



## Staff Report

**TO:** City Council  
**FROM:** Jennifer Ustation, Finance Director  
**DATE:** August 2, 2022  
**SUBJECT:** **Annual Resolution Directing the Riverside County Auditor-Controller to Place the Levy of Special Taxes for the City's Community Facilities Districts on the Fiscal Year 2022-2023 County Tax Roll**

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### **Background and Analysis:**

Beaumont is required to direct the Riverside County Auditor-Controller to place its levy of special taxes for the Community Facilities Districts (CFDs) on the County tax roll. For FY2022-23 this must occur prior to August 10, 2022. The resolutions before Council are required to complete the annual enrollment and collection of the City's Community Facilities District ("CFD") special taxes needed to meet all financial and contractual obligations.

City staff has prepared the Fiscal Year 2022-23 Special Levy for the City's various improvement areas ("IA") of CFD No. 93-1, CFD Nos. 2016-1, 2016-2, 2016-3, 2016-4, 2018-1, 2019-1 and 2021-1. The calculations incorporate various assumptions as applicable for each IA or CFD, including:

1. The expected annual debt service costs;
2. The expected costs of providing services such as the landscaping, maintenance, and lighting of City-owned parks, parkways, streets, roads, and open space;
3. The expected costs of providing public safety services such as police, fire, and ambulance and paramedic services;
4. The expected administrative costs; and
5. The collection of funds for future facilities.

Over the past several years the City has implemented measures to reduce special tax rates for all applicable IAs of CFD No. 93-1 and recently formed CFD's for which the final series of bonds has been issued. The City's developing CFDs, for which the final series of bonds has not been issued, are not yet eligible for a reduction. Historically, the reduction in special tax rates has been accomplished through two forms i) bond refinancing, and ii) bond issuances to fully bond CFDs/IAs. For Fiscal Year 2022-23 the

City and finance team have reviewed available funds for services and are recommending enrollment of an amount that is less than the FY 2022-23 Maximum Special Tax for Services and Public Safety. Cumulatively, this leads to a projected savings of approximately \$738,451 across 29 IAs and 8 CFDs.

Approval of the following resolutions establishes the levy of all IAs/CFDs listed in Attachment A and authorizes the County of Riverside to place the levy upon the property tax roll for Fiscal Year 2022-23. Detailed parcel calculations will be provided to the County of Riverside to levy and collect such special taxes on behalf of the City.

The aggregate Fiscal Year 2022-23 projected CFD levy will show an increase over FY 2021-22, primarily as the result of building permits being issued and increased development within the City. In some cases, certain IAs/CFDs have seen an increase in their levies because the IA was not eligible for reduction and the special tax escalated annually per the requirements of the RMA and/or debt service requirements for bonds outstanding. Staff will continue to make all efforts possible to continue to reduce the special tax rates in future years for all eligible IAs/CFDs.

Multiple resolutions are provided for individual consideration. This will allow individual City Council members to recuse themselves for consideration of those IAs/CFDs for which they own property.

### **Fiscal Impact:**

The fiscal impact on the City's general fund is indirect, as the administration and maintenance portions of assessments collected are the funding source for the administration of the CFD processes and maintenance of the various applicable geographic regions.

### **Recommended Action:**

Waive the full reading and adopt by title only "A Resolution of the City Council of the City of Beaumont, California, Levying the Special Tax in Community Facilities Districts No. 93-1, 2016-1, 2016-2, 2016-3, 2016-4, 2018-1, 2019-1 and 2021-1 and Directing the County Auditor to Collect the Same on the Tax Rolls (93-1, 2016-1, 2016-2, 2016-3, 2016-4, 2018-1, 2019-1 and 2021-1)."

Waive the full reading and adopt by title only "A Resolution of the City Council of the City of Beaumont, California, Levying the Special Tax in Community Facilities Districts No. 93-1 (IA 18) and Directing the County Auditor to Collect the Same on

the Tax Rolls (IA 18)”

Waive the full reading and adopt by title only “A Resolution of the City Council of the City of Beaumont, California, Levying the Special Tax in Community Facilities Districts No. 93-1 (IA 14 and 14B) and Directing the County Auditor to Collect the Same on the Tax Rolls (IA 14 and 14B).”

Waive the full reading and adopt by title only “A Resolution of the City Council of the City of Beaumont, California, Levying the Special Tax in Community Facilities Districts No. 93-1 (IA 9) and Directing the County Auditor to Collect the Same on the Tax Rolls (IA 9).”

Waive the full reading and adopt by title only “A Resolution of the City Council of the City of Beaumont, California, Levying the Special Tax in Community Facilities Districts No. 93-1 (IA 17A) and Directing the County Auditor to Collect the Same on the Tax Rolls (IA 17A).”

**Attachments:**

- A. Resolution for Annual Levy 2022 (Balance)
- B. Resolution for Annual Levy 2022 (Santos and Fenn recusal – IAs 14, 14B)
- C. Resolution for Annual Levy 2022 (Martinez recusal – IA 9)
- D. Resolution for Annual Levy 2022 (Santos recusal – IA 17A)
- E. Resolution for Annual Levy 2022 (White recusal – IA 18)
- F. Summary of CFD Special Tax Enrollment
- G. PowerPoint Presentation