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



ITEM 3.20 (ID # 7743)

MEETING DATE:

Tuesday, September 25, 2018

FROM: TLMA-TRANSPORTATION:

SUBJECT: TRANSPORTATION AND LAND MANAGEMENT AGENCY/TRANSPORTATION:

Adopt Resolution No. 2018-159 and Resolution No. 2018-160 to Initiate Proceedings for the Annexation of Street Lighting Zone 124 (Mecca) to Landscaping and Lighting Maintenance District No. 89-1-Consolidated, District 4 [\$420] L&LMD No. 89 1 C – 100%; (Set for Public Hearing on December 11, 2018)

(Clerk to Advertise)

RECOMMENDED MOTION: That the Board of Supervisors:

- 1. Adopt Resolution No. 2018-159 a Resolution of the County of Riverside initiating proceedings for the annexation of Street Lighting Zone 124 to Landscaping and Lighting Maintenance District No. 89-1-Consolidated and ordering preparation of the Engineer's Report regarding the proposed annexation of Street Lighting Zone 124; and,
- 2. Adopt Resolution No. 2018-160, a Resolution of the County of Riverside declaring its intent to order the annexation of Street Lighting Zone 124 to Landscaping and Lighting Maintenance District No. 89-1-Consolidated of the County of Riverside pursuant to the Landscaping and Lighting Act of 1972 for the maintenance and servicing of streetlights, adopting the preliminary Engineer's Report, giving notice of and setting the time and place of the public hearing on the annexation of Street Lighting Zone 124, ordering an assessment ballot proceeding conducted by mail, and directing the mailing of the notice of public hearing and the assessment ballot; and,

Continued on page 2

ACTION:

MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Jeffries, seconded by Supervisor Perez and duly carried by unanimous vote, IT WAS ORDERED that the above resolutions are adopted as recommended, and that the matter is set for public hearing on Tuesday, December 11, 2018, at 9:00 a.m. or as soon as possible thereafter.

Ayes:

Jeffries, Tavaglione, Washington, Perez and Ashley

Nays:

None None

Absent: Date:

September 25, 2018

XC:

Transp., COB₍₂₎

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Kecia Harper-Ihem

Clerk of the Board

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

RECOMMENDED MOTION: That the Board of Supervisors:

3. Set the public hearing for December 11, 2018 on the annexation of Street Lighting Zone 124, order a mailed assessment ballot proceeding, and direct notice of the public hearing and ballot be mailed pursuant to Article XIIID of the California Constitution. (Clerk to Advertise)

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost
COST	\$0	\$420	\$420	\$420
NET COUNTY COST	\$0	\$0	\$0	\$0
SOURCE OF FUND There are no General Fu			Budget Adj	ustment: No
			For Fiscal \	/ear: 19/20

C.E.O. RECOMMENDATION: Approve

BACKGROUND:

Summary

Landscaping and Lighting Maintenance Districts (L&LMDs) are formed for the purpose of creating a funding mechanism to pay for the installation and maintenance of landscaping, streetlights, traffic signals, runoff catch basin filters, decorative fencing, and other roadside features within the road right-of-way. Within an established L&LMD, zones are created for specific developments, a fee structure is developed specific to the features within that zone, and the zone is then assessed through a tax levy on an annual basis for the installation and maintenance of the features within that particular zone.

L&LMD No. 89-1-C was formed in 1994, Resolution No. 94-389, and currently consists of 138 individual zones with different fee structures spread throughout Riverside County. The commercial property owner of Conditional Use Permit No. 3635, as described in the attached Exhibit "A", has petitioned the County to annex their property into L&LMD No. 89-1-C, creating Street Lighting Zone 124. The boundaries of Street Lighting Zone 124 will encompass the entire Conditional Use Permit No. 3635 and will include the maintenance and servicing of streetlights.

Adoption of Resolution No. 2018-159 appoints the Director of the Transportation Department, or her designee, as the Engineer to prepare a Report regarding the proposed annexation of Street Lighting Zone 124 to Landscaping and Lighting Maintenance District No. 89-1-Consolidated ("L&LMD No. 89-1-C").

Resolution No. 2018-160 declares the Board of Supervisors' intention of ordering the annexation of Street Lighting Zone 124 to L&LMD No. 89-1-C. The annexation of Street Lighting Zone 124 to L&LMD No. 89-1-C will fund the maintenance and servicing of streetlights within a public right-of-

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

way located north of 70th Avenue and west of Cleveland Street in the Mecca area and includes 5 commercial parcels totalling 479.30 acres.

Consistent with the Board of Supervisors' direction regarding compliance with Article XIIID of the California Constitution and the Landscaping and Lighting Act of 1972, the attached resolutions have been prepared and a public hearing scheduled for 9:00 a.m. on December 11, 2018 to receive testimony for and against the proposed assessment. Each property owner within the proposed Street Lighting Zone 124 will receive a notice of the public hearing and mail-in ballot, an impartial analysis, a copy of Resolution No. 2018-160, and an information sheet.

Ballots must be returned prior to the conclusion of the public hearing. If, at the time designated for the tabulation of the ballots, the ballots submitted in favor of the annexation and levy of the assessment exceed the ballots submitted in opposition of said annexation and levy, Street Lighting Zone 124 will be annexed to L&LMD No. 89-1-C.

There is only one individual/entity which owns all of the property within the proposed boundaries of Street Lighting Zone 124 and said property owner has executed a "Waiver and Consent Regarding Date of Assessment Ballot Election" allowing for the election and public hearing to be held on December 11, 2018.

Reference

At the direction of the County of Riverside Board of Supervisors, L&LMD No. 89-1-C was formed in 1994 by Resolution No. 94-389 authorizing the annexation of new zones into L&LMD No. 89-1-C for the purpose of levying assessments to pay for the installation and maintenance of landscaping, streetlights and other right-of-way approved improvements.

The zone-specific Engineer's Report for fiscal year 2019-20 was prepared in compliance with the requirement of Article 4, Chapter 1 of the Landscaping and Lighting Act of 1972, which is Part 2, Division 15 of the California Streets and Highways Code. The County initiates annexation proceedings for the annual levy of assessments by passing a resolution, which proposes the new levy under the Landscaping and Lighting Act of 1972. This resolution also describes the improvements, describes the location of the zone within the District and finally orders an engineer, who is a registered professional engineer certified by the State of California, to prepare and file a detailed report.

In November 1996, California voters passed Proposition 218, Right to Vote on Taxes Act which added Articles XIII C and XIII D to the California Constitution, creating new procedures that must be followed to levy annual assessments under the Landscaping and Lighting Act of 1972. A County may levy annual assessments for an assessment district after complying with the requirements of the Landscaping and Lighting Act of 1972 and the provisions of Proposition 218 Right to Vote on Taxes Act.

Impact on Residents and Businesses

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

The new assessment is for the purpose of providing the maintenance and servicing of streetlights within a public right-of-way.

