

**SUBMITTAL TO THE BOARD OF SUPERVISORS  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**



**ITEM  
3.14  
(ID # 3597)**

**MEETING DATE:**

Tuesday, March 7, 2017

**FROM :** EXECUTIVE OFFICE:

**SUBJECT:** EXECUTIVE OFFICE: Adoption of Resolution No. 2017-048 Determining the Amount of Property Tax Revenue to be Exchanged between the County of Riverside and the City of Rancho Mirage LAFCO 2016-11-4 Annexation of Section 24 Specific Plan – PA8 [District 4] [<\$1 annually]

**RECOMMENDED MOTION:** That the Board of Supervisors:

1. Adopt Resolution No. 2017-048 Determining the Amount of Property Tax Revenue to be Exchanged between the County of Riverside and the City of Rancho Mirage LAFCO 2016-11-4 Annexation of Section 24 Specific Plan – PA8 First action recommended to the Supervisors.
2. Direct the Clerk of the Board to provide the resolution along with the minute order to the Local Area Formation Commission (LAFCO).

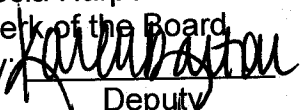
  
Tina Grande, Principal Management Analyst 2/9/2017

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**MINUTES OF THE BOARD OF SUPERVISORS**

On motion of Supervisor Jeffries, seconded by Supervisor Ashley and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes: Jeffries, Tavaglione, Washington and Ashley  
Nays: None  
Absent: None  
Date: March 7, 2017  
xc: E.O., Commission, Auditor

Kecia Harper-Ihem  
Clerk of the Board  
By:   
Deputy

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<b>FINANCIAL DATA</b>	<b>Current Fiscal Year:</b>	<b>Next Fiscal Year:</b>	<b>Total Cost:</b>	<b>Ongoing Cost:</b>
<b>COST</b>	\$ <\$1	\$ <\$1		\$ <\$1
<b>NET COUNTY COST</b>	\$ <\$1	\$ <\$1		\$ <\$1
<b>SOURCE OF FUNDS: Property Tax Revenue- General, Structural Fire Tax, Free Library Supervisorial Road District IV</b>			<b>Budget Adjustment: No</b>	
			<b>For Fiscal Year: Beginning 2017/2018</b>	

**C.E.O. RECOMMENDATION:** Approve

**BACKGROUND:**

**Summary**

The Local Area Formation Commission (LAFCO) is scheduled to consider annexation Section 24 Specific Plan – PA 8 (LAFCO 2016-11-4) on March 23, 2017. The subject area is defined as approximately 321 acres generally located south of Ramon Road, west of Bob Hope Drive, north of Dinah Shore Drive, and east of Los Alamos Rd. within a large island of unincorporated area surrounded by the City of Rancho Mirage. The subject area is located within the Agua Caliente Indian Reservation.

Revenue and Taxation Code §99(d) allows for the county and any local agency or agencies to enter into a Master Property Tax Agreement, which specifies the amount of property tax to be exchanged when an annexation occurs. Without a Master Property Tax Agreement, the county and the local agency meet and negotiate on each annexation proposal. The County of Riverside does not have a current master property tax agreement with the City of Rancho Mirage. Therefore, the two parties met and reached an agreement on the terms for this proposed annexation.

The terms agreed to provide for 100% of the structural fire tax and 100% of the library tax to be given to the city along with 25% of the county's portion of general property tax revenue. The county will retain 75% of the general property tax. This agreement will apply to Annexation No. Section 24 Specific Plan – PA8 (LAFCO 2016-11-4). Any future annexations will require negotiations between the two parties. The estimated amount is <\$1, as the property is currently only being assessed \$1. Property tax information was received from the Auditor-Controller property tax division and the Assessor Clerk-Recorder.

As the parties have met and negotiated the terms of the agreement, staff recommends that the Board of Supervisors approve Resolution No. 2017-048. The city will have to adopt a resolution with the same terms.

The exchange of property tax revenue will become effective for tax purposes beginning July 1 of the subsequent calendar year following the recordation date of the annexation.

