



City of Arts & Innovation

City Council Memorandum

TO: HONORABLE MAYOR AND CITY COUNCIL **DATE: JUNE 26, 2018**

FROM: FINANCE DEPARTMENT **WARDS: ALL**

SUBJECT: PUBLIC HEARING – FISCAL YEAR 2018-2019 STREET LIGHT ASSESSMENT DISTRICT NO. 1 – RESOLUTION ADOPTION

ISSUES:

Conduct a Public Hearing to receive public comment regarding the levy of annual assessments within Street Light Assessment District No. 1; and adopt a Resolution confirming the Engineer's Report and establishing the Fiscal Year 2018-2019 Street Light Assessment District No. 1 assessments.

RECOMMENDATIONS:

That the City Council:

1. Conduct the Public Hearing for the purpose of receiving comments relative to the Fiscal Year 2018-2019 Street Light Assessment District No.1 assessments; and
2. Adopt a resolution confirming the Engineer's Report and establishing the Fiscal Year 2018-2019 Street Light Assessment District No. 1 assessments.

BACKGROUND:

The Street Light Assessment District uses a unit of benefit formula to determine street light assessments for individual properties. The first unit of benefit is the first 199 feet of street frontage, with one additional unit of benefit for each 100 feet of street frontage, thereafter. Residential properties on corner parcels are assessed based on only one street frontage. Non-residential properties on corner parcels are assessed based on all street frontages.

A Public Hearing has been scheduled to discuss the proposed Fiscal Year (FY) 2018-2019 assessments for Street Light Assessment District No. 1. The Public Hearing and resolution adoption is required by law and occurs each fiscal year to allow for the levy of assessments on the properties within the District. The proposed assessments per unit of benefit have been at the same level since the Fiscal Year 1996-1997 assessments, as provided in Measure EE as approved by the voters in 1997.

DISCUSSION:

The following are the proposed FY 2018-2019 Street Light Assessment District No. 1 assessments per unit of benefit, which will continue to be levied at the assessment amounts established in 1997 by Measure EE. The proposed level of assessments will recover approximately 76% of the estimated street light expenditures.

Benefit Zone	Assessment per Unit of Benefit
Residential	\$31.44
Residential – Rural	\$23.76
Condominium, Apartment, & Mobile Homes	\$27.60
Non-Residential (Commercial & Industrial)	\$67.04
Rural	\$2.44

The estimated cost for the upcoming assessment period is approximately \$4.6 million. The estimated revenues of \$3.5 million only covers approximately 76% of the cost with the General Fund subsidizing the district in the amount of \$1.1 million annually.

Budgeted Expenditure	SLAD 2018-19
Utility Services: Riverside Public Utilities Charges	\$ 4,539,383
Professional Services: Engineer's Report	20,400
Expenditure Budget Total	\$ 4,559,783
Assessment Revenue Budget	3,450,000
Under Recovery/General Fund Subsidy	\$ (1,109,783)

Street Light Assessment District No. 1 procedures require the holding of a public hearing to receive public comment on the proposed assessment and the adoption of a Resolution confirming the Engineer's Report and establishing the FY 2018-2019 Street Light assessments.

Amounts and parcels listed in the Final Assessment Roll referred to in the Final Assessment Engineer's Report are based on current data available, but are subject to modification when the County of Riverside releases its final accepted parcel configuration data at the end of June 2018.

FISCAL IMPACT:

The Fiscal Year 2018-2019 budget anticipates revenue of approximately \$3,450,000 from the Street Light Assessment District. A subsidy of approximately \$1.1 million is required from the General Fund to cover all current costs of the District, which has been included in the Proposed FY 2018-2020 Two-Year Budget.

Prepared by:	Adam Raymond, Chief Financial Officer/ City Treasurer
Approved as to availability of funds:	Edward Enriquez, Assistant CFO/Deputy Treasurer
Approved by:	Lea Deesing, Assistant City Manager
Approved as to form:	Gary G. Geuss, City Attorney

Attachments:

1. Resolution
2. 2018/19 Street Light Assessment District No. 1 Engineer's Report
3. 2018/19 Street Light Assessment District No. 1 Assessment Roll
4. 2018/19 Street Light Assessment District No. 1 Diagrams
5. Presentation