Only the commercial property owners within the proposed boundaries of Street Lighting Zone 124, which are represented by Conditional Use Permit No. 3635, as described in the attached Exhibit "A" (a two-page exhibit containing a description and diagram) are impacted by the cost of this annexation. By setting up an assessment for the maintenance of certain infrastructure required by the development, the County requires that the development pay for its maintenance impact, rather than the obligation falling upon public funding sources.

SUPPLEMENTAL:

Additional Fiscal Information

The proposed budget for fiscal year 2019-20 for Street Lighting Zone 124 is \$420. This will result in an assessment for fiscal year 2019-20 within Street Lighting Zone 124 of \$0.88 per acre. The annual assessment may be adjusted annually by the greater of 2% or the cumulative percentage increase in the Consumer Price Index for all Urban Consumers for electricity (CPI-U-Electricity), if any, as it stands as of March of each year over the base index for March of 2019.

ATTACHMENTS:

Location Map Exhibit A Resolution No. 2018-159 Resolution No. 2018-160 Engineer's Report

Gregory V. Priantos, Director County Counsel 9/17/2018

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FORM APPROVED COUNTY COUNSE

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RESOLUTION NO. 2018-159

WHEREAS, the Board of Supervisors (hereinafter the "Board of Supervisors") of the County of Riverside (hereinafter the "County") has been advised by the Riverside County Transportation Department (hereinafter "Department") that said Department has received an application from the owner (the "Applicant") of all the property within the unincorporated area of the County (hereinafter "Street Lighting Zone 124"), as shown and described in Exhibit "A", which is attached hereto and made a part hereof, to be annexed to Landscaping and Lighting Maintenance District No. 89-1-Consolidated (hereinafter "L&LMD No. 89-1-C") of the County of Riverside, State of California, and the Board of Supervisors has determined that it is necessary and desirable to initiate proceedings for the annexation of Street Lighting Zone 124 to L&LMD No. 89-1-C pursuant to the Landscaping and Lighting Act of 1972, Part 2 (commencing with Section 22500) of Division 15 of the Streets and Highways Code (hereinafter, respectively, the "Act" and the "Street and Highways Code"); and

WHEREAS, such proceedings shall comply with the requirements of Article XIIID of the California Constitution and Section 4000 of the Elections Code requiring voter approval of the proposed assessment to be levied by L&LMD No. 89-1-C for Street Lighting Zone 124; and

WHEREAS, the Applicant has executed a "Waiver and Consent Regarding Date of Assessment Ballot Election" allowing for the election to be held on December 11, 2018; and

WHEREAS, the Director of the Department, or his designee, is a licensed and registered civil engineer, has expertise with respect to the formation and annexation of territory to landscaping and lighting maintenance districts and the levying of assessments for said purposes and, therefore, is able to

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

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EXHIBIT "A" DESCRIPTION OF BOUNDARIES

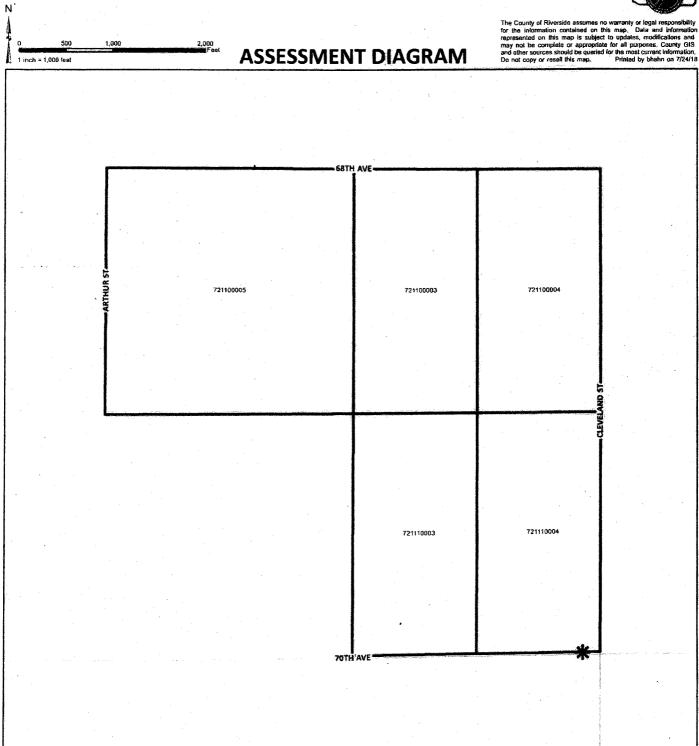
The boundaries of Street Lighting Zone 124 to be annexed into Landscaping and Lighting Maintenance District No. 89-1-Consolidated, of the County of Riverside, are coterminous with the boundaries of APN 721-100-003, 721-100-004, 721-100-005, 721-110-003, 721-110-004 as shown on the Assessment Roll in the County of Riverside, State of California in Fiscal Year 2018-19.

LANDSCAPING AND LIGHTING MAINTENANCE DISTRICT NO. 89-1 CONSOLIDATED

STREET LIGHT ZONE 124

PORTION(S) OF SECTION 18, 19, & 20, T.7S., R.10E. CONDITION USE PERMIT NO. 03635 5 PARCELS





FORM APPROVED COUNTY COUNSE!

RESOLUTION NO. 2018-160

RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF RIVERSIDE DECLARING ITS INTENT TO ORDER THE ANNEXATION OF STREET LIGHTING ZONE 124 TO LANDSCAPING AND LIGHTING MAINTENANCE DISTRICT NO. 89-1-CONSOLIDATED OF THE COUNTY OF RIVERSIDE PURSUANT TO THE LANDSCAPING AND LIGHTING ACT OF 1972 FOR THE MAINTENANCE AND SERVICING OF STREETLIGHTS; ADOPTING THE PRELIMINARY ENGINEER'S REPORT; GIVING NOTICE OF AND SETTING THE TIME AND PLACE OF THE PUBLIC HEARING ON THE THE ANNEXATION OF STREET LIGHTING ZONE 124; ORDERING AN ASSESSMENT PROCEEDING; ORDERING A MAILED BALLOT ELECTION; AND DIRECTING NOTICE OF THE PUBLIC HEARING AND THE ASSESSMENT BALLOT TO BE MAILED PURSUANT TO SAID ACT AND ARTICLE XIIID OF THE CALIFORNIA CONSTITUTION AND SECTION 4000 OF THE ELECTIONS CODE

WHEREAS, the Board of Supervisors (hereinafter the "Board of Supervisors") of the County of Riverside (hereinafter the "County") has adopted Resolution No. 2018-159 on September 25, 2018 initiating proceedings for the annexation of Street Lighting Zone 124 (hereinafter "Street Lighting Zone 124"), as described and shown in Exhibit "A", which is attached hereto and incorporated herein, to Landscaping and Lighting Maintenance District No. 89-1-Consolidated of the County of Riverside, State of California, (hereinafter "L&LMD No. 89-1-C") pursuant to the Landscaping and Lighting Act of 1972 (hereinafter the "Act"), which is Part 2 (commencing with Section 22500) of Division 15 of the Streets and Highways Code (hereinafter the "Street and Highways Code"), and ordering the preparation of a report (hereinafter the "Report") regarding the proposed annexation of Street Lighting Zone 124 and the assessments to be levied within Street Lighting Zone 124 each fiscal year beginning fiscal year 2019-20 for the maintenance and servicing of streetlights within the public right-of-way within said zone; and

