

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



**ITEM: 3.13
(ID # 25610)**

MEETING DATE:
Tuesday, August 27, 2024

FROM : EXECUTIVE OFFICE

SUBJECT: EXECUTIVE OFFICE: Adopt Resolution No. 2024-185 Determining the Amount of Property Tax Revenue to be Exchanged between the County of Riverside and the City of Rancho Mirage Pursuant to LAFCO 2022-01-4. District 4. [\$0]

RECOMMENDED MOTION: That the Board of Supervisors:

1. Adopt Resolution No. 2024-185, a Resolution of the Board of Supervisors of the County of Riverside Determining the Amount of Property Tax Revenue to be Exchanged between the County of Riverside and the City of Rancho Mirage Pursuant to LAFCO 2022-01-4; and
2. Direct the Clerk of the Board to transmit a certified copy of the resolution to each affected agency, to the Executive Officer of the Riverside Local Agency Formation Commission (LAFCO), and to the County's Auditor-Controller.

ACTION:Policy

Juan C. Perez, Chief Operating Officer

8/19/2024

MINUTES OF THE BOARD OF SUPERVISORS

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

Ayes: Jeffries, Spiegel, Washington, Perez and Gutierrez
Nays: None
Absent: None
Date: August 27, 2024
xc: E.O., LAFCO, Auditor-Controller

Kimberly A. Rector
Clerk of the Board
By:
Deputy

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FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost
COST	\$ 0	\$ 0	\$ 0	\$ 0
NET COUNTY COST	\$ 0	\$ 0	\$ 0	\$ 0
SOURCE OF FUNDS: N/A			Budget Adjustment: N/A	
			For Fiscal Year: N/A	

C.E.O. RECOMMENDATION: Approve

BACKGROUND:

Summary

A proposal was submitted to the Riverside Local Agency Formation Commission (LAFCO) requesting a reorganization to include 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, in an area totaling approximately 256 acres, located completely within the Agua Caliente Band of Cahuilla Indians Reservation, within the County of Riverside, south of Ramon Road, west of Bob Hope Drive, north of Dinah Shore Drive, and east of Los Alamos Road. As the subject area is currently surrounded by incorporated area of Rancho Mirage, this proposal would eliminate an unincorporated area service island.

Section 99(b)(4) of the Revenue & Taxation Code sets forth that, prior to LAFCO proceeding with a public hearing to consider this proposal, an exchange of property tax revenue between agencies responsible for public services must be negotiated. On various dates between June and July of 2024, representatives from the County of Riverside, and City of Rancho Mirage met and ultimately agreed to terms for the exchange of property tax revenues; these terms are set forth in attached Resolution No. 2024-185.

The exchange of property tax revenues would become effective for tax purposes beginning July 1 of the subsequent calendar year following the date of annexation. As provided for in the attached resolution, the City would assume service responsibility for provision of all municipal services, provision of library services, and suppression and prevention of structural fires within the subject area; for such service, the City would receive 100% of structural fire protection tax revenue, 100% of library property tax revenue, and 25% of the County's portion of general property tax revenues currently generated within the subject area.

Impact on Residents and Businesses

The proposed annexation would result in City provision of municipal services, fire suppression and prevention services, and library services to the subject area; the City currently provides these services to the incorporated areas which surround the subject area.

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Additional Fiscal Information

The agreed-upon terms for the exchange of property tax revenues would result in a decrease of structural fire protection tax, library tax, and general property tax revenues received by the County, and relief from costs of providing fire suppression and prevention services, library services, and municipal services to the subject area. The County would retain 75% of its general property tax to address costs for provision of County services to subject area parcels.

