TOWN OF APPLE VALLEY, CALIFORNIA

AGENDA MATTER

Subject Item:

A RESOLUTION OF THE TOWN OF APPLE VALLEY, CALIFORNIA, DETERMINING THE AMOUNT OF PROPERTY TAX REVENUES TO BE TRANSFERRED AS A RESULT OF THE PENDING REORGANIZATION TO INCLUDE THE ANNEXATION TO THE TOWN OF APPLE VALLEY FROM COUNTY SERVICE AREA 70 AS DESCRIBED IN LAFCO NO. 3163

Summary Statement:

On August 11, 2009, the Town Council adopted Resolution No. 2009-30, including the recommended environmental findings, mitigation and monitoring program, Statement of Overriding Consideration and certifying the Environmental Impact Report (SCH #200891077) for General Plan Amendment No. 2008-001, Annexation No. 2008-001 and Annexation No. 2008-002. At the same meeting, the Council directed staff to develop application material in preparation for Annexation No. 2008-002. Annexation No. 2008-002 consists of 805.1 acres located in the Town's Sphere of Influence, immediately east of existing Town limits. The annexation area is located south of Quarry Road and east of Central Avenue.

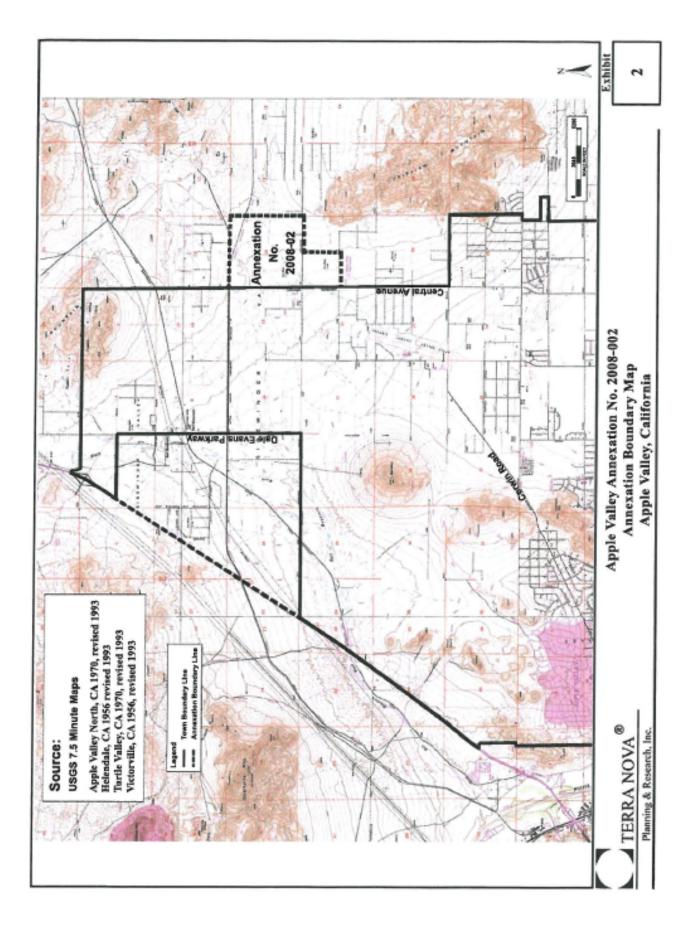
On September 28, 2010 the Town Council adopted Resolution No.2010-46 requesting that the Local Agency Formation Commission (LAFCO) process the application for annexation of this area into the Town of Apple Valley. On October 18, 2010 the Town submitted to LAFCO the annexation request, which also includes detachment from County Service Area 70. As a prerequisite to LAFCO consideration, both the County and the Town must adopt property tax transfer resolutions. The resolution required of the Town is attached to this staff report and is submitted for Council consideration. Staff respectfully requests that the Town Council consider such a resolution in order to proceed with Annexation 2008-002. The County Board of Supervisors is expected to adopt a similar resolution at its first regular meeting in February 2011.

