

STAFF REPORT
City of Lancaster

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06/14/16
MVB

Date: June 14, 2016

To: Mayor Parris and City Council Members

From: Jeff Hogan, Development Services Director

Subject: **Lancaster Drainage Benefit Assessment District**
Levy of Annual Assessment for Fiscal Year 2016-2017

Recommendation:

Adopt **Resolution No. 16-32**, a resolution of the City Council of the City of Lancaster, California, confirming the diagram and assessment and ordering the levying of an assessment in Lancaster Drainage Benefit Assessment District for Fiscal Year 2016-2017.

Fiscal Impact:

Each benefit unit annexed prior to Fiscal Year 2005-2006 will be assessed \$50.00. The proposed assessment is the same as the previous year's assessment. Each benefit unit annexed beginning Fiscal Year 2005-2006 will be assessed \$65.66. The proposed assessment includes the CPI adjustment. A total of \$1,692,818.00 will be assessed against the benefiting properties, which will be used for maintenance expenses.

Background:

The City Council previously formed the Lancaster Drainage Benefit Assessment District, including establishment of separate zones, and submitted the proposition to the eligible voters in each respective zone. The majority of voters approved the formation of the District, the separate zones, and the levying of the assessment. The first year's assessment was paid by the developers of the property. Each year, thereafter, the City Council, after public notice and hearing, may determine and impose an annual assessment. Due to the cost and complexity of accounting for separate zones of benefit within the District, separate zone designations were eliminated in 1993 by City Council action.

The drainage improvements in the District have been completed and accepted by the City Council and will be maintained with funds generated by the Drainage Benefit Assessment District. Each lot or parcel within the District that was annexed prior to Fiscal Year 2005-2006, as indicated on the diagram, will be assessed a unit assessment of \$50.00 per equivalent drainage unit (EDU) for Fiscal Year 2016-2017. The unit assessment for Fiscal Year 2016-2017 is the same as Fiscal Year 2004-2005, except for those parcels that were annexed beginning Fiscal Year 2005-2006, which will be assessed at a rate reflective of an annual index increase consistent with the consumer price index for Los Angeles-Riverside-Orange Counties. Last year's rate was \$64.12. For Fiscal Year 2016-2017, the rate of assessment will be \$65.66 per assessment unit, including the established CPI adjustment of 2.4% ($(\$64.12 + (\$64.12 \times 0.024) = 65.66)$).

The method of assessment is based on proportionate storm water runoff, thereby assessing developments with more impervious area a proportionately larger share of the total assessed costs. Refer to the attached Engineer's Report and Assessment for details.

JD:lcs

Attachments:

Resolution No. 16-32

District Fund Accounting for Lancaster Drainage Maintenance District