ATTACHMENTS:

- Board of Supervisors Resolution No. 2024-185


Scott Bruzknier 8/8/2024


Aaron Gettis, Chief of Deputy County Counsel 8/8/2024

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3 RESOLUTION NO. 2024-185

4 A RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF
5 RIVERSIDE DETERMINING THE AMOUNT OF PROPERTY TAX REVENUE TO BE
6 EXCHANGED BETWEEN THE COUNTY OF RIVERSIDE AND THE CITY OF RANCHO MIRAGE

7 PURSUANT TO LAFCO 2022-01-4

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9 WHEREAS, a proposal was submitted to the Riverside Local Agency Formation
10 Commission (LAFCO) requesting a reorganization to include annexation to the City of Rancho Mirage and
11 concurrent annexation to the Rancho Mirage Community Services District (subsidiary), and detachment
12 from the Riverside County Waste Resources Management District, in an area totaling approximately 256
13 acres, located within the County of Riverside, south of Ramon Road, west of Bob Hope Drive, north of
14 Dinah Shore Drive, and east of Los Alamos Road, within the Agua Caliente Band of Cahuilla Indians
15 Reservation, for provision of municipal services; and,

16 WHEREAS, Revenue and Taxation Code Section 99(b)(4) sets forth that local agencies
17 whose service area or responsibility will be altered by a jurisdictional change must negotiate an exchange
18 of property tax revenues, and,

19 WHEREAS, such negotiations occurred between the County of Riverside and the City of
20 Rancho Mirage regarding proposed LAFCO No. 2022-01-4 on June 13, 2024, and July 11, 2024.

21 NOW, THEREFORE, BE IT RESOLVED, DETERMINED AND ORDERED by the Board
22 of Supervisors of the County of Riverside, in regular session assembled on August 27, 2024, at 9:30 am or
23 soon thereafter in the meeting room of the Board of Supervisors located on the 1st floor of the County
24 Administrative Center, 4080 Lemon Street, Riverside, California, as follows:

25 Section 1. The County of Riverside and the City of Rancho Mirage are the agencies whose
26 area of responsibility for service would be affected by LAFCO 2022-01-4-Reorganization to Include
27 Annexation to the City of Rancho Mirage and Concurrent Annexation to the Rancho Mirage Community
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FORM APPROVED COUNTY COUNSEL
BY *MCT* MICHAEL C. THOMAS DATE *07 AUG 24*

1 Services District (Subsidiary), and Detachment from the Riverside County Waste Resources Management
2 District (Section 24 – Remaining Trust Lands).

3 Section 2. Representatives of each of the affected agencies have met and negotiated the
4 following exchange of property tax revenue to become effective beginning July 1 of the subsequent calendar
5 year following the date of annexation of the parcels identified in LAFCO 2022-01-4:

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

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

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

22 Section 3. The Board of Supervisors of the County of Riverside hereby agrees to the above-
23 recited exchange of property tax revenue.

24 Section 4. The County Auditor shall convert the above-established percentages into actual
25 dollar figures and thereafter allocate such property tax revenues in accordance with the provisions of Section
26 95 et seq. of the Revenue and Taxation Code.

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1 Section 5. The Clerk of the Board of Supervisors of the County of Riverside shall transmit
2 a certified copy of this resolution to each affected agency, to the Executive Officer of the Riverside Local
3 Agency Formation Commission, and to the Auditor of the County of Riverside pursuant to Section 99 of
4 the Revenue and Taxation Code.

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6 **ADOPTED, SIGNED AND APPROVED** this 27th day of August, 2024, by the Board of Supervisors of
7 the County of Riverside.

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10 
Chair of the Board of Supervisors
Chuck Washington

11 ATTEST:

12 Kimberly Rector
13 Clerk of the Board of Supervisors

14 By:  _____
15 Deputy

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18 ROLL CALL:

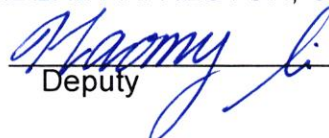
19 Ayes: Jeffries, Washington, Spiegel, Perez, and Gutierrez

20 Nays: None

21 Absent: None

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23 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.

24 KIMBERLY A. RECTOR, Clerk of said Board

25 By:  _____
26 Deputy