WHEREAS, such proceedings shall comply with the requirements of Article XIIID of the California Constitution (hereinafter "Article XIIID"), the Act, and Section 4000 of the Elections Code requiring voter approval of the proposed assessment to be levied by L&LMD No. 89-1-C for Street Lighting Zone 124; and

WHEREAS, the Board of Supervisors by Resolution No. 2018-159 directed the Director of the Transportation Department, or his designee (hereinafter the "Engineer"), to prepare and file the Report

09.25.18 3.20

with the Clerk of the Board of Supervisors in accordance with Sections 22608 and 22585 et. seq. of the Street and Highways Code and Section 4 of Article XIIID; and

WHEREAS, said Engineer has filed the Report with the Clerk of the Board of Supervisors and the Report has been presented to and considered by the Board of Supervisors; and

WHEREAS, the Applicant has executed a "Waiver and Consent Regarding Date of Assessment Ballot Election" allowing for the election to be held on December 11, 2018; and

WHEREAS, it is necessary that the Board of Supervisors adopt a resolution of intention pursuant to Section 22587 of the Streets and Highways Code, which fixes and gives notice, pursuant to Section 22588 of the Streets and Highways Code, of the time and place of a public hearing on said Report, the annexation of Street Lighting Zone 124, and the assessments to be levied on parcels within Street Lighting Zone 124 beginning in fiscal year 2019-20;

NOW, THEREFORE, BE IT RESOLVED, FOUND, DETERMINED AND ORDERED by the Board of Supervisors in regular session assembled on September 25, 2018 as follows:

Section 1. Findings. The Board of Supervisors, after reviewing the Report, finds that:

- (a) The foregoing recitals are true and correct;
- (b) The Report contains all matters required by Sections 22565 through 22574 of the Streets and Highways Code and Section 4 of Article XIIID and may, therefore, be approved by the Board of Supervisors;
- (c) The annual assessment for fiscal year 2019-20 on all parcels within Street Lighting Zone 124 will be \$0.88 per acre.

Section 2. Intent. The Board of Supervisors hereby declares its intention to order the annexation of Street Lighting Zone 124, as described and shown in Exhibit "A", to L&LMD No. 89-1-C, and to levy and collect an annual assessment on all assessable lots and parcels of property within Street Lighting Zone 124 commencing with the fiscal year 2019-20 as set forth in the Report. The Report expressly states that there are no parcels or lots within Street Lighting Zone 124 that are owned by a federal, state or other local governmental agency that will benefit from the services to be financed by the

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annual assessments. The annual assessments will be collected at the same time and in the same manner as property taxes are collected, and all laws providing for the collection and enforcement of property taxes shall apply to the collection and enforcement of said assessments.

- **Section 3.** <u>Boundaries.</u> All the property within the boundaries of Street Lighting Zone 124 is proposed to be annexed to L&LMD No. 89-1-C and shall include that property in the unincorporated area of the County as described and shown in Exhibit "A".
- Section 4. <u>Description of Services to be Provided</u>. The services authorized for Street Lighting Zone 124 of L&LMD No. 89-1-C are:
 - (a) Providing electricity to and the maintenance and servicing of streetlights within the public right-of-way including incidental costs and expenses.

Amount to be Levied. The assessment to be levied upon each parcel that benefits from the annexation of Street Lighting Zone 124 to L&LMD No. 89-1-C will be \$0.88 per acre for fiscal year 2019-20. As stated in the Report, the total budget for Street Lighting Zone 124 for the fiscal year 2019-20 is \$420.00; there are5 parcels that are to be assessed that aggregate to 479.30 acres. Each succeeding fiscal year the special assessment may be subject to an annual adjustment that is the greater of two percent (2%) or the cumulative percentage increase, if any, in the Consumer Price Index for all Urban Consumers for electricity ("CPI-U-Electricity") for the Riverside-San Bernardino-Ontario California Standard Metropolitan Statistical area ("Index") published by the Bureau of Labor Statistics of the United States Department of Labor. The annual CPI-U-Electricity adjustment will be based on the cumulative increase, if any, in the Index as it stands on March of each year over the base Index for March of 2019. Any increase larger than the greater of 2% or the CPI-U-Electricity annual adjustment requires a majority approval of all the property owners in Street Lighting Zone 124. The Board of Supervisors will levy the assessment in each subsequent fiscal year until the Board of Supervisors undertakes proceedings for the dissolution of Street Lighting Zone 124 of L&LMD No. 89-1-C. The annual assessment will fund the services described in Section 4 of this Resolution. For further particulars, reference is to be made to the Report on file in the Office of the Clerk of the Board of Supervisors.

Section 6. The Property to be Annexed. The property to be annexed to L&LMD No. 89-1-C is Street Lighting Zone 124. The boundaries of Street Lighting Zone 124 are located within the unincorporated area of the County and are described and shown in the Report and Exhibit "A".

Section 7. Report. The Report, which is on file with the Clerk of the Board of Supervisors and which has been presented to the Board of Supervisors, is hereby approved. Reference is made to the Report for a full and detailed description of the services, the boundaries of Street Lighting Zone 124, and the annual assessment to be levied upon assessable lots and parcels within Street Lighting Zone 124 proposed to be annexed to L&LMD No. 89-1-C.

Section 8. <u>Public Hearing.</u> The question of whether Street Lighting Zone 124 shall be annexed to L&LMD No. 89-1-C and an annual assessment levied beginning with fiscal year 2019-20 shall be considered at a public hearing (hereinafter the "Public Hearing") to be held on December 11, 2018, at 9:00 a.m. at the meeting room of the Board of Supervisors of the County at 4080 Lemon Street, 1st Floor, Riverside, California.

Section 9. Majority Protest. Each owner of record of property within Street Lighting Zone 124 is to receive by mail an assessment ballot that shall conform to the requirements of Section 4 of Article XIIID and Section 4000 of the California Elections Code. The assessment ballots are to be returned prior to the Public Hearing. The agency shall not impose an assessment if there is a majority protest. A majority protest exists if, upon the conclusion of the hearing, ballots submitted in opposition to the assessment exceed the ballots submitted in favor of the assessment. In tabulating the ballots, the ballots shall be weighted according to the proportional financial obligation of the affected property.

Section 10. <u>Information.</u> Any property owner desiring additional information regarding Street Lighting Zone 124 of L&LMD No. 89-1-C, the Report, or the proposed assessment is to contact Ms. Brigitte Hahn, Senior Engineering Technician, Transportation Department of the County of Riverside, 4080 Lemon Street, 8th Floor, Riverside, California, 92501, or by telephone at 951-955-6263, or by e-mail at bhahn@rctlma.org.