In summary, the attached resolution will provide a \$10,858 annual transfer from the County General Fund to the Town of Apple Valley as a result of the reorganization. This is approximately 7% of the annual property tax revenue collected from the annexed areas. Based upon the foregoing, staff recommends adoption of the attached resolution.

Recommended Action:

Approve Resolution No. 2011-03, of the Town of Apple Valley determining the amount of property tax revenues to be transferred as a result of the pending reorganization to include the annexation to the Town of Apple Valley from County Service Area 70 as described in LAFCO No. 3163.

Proposed by: <u>Planning Division</u>	Item Number
Town Manager Approval:	Budgeted Item 🗌 Yes 🔲 No 🖾 N/A
Town Council Meeting: February 8, 2011	
Town Council Mtg: 2/8/11	5-1



RESOLUTION NO. 2011-03

A RESOLUTION OF THE TOWN OF APPLE VALLEY, CALIFORNIA, DETERMINING THE AMOUNT OF PROPERTY TAX REVENUES TO BE EXCHANGED BETWEEN AND AMONG COUNTY SERVICE AREA NO. 70 AND THE TOWN OF APPLE VALLEY, RESULTING FROM THE JURISDICTIONAL CHANGE DESCRIBED BY LAFCO NO. 3163.

WHEREAS, the Board of Supervisors of the County of San Bernardino ("COUNTY") has made application to the Local Agency Formation Commission to consider dissolution of County Service Area No. 70 ("CSA 70")

SECTION 1. The Town of Apple Valley ("TOWN") and the Board of Supervisors of the County of San Bernardino agree and the Town Council of the Town of Apple Valley hereby finds and determines that:

A. Pursuant to Section 99 of the Revenue and Taxation Code, prior to the issuance of a Certificate of Filing by the Local Agency Formation Commission Executive Officer, the governing bodies of all local agencies whose service area or service responsibilities will be altered by a proposed jurisdictional change shall negotiate and determine by resolution of the amount of property tax revenues to be exchanged between and among such local agencies.

B. Except as provided in Section 99.1 of the Revenue and Taxation Code, in the event that a jurisdictional change would affect the service area or service responsibility of one or more special districts, the Board of Supervisors shall, on behalf of the district or districts, negotiate an exchange of property tax revenues.

C. The Board of Supervisors of the County of San Bernardino acting on behalf of CSA 70 and the Town of Apple Valley have determined that all property tax revenues of CSA 70 shall be transferred to the Town of Apple Valley as a result of the following jurisdictional change(s):

LAFCO NO. 3163 – REORGANIZATION TO INCLUDE ANNEXATION TO THE TOWN OF APPLE VALLEY AND DETACHMENT FROM COUNTY SERVICE AREA 7-(ANNEXATION NO. 2008-002)

SECTION 2. The Town of Apple Valley and the Board of Supervisors of the County of San Bernardino agree and the Town Council of the Town of Apple Valley hereby resolves and orders that:

A. The negotiated exchange of property tax revenue, which is currently estimated at approximately \$10,858 per year, between CSA 70 and the Town of Apple Valley resulting from the above described jurisdictional change(s), is approved and accepted.

B. The annual tax increment generated in the area subject to the jurisdictional change and attributable to the local agencies whose service area or service responsibilities will be altered by the proposed jurisdictional change shall be allocated in future years pursuant to the provisions of Section 98 of the Revenue and Taxation Code

SECTION 3. The Clerk of the Town of Apple Valley is hereby directed to certify passage of this resolution and to cause a certified copy to be sent to the Executive Officer of the Local Agency Formation Commission of the County of San Bernardino.

PASSED, APPROVED AND ADOPTED this 8th day of February, 2011.

Scott Nassif, Mayor

ATTEST:

Ms. LaVonda Pearson, Town Clerk