42</b>
Jan-09	-0.09%	4.62%	FY 09-10	3.00%	1.62%	<b>FY 09-10</b>	<b>\$23.09</b>
Jan-10	1.77%	3.39%	FY 10-11	3.00%	0.39%	<b>FY 10-11</b>	<b>\$23.78</b>
Jan-11	1.80%	2.19%	FY 11-12	2.19%	0.00%	<b>FY 11-12</b>	<b>\$24.30</b>
Jan-12	2.09%	2.09%	FY 12-13	2.09%	0.00%	<b>FY 12-13</b>	<b>\$24.80</b>
Jan-13	1.96%	1.96%	FY 13-14	1.96%	0.00%	<b>FY 13-14</b>	<b>\$25.28</b>
Jan-14	0.77%	0.77%	FY 14-15	0.77%	0.00%	<b>FY 14-15</b>	<b>\$25.48</b>
Jan-15	-5.00%	-0.05%	FY 15-16	-0.05%	0.00%	<b>FY 15-16</b>	<b>\$25.48</b>
Jan-16	3.10%	3.10%	FY 16-17	3.00%	0.10%	<b>FY 16-17</b>	<b>\$26.24</b>
Jan-17	2.11%	2.21%	FY 17-18	2.21%	0.00%	<b>FY 16-17</b>	<b>\$26.82</b>

In order to continue to levy the assessments, the City Council, on February 7, 2017, directed SCI Consulting Group, the assessment engineer, to prepare an Engineer's Report for FY 2017-2018. The Engineer's Report, which includes the proposed budget for the assessments for FY 2017-2018 and the updated proposed assessments for each parcel in the City of Lompoc (City), was completed and filed with the City on April 3, 2017. The amount of the annual increase in the CPI-U is 2.11%, and the unused CPI carried forward from the previous year is 0.10% making the total available CPI-U 2.21%. Including the authorized annual adjustment, the levy rate proposed for FY 2017-2018 is \$26.82 per Single-Family Equivalent (SFE), and is the maximum levy rate.

**Discussion:**

It is proposed the Assessment be continued and the methodology established in the ballot, which uses the 2009 Census to calculate the population density and SFE be applied in FY 2017-2018 and every year thereafter. The total estimated amount of

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revenues that would be generated by the assessments in FY 2017-2018 is approximately \$316,873.

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 6, 2017, regarding the authorization to assess the levy. Staff recommends the City Council adopt Resolution No. 6116(17) to declare the City Council's intent to continue to levy the assessments for FY 2016-2017 and to direct additional actions related to the levy of the assessments. Staff will be available at the Council meeting on June 6, 2017, 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 FY 2017-2018 budget 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. 6116(17) is the second step in the process to provide for levying the annual assessments for FY 2017-2018.

**Conclusion:**

With the adoption of Resolution No. 6116(17), the proposed assessment budget for FY 2017-2018 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,

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Dean Albro, Accounting and Revenue Manager

**APPROVED FOR SUBMITTAL TO THE CITY MANAGER:**

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Brad Wilkie, Management Services Director

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**APPROVED FOR SUBMITTAL TO THE CITY COUNCIL:**

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Patrick Wiemiller, City Manager

Attachments: 1) [Resolution No. 6116\(17\)](#)  
2) [Engineer's Report for FY 2017-2018](#)