Notice of the Public Hearing. Notice of Public Hearing with regard to the annexation of Street Lighting Zone 124 to L&LMD No. 89-1-C shall be given consistent with Sections 22608 and 22588 of the Streets and Highways Code and Section 4 of Article XIIID. The Clerk of the Board of Supervisors shall give notice of the Public Hearing by causing a certified copy of this Resolution to be published once in an appropriate newspaper at least ten (10) days prior to the date of the Public Hearing that is December 11, 2018. Publication of this Resolution is to be effected by the Clerk of the Board of Supervisors. Notice shall also be given by mailing first-class, postage prepaid, those notices, as prepared by County Counsel, assessment ballot and information sheets as required by Section 4 of Article XIIID and Section 4000 of the California Elections Code to all owners of record of property within Street Lighting Zone 124 as shown on the last equalized assessment roll of the County. Mailing is to be made by the Engineer and deposited with the U. S. Post Office at least forty-five (45) days prior to the Public Hearing on December 11, 2018.

Section 12 **Effective Date.** This Resolution shall take effect from and after its date of adoption.

ROLL CALL:

Ayes:

Jeffries, Tavaglione, Washington, Perez and Ashley

Nays:

None

Absent:

None

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

Clerk of said Board

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EXHIBIT "A"

DESCRIPTION OF BOUNDARIES

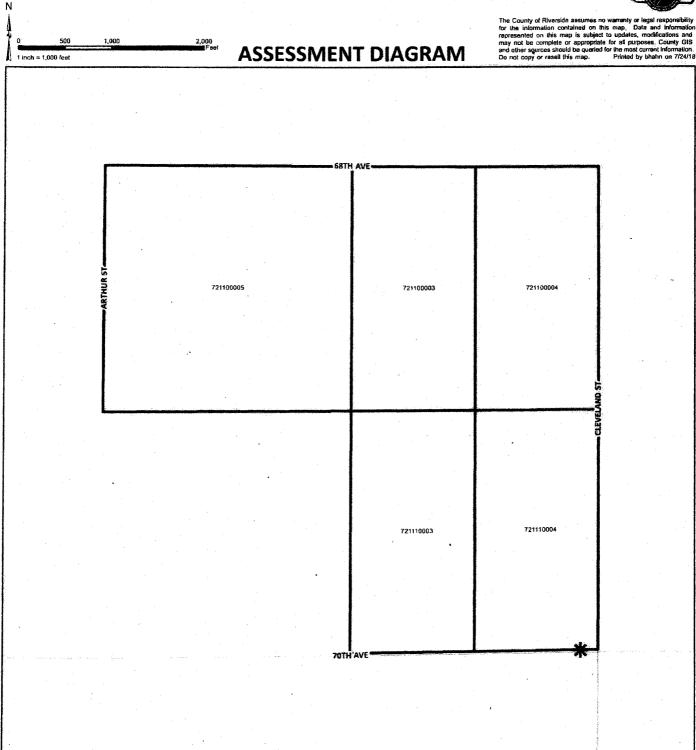
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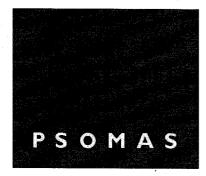
LANDSCAPING AND LIGHTING MAINTENANCE DISTRICT NO. 89-1 CONSOLIDATED

STREET LIGHT ZONE 124

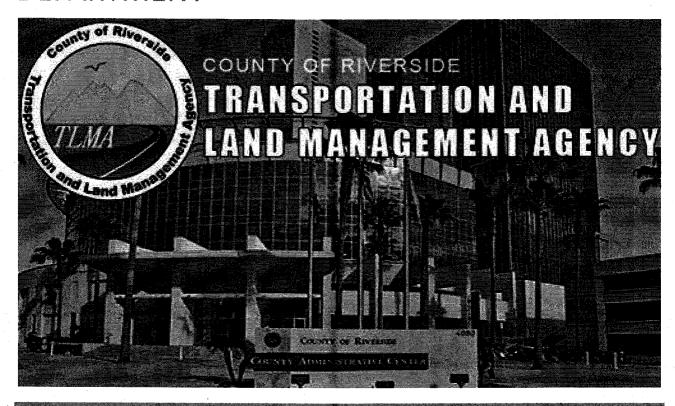
PORTION(S) OF SECTION 18, 19, & 20, T.7S., R.10E. CONDITION USE PERMIT NO. 03635 5 PARCELS







COUNTY OF RIVERSIDE TRANSPORTATION DEPARTMENT



ENGINEER'S REPORT
LANDSCAPING AND LIGHTING MAINTENANCE
DISTRICT NO. 89-1-CONSOLIDATED
STREET LIGHTING ZONE 124
CUP 03635

PREPARED BY
Psomas
1500 Iowa Avenue, Suite 210
Riverside, CA 92507
951.787.8421
www.psomas.com

August 2018

AGENCY:

COUNTY OF RIVERSIDE, CALIFORNIA - TRANSPORTATION DEPARTMENT

PROJECT:

ANNEXATION OF CONDITIONAL USE PERMIT 03635 TO

LANDSCAPING AND LIGHTING MAINTENANCE DISTRICT NO.

89-1-CONSOLIDATED ("L&LMD NO. 89-1-C") AS STREET LIGHTING ZONE 124

TO:

BOARD OF SUPERVISORS COUNTY OF RIVERSIDE STATE OF CALIFORNIA

ENGINEER'S REPORT

Pursuant to the provisions of Section 22565 through 22574 of the Landscaping and Lighting Act of 1972 ("1972 Act"), said Act being Part 2 of Division 15 of the Streets and Highways Code of the State of California, Section 4 of Article XIII D of the California Constitution, and direction from the Board of Supervisors of Riverside County, California, I submit herewith the following Engineer's Report ("Report").

This Report provides for the annexation of Conditional Use Permit 03635 (CUP 03635) to L&LMD No. 89-1-C as Street Lighting Zone 124 (STL Zone 124) and establishes the Maximum Assessment to be levied in the Fiscal Year commencing on July 1, 2019 and ending on June 30, 2020 (2019-2020) and continuing in all subsequent Fiscal Years, for this area to be known and designated as:

L&LMD NO. 89-1-C STL ZONE 124 CUP 03635

I do hereby assess and apportion the total amount of the costs and expenses upon several parcels of land within said designated area liable therefor and benefited thereby, in proportion to the estimated benefits that each parcel receives, respectively, from said services.

NOW, THEREFORE, I, the appointed ENGINEER, acting on behalf of the County of Riverside Transportation Department, pursuant to the 1972 Act, do hereby submit the following:

Pursuant to the provisions of law, the costs and expenses of STL Zone 124 have been assessed upon the parcels of land in STL Zone 124 benefited thereby in direct proportion and relation to the estimated benefits to be received by each of said parcels. For particulars as to the identification of said parcels, reference is made to the Assessment Diagram/Boundary Map, a reduced copy of which is included herein.

