



Meeting Date: 6 / 13 / 06

ACTION	TYPE OF ITEM
<input type="checkbox"/> Approved Recommendation	<input type="checkbox"/> Info/Consent
<input type="checkbox"/> Ord. No(s).	<input type="checkbox"/> Report
<input type="checkbox"/> Res. No(s).	<input checked="" type="checkbox"/> Public Hearing (Info/consent)
<input type="checkbox"/> Other	<input type="checkbox"/> Other _____

Prepared By: Joel Galaviz *JG*

Agenda Item No. K-1

Reviewed By: City Manager

City Attorney *PLC*

Finance *[Signature]*

Public Works *[Signature]*

DATE: June 6, 2006

TO: City Council

FROM: Michael Henderson, Maintenance Services Manager / Deputy Public Works Director *[Signature]*

SUBJECT: **FY 2006-07 Assessments for the Mandalay Bay Waterway Maintenance District**

RECOMMENDATION

That City Council:

1. Hold a public hearing to receive public testimony regarding proposed assessments for the Waterway Maintenance District for FY 2006-07
2. Adopt a resolution for FY 2006-07 fixing assessments for the Waterway Maintenance District.

SUMMARY

The assessment district for the maintenance of the waterways and landscaping on public rights-of-way within Mandalay Bay was established in June, 1970 by Resolution No. 5144. The recommended resolution fixes the assessments to be collected via tax rolls for FY 2006-07. After Council adopts the resolution, assessment data will be delivered to the County Auditor-Controller's Office for processing and collection of FY 2006-07 assessments.

DISCUSSION

Background

On June 16, 1970, an assessment district was formed pursuant to the Improvement Act of 1911 in order to recover the City's cost of maintenance of waterways and landscaping on public rights-of-way within Mandalay Bay. Assessments are levied according to the procedures set out in section 5820 et. seq. of the Streets and Highways Code (the Improvement Act of 1911). The assessments are exempt from Article XIII D of the California Constitution by reason of section 5 thereof.

Assessment Rates

The proposed rates and methodology for FY 2006-07 remain as they were for FY 2005-06. Total maintenance costs for FY 2006-07 are projected to be \$647,708 and are apportioned as follows:

- **LANDSCAPE MAINTENANCE**
 The City's recommended budget for landscaping maintenance costs for fiscal year 2006-07 is \$113,432
- **WATERWAY MAINTENANCE**
 The City's recommended budget for waterway maintenance costs for fiscal year 2006-07 is \$534,276.
- **DELINQUENCY AND COUNTY FEE**
 The City's recommended budget for delinquency expense and County fees for fiscal year 2006-07 will remain \$13,326.

Increases in the budget and decreases in estimated interest earnings are offset by waterway maintenance district fund balance. The following table provides a landscape and waterway maintenance budget comparison between FY 2005-06 and FY 2006-07:

	<u>FY 05-06</u>	<u>FY 06-07</u>
Landscape Budget	\$ 138,495	\$ 113,432
Waterway Budget	\$ 359,329	\$ 534,276
Total	\$ 497,824	\$ 647,708
Delinquency and County Fee	\$ 13,326	\$ 13,326
Less Interest Earnings	\$ (5,000)	\$ (5,000)
Billed to Dock Easement Owner	\$ (12,120)	\$ (12,120)
Billed to City of Oxnard	\$ (1,206)	\$ (1,206)
Less Amount from Fund Balance	\$ 0	\$ (149,884)
Total Assessments	\$ 492,824	\$ 492,824

FINANCIAL IMPACT

The estimated cost for FY 2006-07 maintenance in the Waterway and Landscape District is \$647,708. Of this amount, \$149,884 will come from the Waterways Fund Balance. The amount of \$492,824 will be borne by the property owners in the district and will be placed on the Ventura County tax roll for collection. The City will bill the dock easement owner for \$12,120 and the City will be billed internally for \$1,206 for two City owned lots. Interest earnings revenue is estimated to be \$5,000.

- Attachment 1 - Resolution Fixing Assessments
 2 - Individual Parcel Assessments

Note: Attachment #1 & #2 have been provided to the City Council and are available in the City Clerks Office after 8:00 A.M. on the Friday prior to the Council meeting.