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**Impact on Citizens and Businesses**

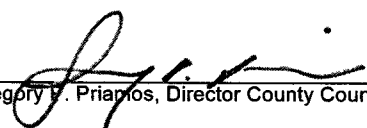
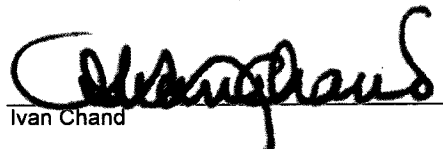
The Board's action today will have no immediate impact on citizens or businesses.



**SUPPLEMENTAL:**

**Additional Fiscal Information**

The estimated value of the property is \$1. The county will be losing approximately \$.14, based on the current value of the properties. The property is located wholly in the Agua Caliente Indian Reservation territory.

**ATTACHMENT A. Resolution No. 2017-048**

	
Gregory V. Priamos, Director County Counsel	Ivan Chand
2/9/2017	2/27/2017

	
Gregory V. Priamos, Director County Counsel	Gregory V. Priamos, Director County Counsel
2/9/2017	2/9/2017

RESOLUTION NO. 2017-048

**DETERMINING THE AMOUNT OF PROPERTY TAX REVENUE  
TO BE EXCHANGED BETWEEN THE COUNTY OF RIVERSIDE  
AND THE CITY OF RANCHO MIRAGE  
LAFCO 2016-11-4 ANNEXATION OF SECTION 24 SPECIFIC PLAN – PA8**

BE IT RESOLVED BY THE Board of Supervisors of the County of Riverside, State of California,  
in regular session assembled on March 7, 2017 that:

1. The County of Riverside and the City of Rancho Mirage are the agencies whose area of responsibility for service would be affected by LAFCO 2016-11-4 – Reorganization to include Section 24 Specific Plan – PA8 Annexation to the City of Rancho Mirage and Concurrent Annexation to the Rancho Mirage Community Services District (Subsidiary) and Detachment from the Riverside County Waste Resources Management District.

2. Representatives of each of the affected agencies have met and negotiated the following exchange of property tax revenue to become effective beginning July 1 of the subsequent calendar year following the date of annexation of approximately 321 acres generally located south of Ramon Rd., west of Bob Hope Dr., north of Dinah Shore Dr., and east of Los Alamos Rd.

a. The City of Rancho Mirage shall assume the service responsibility for the suppression and prevention of structural fires in area to be annexed, for which purpose it maintains a fire department, and for such service assumption shall receive 100% of that portion of the property tax revenue generated within the territory to be annexed that is presently collected by the County of Riverside as structural fire protection tax.

b. The City of Rancho Mirage shall assume the service responsibility for the provision of library services for which purpose it maintains a library system, and for such service assumption shall receive 100% of that portion of the property tax revenue generated within the territory to be annexed that is presently collected by the County of Riverside for provision of library services.

FORM APPROVED COUNTY COUNSEL  
BY Nancy A Gardner 2/9/17  
DATE: 2/9/17  
GARDNER N  
GATE

1 c. The City of Rancho Mirage shall assume the service responsibility for all other  
2 general municipal services to the area to be annexed as are required by law or presently  
3 provided throughout the city, and for such service assumption shall receive 25% of that portion  
4 of the property tax revenue generated within the territory to be annexed under the ad valorem  
5 tax rate established by Article XIII A of the Constitution of the State of California, that represents  
6 the County of Riverside's share of property tax revenue.

7 d. The County Auditor shall convert the above-established percentage figures into  
8 actual dollar figures and thereafter allocate such property tax revenue in accordance with the  
9 provisions of Section 95, et seq., of the Revenue and Taxation Code.

10 3. The Board of Supervisors of the County of Riverside hereby agrees to the above-recited  
11 exchange of property tax revenue.

12 4. The Clerk of this Board shall transmit a certified copy of this resolution to each affected  
13 agency, to the Executive Officer of the Local Agency Formation Commission and to the Auditor of the  
14 County of Riverside pursuant to Section 99 of the Revenue and Taxation Code.

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16  
17 ROLL CALL:

18 Ayes: Jeffries, Tavaglione, Washington and Ashley  
19 Nays: None  
Absent: None

20 The foregoing is certified to be a true copy of a resolution duly  
21 adopted by said Board of Supervisors on the date therein set forth.

22 KECIA HARPER-IHEM, Clerk of said Board

23 By 

24 Deputy