As required by law, an Assessment Diagram/Boundary Map is filed herewith, showing STL Zone 124, as well as the boundaries and dimensions of the respective parcels and

subdivisions of land within said STL Zone 124 as they exist as of the date of this Report, each of which subdivisions of land or parcels or lots, respectively, have been assigned a parcel/lot number within a specific tract and indicated on said Assessment Diagram/Boundary Map and in the Assessment Roll contained herein.

The separate numbers given the subdivisions and parcels of land, as shown on said Assessment Diagram/Boundary Map and Assessment Roll, correspond with the numbers assigned to each parcel by the Riverside County Assessor. Reference is made to the County Assessor Parcel Map for a description of the lots or parcels.

As of the date of this Report, there are no parcels or lots within STL Zone 124 that are owned by a federal, state or other local governmental agency that will benefit from the services to be provided by the assessments to be collected.

DATED this 23rd day of August, 2018



PSOMAS Wielfalls

MICHAEL D. SWAN

PROFESSIONAL CIVIL ENGINEER 25737

ENGINEER OF WORK

COUNTY OF RIVERSIDE

STATE OF CALIFORNIA

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EXECUTIVE SUMMARY

A. INTRODUCTION

Pursuant to the provisions of law, the costs and expenses of STL Zone 124 have been assessed upon the parcels of land in STL Zone 124 benefited thereby in direct proportion and relation to the estimated benefits to be received by each of said parcels. For particulars as to the identification of said parcels, reference is made to the Assessment Diagram/Boundary Map, a reduced copy of which is included herein. On this 26th day of September, 2018 the Riverside County Board of Supervisors, County of Riverside, State of California, ordering the preparation of the Report providing for the annexation of CUP 03635 to L&LMD No. 89-1-C as STL Zone 124 did, pursuant to the provisions of the 1972 Act, being Division 15 of the Streets and Highways Code of the State of California, adopt Resolution No. 2018-159 for a special assessment district zone known and designated as:

STL ZONE 124 CUP 03635

The annexation of STL Zone 124 includes the parcels of land within the commercial subdivision known as CUP 03635, also identified by the Assessor Parcel Numbers valid as of the date of this Report:

721100003-2 721100004-3 721100005-4 721110003-3 721110004-4

As required by law, an Assessment Diagram/Boundary Map is filed herewith, showing STL Zone 124, as well as the boundaries and dimensions of the respective parcels and subdivisions of land within said STL Zone 124 as they exist as of the date of this Report, each of which subdivisions of land or parcels or lots, respectively, have been assigned a parcel/lot number within a specific tract and indicated on the Assessment Diagram/Boundary Map and in the Assessment Roll contained herein. Psomas submits this Report, consisting of (5) parts, for the annexation of said STL Zone 124 and the establishment of the Maximum Assessment to be levied and collected commencing Fiscal Year 2019-2020 and all subsequent fiscal years.

PART I

Plans and Specifications: This section contains a description of STL Zone 124's boundaries and the proposed improvements within said STL Zone 124. STL Zone 124 shall consist of a benefit zone encompassing all of the properties within the commercial development known as CUP 03635. The proposed improvements described in this Report are based on current development and improvement plans provided to Psomas as of the date of this Report. Improvement plans include the approved County of Riverside – Street Lighting Plan – 70th Avenue – CUP 3635 by WMB & Assoicates Inc., IP No. 100028, signed by Riverside County Plan Check Oversight Engineer No. 45702 on 07/03/2012 ("Plans").

EXECUTIVE SUMMARY

PART II

The Method of Apportionment: A narrative of the property benefits from the improvements and the method of calculating each property's proportional special benefit and annual assessment. The proposed initial Maximum Assessment and assessment range formula established for STL Zone 124 is based on current property development Plans and estimated annual costs and expenses associated with all improvements to be accepted and maintained by STL Zone 124 at build-out. The initial Maximum Assessment shall be adjusted by the greater of two percent (2%) or the cumulative percentage increase in the Consumer Price Index for all Urban Consumers for Electricity ("CPI-U-E") for Riverside-San Bernardino-Ontario California Standard Metropolitan Statistical Area ("Index") published by the Bureau of Labor Statistics of the United States Department of Labor (BLS). The annual CPI-U-E adjustment will be based on the cumulative increase, if any, in the Index as it stands in March of each year over the base Index of 2019. The initial Maximum Assessment established within STL Zone 124 shall be \$420. Pursuant to the Plans of STL Zone 124, which is composed of 5 assessable parcels, and zero non-assessable parcels, the initial Maximum Assessment shall be \$.88 per acre, subject to the inflationary factor.

PART III

<u>The Cost Estimate</u>: An estimate of the cost of street light maintenance, including incidental costs and expenses in connection therewith for Fiscal Year 2019-2020, is as set forth on the lists thereof, attached hereto.

PART IV

<u>Assessment Diagram/Boundary Map</u>: The Assessment Diagram/Boundary Map shows the parcels of land included within the boundaries of STL Zone 124. For details concerning the lines and dimensions of the applicable Assessor's Parcel Numbers, refer to the Riverside County Assessor's Maps as of the date of this Report.

PART V

<u>Assessment Roll</u>: Separate numbers given the subdivisions and parcels of land/lots and the initial Maximum Assessment per parcel or lot to be applied on the tax roll for Fiscal Year 2019-2020.

B. DESCRIPTION OF STREET LIGHTING ASSESSMENT ZONE

The services to be provided by L&LMD No. 89-1-C STL Zone 124 include public street lighting. The annexation of CUP 03635 to L&LMD No. 89-1-C as STL Zone 124 will provide the financial mechanism (annual assessments) by which the ongoing operation and maintenance of these improvements and services will be funded. STL Zone 124's structure, proposed improvements, method of apportionment and assessments described in this Report are based on the Plans provided to Psomas as of the date of this Report, including all estimated direct expenditures, incidental expenses, and reserves associated with the energizing, maintenance and servicing of the proposed improvements.

PART I – PLANS AND SPECIFICATIONS

PART I - PLANS AND SPECIFICATIONS

A. LOCATION OF THE STREET LIGHTING ASSESSMENT ZONE

STL Zone 124 is located within the unincorporated area of the County of Riverside, State of California and is comprised of CUP 03635. The area for STL Zone 124 is generally located north of 70th Avenue, south of Box Canyon Road, east of Arthur Street and west of Cleveland Street. At full development, STL Zone 124 is projected to include 5 assessable commercial lots/units and zero non-assessable lots/units. STL Zone 124 consists of the lots/units, parcels and subdivisions of land located in the following development area:

• CUP 03635- Assessor Parcel Numbers as of the date of this Report:

721100003-2 721100004-3 721100005-4 721110003-3 721110004-4

B. DESCRIPTION OF IMPROVEMENTS AND SERVICES FOR L&LMD NO. 89-1-C

The following services were authorized pursuant to the County of Riverside Board of Supervisors approved Resolution No. 94-389 for L&LMD No. 89-1-C:

- L&LMD No. 89-1-C will annually levy an assessment on property within its boundaries to pay the cost of the following services and improvements:
 - o The installation and planting of landscaping, including trees, shrubs, grass and other ornamental vegetation;
 - The installation or construction of statuary, fountains and other ornamental structures and facilities.
 - The installation or construction of public lighting facilities including but not limited to, traffic signals;
 - The installation or construction of any facilities which are appurtenant to any of the foregoing, or which are necessary or convenient for the maintenance or servicing thereof, including, but not limited to, grading, clearing, removal of debris, the installation or construction of curbs, gutters, walls, sidewalks or paving, water irrigation, drainage or electrical facilities; and,
 - o The maintenance and/or servicing of any of the foregoing.
- The street lighting improvements to be funded by L&LMD No. 89-1-C STL Zone 124 generally includes the maintenance and servicing of:
 - Streetlights within the public right-of-way;
 - o All public street lighting within the commercial subdivision;

PART I – PLANS AND SPECIFICATIONS

- Public street lighting and other public lighting facilities on the streets surrounding or adjacent to the development and other public areas associated with or necessary for development of properties within the Street Lighting Assessment Zone.
- C. IMPROVEMENTS AND SERVICES FOR L&LMD NO. 89-1-C STL ZONE 124

The services to be funded by L&LMD No. 89-1-C STL Zone 124 include the maintenance and servicing of public streetlights within the public right-of-way known as:

• 70th Avenue

Part II - Method of Apportionment

A. BENEFIT ANALYSIS

The proposed improvements, the associated costs, and assessments have been carefully reviewed, identified, and allocated based on special benefit.

Public street lighting is the responsibility of STL Zone 124.

The 1972 Act permits the establishment of assessment districts by agencies for the purpose of providing certain public improvements, which include the construction, maintenance, and servicing of public lights, landscaping, dedicated easements for landscape use, and appurtenant facilities. The 1972 Act further provides that assessments may be apportioned upon all assessable lots or parcels of land within an assessment district in proportion to the estimated benefits to be received by each lot or parcel from the improvements rather than by assessed value.

Section 22573 of the 1972 Act gives the following instructions for apportioning assessments to the parcels within the district:

"The net amount to be assessed upon lands within an assessment district may be apportioned by any formula or method which fairly distributes the net amount among all assessable lots or parcels in proportion to the estimated benefits to be received by each such lot or parcel from the improvements."

The formula used for calculating assessments reflects the composition of the parcels and the improvements and services provided by STL Zone 124 to fairly apportion the costs based on the estimated benefit to each parcel.

In addition, Article XIII D of the California Constitution ("Article") requires that a parcel's assessment may not exceed the reasonable cost of the proportional special benefit conferred on that parcel. The Article provides that only special benefits are assessable, and the County must separate the general benefits from the special benefits conferred on a parcel. A special benefit is a particular and distinct benefit over and above general benefits conferred on the public at large, including real property within the district. The general enhancement of property value does not constitute a special benefit.

SPECIAL BENEFIT

The street lighting improvements within STL Zone 124 provide direct and special benefit to the lots or parcels within STL Zone 124. Therefore, the maintenance of these improvements also provides direct and special benefit by maintaining the functionality of the improvements and allowing the improvements to operate in a proper manner.

Each and every lot or parcel within STL Zone 124, receives a particular and distinct benefit from the improvements over and above general benefits conferred by the improvements. First, the improvements were

conditions of approval for the creation or development of the parcels. In order to create or develop the parcels, the County required the original developer to install street lights and to guarantee the maintenance of the streetlights and appurtenant facilities serving the lots or parcels. Therefore, each and every lot or parcel within the proposed STL Zone 124 could not have been developed in the absence of the installation and expected maintenance of these improvements.

Public streetlights confer particular and distinct special benefits upon parcels within the District because of the nature of the improvements. The servicing of streetlights, and appurtenant facilities, specially benefit parcels within the District by increased public safety, improved neighborhood property protection, reduced property-related crimes (especially vandalism), increased public safety for both pedestrians and the motoring public, and increased traffic safety by improving visibility. Streetlights also assign rights-of-way for the safety of pedestrians and motorists by defining a specific path during all hours of the day.

Streets are constructed for the safe and convenient travel of vehicles and pedestrians. They also provide an area for underground and overhead utilities. These elements are a distinct and special benefit to all developed parcels in STL Zone 124. Public streetlights are installed on and are for street purposes and are maintained and serviced to allow the street to perform to the standards it was designed.

Public streetlights are determined to be an integral part of "streets" as a "permanent public improvement." One of the principal purposes of fixed roadway lighting is to create a nighttime environment conducive to quick, accurate, and comfortable seeing for the user of the facility. These factors, if attained, combine to improve traffic safety and achieve efficient traffic movement. Fixed lighting can enable the motorist to see detail more distinctly and to react safely toward roadway and traffic conditions present on or near the roadway facility.

The system of streets within STL Zone 124 is established to provide access to each parcel in STL Zone 124. Public streetlights provide a safer street environment for owners of the parcels served. If the parcels were not subdivided to provide individual parcels to owners within STL Zone 124, there would be no need for a system of streets with streetlights. Therefore, the installation of street lights is for the express, special benefit of the parcels within STL Zone 124.

Finally, the proper maintenance of public streetlights, and appurtenant structures, provides an enhanced quality of life and sense of well-being for owners of properties within STL Zone 124.

Based on the benefits described above, public streetlights are an integral part of the quality of life within STL Zone 124: This quality of life is a special benefit to owners of those parcels with a commercial land use within the STL Zone 124 and do not include government-owned parcels or easements, utility easements, and flood channel parcels. Government-owned parcels or easements, utility easements and flood channel parcels do not benefit from the improvements due to their use and lack of habitation on such parcels. Parcels of this nature are usually vacant, narrow strips of land or flood control channels and therefore do not generate or experience pedestrian or vehicular traffic. Nor do these types of parcels support dwelling units or other structures that would promote frequent use of the parcels by the traveling public. As a result of this lack of activity on such parcels they do not receive any benefit from streetlights and are not assessed.

Special Benefits of Landscaping and Lighting Maintenance District No. 89-1-C STL Zone 124 Authorized Improvements and Services:

The special benefits of street lighting are the provision of energy, convenience, safety, security of property, improvements and goods, specifically:

- Enhanced deterrence of crime and the aid to police protection.
- Increased nighttime safety on roads and streets.
- Improved ability of pedestrians and motorists to see.
- Improved ingress to and egress from property.
- Reduced vandalism and other criminal acts and damage to improvements or property.
- Improved traffic circulation and reduced nighttime accidents and personal property loss.

GENERAL BENEFIT

The total benefit from the works of improvement is a combination of the special benefits to the parcels within the STL Zone 124 and the general benefits to the public at large and to adjacent property owners. A portion of the total maintenance costs for the public street lighting, if any, associated with general benefits will not be assessed to the parcels in the STL Zone 124, but will be paid from other Riverside County Transportation Department funds. Because the public streetlight improvements are located immediately adjacent to properties within the STL Zone 124 and are maintained solely for the benefit of the properties within the STL Zone 124, any benefit received by properties outside of the STL Zone 124 is nominal. Therefore, the general benefit portion of the benefit received from the improvements for the STL Zone 124 is zero.

SUMMARY

In summary, no property is assessed in excess of the reasonable cost of the proportional special benefit conferred on that property. Additionally, benefits received by each parcel within STL Zone 124 are proportional to the lot size. Therefore, the proportionate share of the costs and expenses for the maintenance and servicing of the streetlights are apportioned on a per acre basis for all benefiting parcels within STL Zone 124.

B. MAXIMUM ASSESSMENT METHODOLOGY

The following methodology was adopted by Riverside County Board of Supervisors in the annual Report approved on November 29, 1994. Such methodology has been maintained in preparation of this Report. The purpose of establishing a Maximum Assessment formula is to provide for reasonable increases and inflationary adjustments to annual assessments without requiring costly noticing and mailing procedures, which would add to STL Zone 124 costs and assessments.

The Maximum Assessment formula shall be applied to all assessable parcels of land within STL Zone 124. For STL Zone 124, the initial Maximum Assessment for Fiscal Year 2019-2020 is as follows:

• The initial Maximum Assessment established within STL Zone 124 (CUP 03635) shall be \$420.

The initial Maximum Assessment is subject to an annual inflator starting in Fiscal Year 2020-2021. The initial Maximum Assessment shall be adjusted by the greater of two percent (2%) per year or the cumulative percentage increase in the CPI-U-E Index published by the BLS.

The Maximum Assessment is adjusted annually and is calculated independent of the STL Zone 124's annual budget and proposed annual assessment. The proposed annual assessment (rate per acre) applied in any fiscal year is not considered to be an increased assessment if less than or equal to the Maximum Assessment amount. In no case shall the annual assessment exceed the Maximum Assessment.

Although the Maximum Assessment will increase each year, the actual STL Zone 124 assessments may remain virtually unchanged. The Maximum Assessment adjustment is designed to establish a reasonable limit on STL Zone 124 assessments. The Maximum Assessment calculated each year does not require or facilitate an increase to the annual assessment and neither does it restrict assessments to the adjusted maximum amount. If the budget and assessments for the fiscal year require an increase and the increase is more than the adjusted Maximum Assessment, it is considered an increased assessment.

To impose an increased assessment, the County of Riverside must comply with the provisions of the California Constitution Article XIII D Section 4c, that requires a public hearing and certain protest procedures including mailed notice of the public hearing and property owner protest balloting. Property owners, through the balloting process, must approve the proposed assessment increase. If the proposed assessment is approved, then a new Maximum Assessment is established for STL Zone 124. If the proposed assessment is not approved, the County may not levy an assessment greater than the adjusted Maximum Assessment previously established for STL Zone 124.

C. ANNUAL ASSESSMENT

The Method of Apportionment of the Assessment is based upon the relative special benefit derived from the improvements and conferred upon the assessable real property within STL Zone 124 over and above general benefit conferred upon the assessable real property within STL Zone 124 or to the public at large. The benefits received by each parcel within STL Zone 124 would be in proportion to the lot size. Therefore, the proportionate share of the costs and expenses for the maintenance and servicing of the streetlights are apportioned on a per acre basis for all benefiting parcels within STL Zone 124. Any Exempt Property within STL Zone 124 is specifically excluded from the apportionment calculation and is exempt from assessment.

The Assessment Rate per Acre within STL Zone 124 is calculated by dividing the total Annual Balance to Levy by the total Net Assessable Acres. The Assessment Rate per Acre is multiplied times the Net Assessable Acres of each parcel that is not Exempt. Total STL Zone 124 acres less Exempt Property acres, if any, equals total Net

Assessable Acres. The Annual Balance to Levy is the Total Annual Street Lighting Costs as seen in Part III – Cost Estimate.

The Assessment Rate per Acre is calculated as follows:

Total Zone 124 Acres	479.30
Less: Exempt Property Acres	. 0
Net Assessable Acres	479.30

Annual Balance to Levy	\$420	= \$.88	Assessment Rate per Acre
Total Net Assessable Acres	479.30	4.00	Absolution facto por more

The Assessment for each Assessable Parcel for FY 2019-2020 is calculated as follows:

Assessment Rate per Acre × Acreage of each parcel that is not Exempt = Annual Assessment for each Assessable Parcel.

PART III - COST ESTIMATE

Part III - COST ESTIMATE

L&LMD NO. 89-1-C STL ZONE 124 (CUP 03635) FOR FISCAL YEAR 2019-2020

Cost Description	Total Costs for STL Zone 124 ^{2,4}	Cost per Acre for STL Zone 124 ¹
Annual Energy Charge of \$219.00 per Streetlight For 1 Streetlight - 22,000 lumen 200 Watt HPSV ³	\$219	\$0.46
Maintenance Total	\$219	\$0.46
Administrative Costs	\$147	\$0.31
Contingency	\$16	\$0.03
Subtotal: Annual Street Lighting Costs	\$382	\$0.80
10% Contingency ⁶	\$38	\$0.08
Total Annual Street Lighting Costs	\$420	\$0.88

Initial Maximum Assessment for STL Zone 1245	\$420
L	

¹ Based on 479.30 Net Assessable Acres which is subject to change based on future parcel configuration.

² Subtotal and Total costs rounded up to whole dollars.

³ HPSV mean High Pressure Sodium Vapor.

⁴ Projected base rates of services for Fiscal Year 2019-2020 were provided by the County of Riverside Transportation Department.

⁵ The initial Maximum Assessment shall be adjusted annually by the greater of two percent or the cumulative percentage increase in the CPI-U-E Index published by the BLS.

 $^{^6\,10\%}$ contingency for potential loss of assessable acreage to ultimate streets & other improvements.

PART IV - ASSESSMENT DIAGRAM/BOUNDARY MAP

Part IV - Assessment Diagram/Boundary Map

FISCAL YEAR 2019-2020 L&LMD NO. 89-1-C STL ZONE 124

The Assessment Diagram/Boundary Map for STL Zone 124 by this reference is incorporated and made a part of this Report. Only the parcels identified within STL Zone 124 Assessment Diagram are within said boundary.

If any parcel submitted for collection is identified by the County Auditor Controller to be an invalid parcel number for the current fiscal year, a corrected parcel number and/or new parcel number will be identified and resubmitted to the County Auditor Controller. The assessment amount to be levied and collected for the resubmitted parcel or parcels shall be based on the method of apportionment and assessment rate approved in this Report. Therefore, if a single parcel has changed to multiple parcels, the assessment amount applied to each of the new parcels shall be according to the approved method of apportionment and assessment rate rather than a proportionate share of the original assessment.

Information identified on this Assessment Diagram/Boundary Map was received from Riverside County Transportation Department.

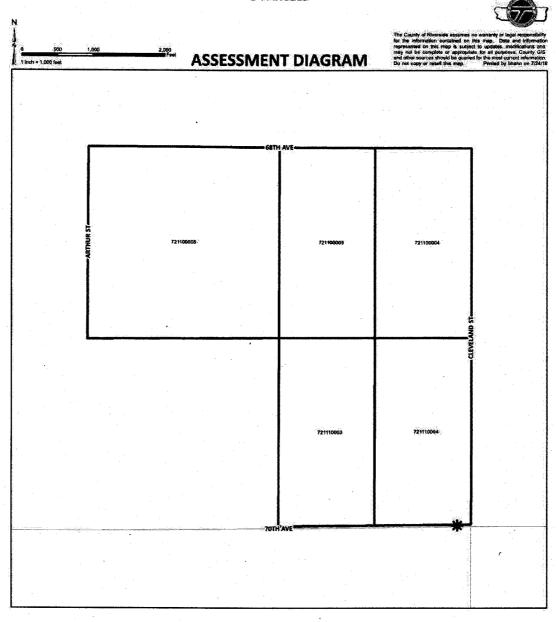
The STL Zone 124 Assessment Diagram/Boundary Map identifying the boundaries of parcels within CUP 03635 in L&LMD No. 89-1-C STL Zone 124 is included in this Report for reference on the following page. For details concerning the lines and dimensions of the applicable Assessor's Parcel Numbers, refer to the County Assessor's Maps as of the date of this Report.

PART IV – ASSESSMENT DIAGRAM/BOUNDARY MAP

LANDSCAPING AND LIGHTING MAINTENANCE DISTRICT NO. 89-1 CONSOLIDATED

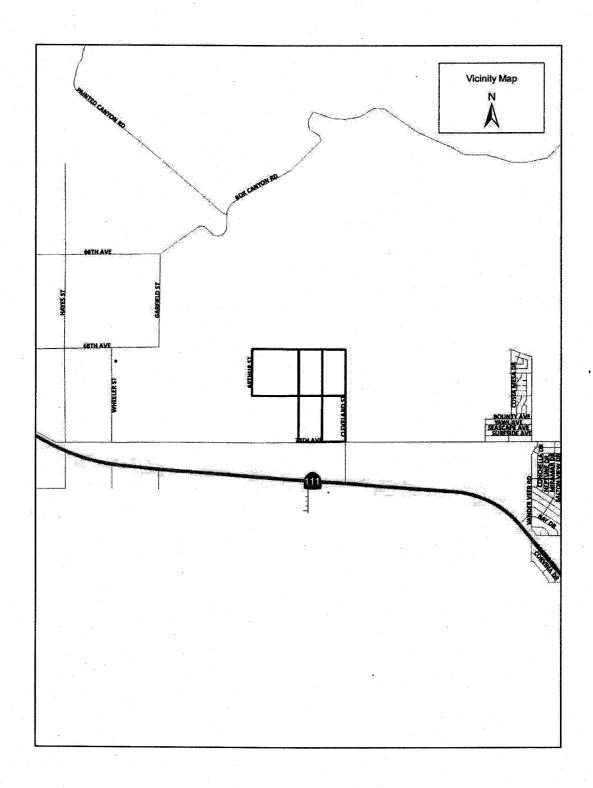
STREET LIGHT ZONE 124

PORTION(S) OF SECTION 18, 19, & 20, T.7S., R.10E.
CONDITIONAL USE PERMIT NO. 03635
5 PARCELS



DENOTES MAINTAINED ROW STREETLIGHT
DENOTES ZONE BOUNDARY

PART IV – ASSESSMENT DIAGRAM/BOUNDARY MAP



PART V – ASSESSMENT ROLL

Part V - Assessment Roll

Parcel identification for each lot/unit or parcel within STL Zone 124 shall be the parcel as shown on the Riverside County Secured Roll for the year in which this Report is prepared and reflective of the Assessor's Parcel Maps. STL Zone 124 includes the following APNs as of the date of this Report:

721100003-2 721100004-3 721100005-4 721110003-3 721110004-4

The initial Maximum Assessment for STL Zone 124 is as follows:

L&LMD NO. 89-1-C STL ZONE 124 (CUP 03635) PROPOSED FISCAL YEAR 2019-2020 MAXIMUM ASSESSMENT¹

PP	Assessor Parcel Number/ Lot No.	Acres	Maximum Assessment
CUP 03635	721100003-2	80.00	\$70
CUP 03635	721100004-3	80.00	\$70
CUP 03635	721100005-4	161.12	\$142
CUP 03635	721110003-3	79.09	\$69
CUP 03635	721110004-4	79.09	\$69
Total		479.30	\$420

¹ The initial Maximum Assessment shall be adjusted annually by the greater of two percent or the cumulative percentage increase in the CPI-U-E Index published by the BLS.

WAIVER AND CONSENT

WAIVER AND CONSENT REGARDING DATE OF ASSESSMENT BALLOT ELECTION

There are two individuals/entities which own all of the property within the proposed boundaries of STL Zone 124. Said property owners have executed a "Waiver and Consent Regarding Date of Assessment Ballot Election" allowing for the election and public hearing to be held on December 11th, 2018. Copies of said waivers are filed herewith and made a part hereof as seen on the following page.

LANDSCAPING AND LIGHTING MAINTENANCE **DISTRICT NO. 89-1-CONSOLIDATED** OF THE COUNTY OF RIVERSIDE, CALIFORNIA

WAIVER AND CONSENT REGARDING DATE OF ASSESSMENT BALLOT ELECTION

The undersigned, an authorized representative of <u>2010 Perricone LTD Partnership</u> (the "Owner) owns property within the unincorporated area of the County of Riverside (the "County") represented by the following Assessor's Parcel Numbers for fiscal year 2019-20 (the "Property"): APN(s) 721-100-003, 004, 005, 721-110-003 and 721-110-004.

The Owner has made application that the Property be annexed as Street Lighting Zone 124 to Landscaping and Lighting Maintenance District No. 89-1-Consolidated of the County ("L&LMD No. 89-1-C") and certifies the following:

- 1. The Owner waives the requirements of Section 4000 of the Elections Code of the State of California (the "Elections Code") that the mailed ballot election required for annexation and the levy of an annual assessment must be held on an established mailed ballot election date pursuant to Section 1500 of the Election Code; and
- 2. The Owner consents to the mailed assessment ballot election with respect to the levy of an annual assessment on the Property being held on December 11, 2018

OWNER: 2010 Perricone LTD Partnership

(Name of Company

as stated in Initial Paragraph)

Bv:

Name:

Title:

Print Name

Mongy Member

Title