

STAFF REPORT
City of Lancaster

CC 7
07/28/09
MVB

Date: July 28, 2009

To: Mayor Parris and City Council Members

From: Barbara Boswell, Finance Director

Subject: **Approval of Special Tax Levy within Community Facilities District No. 91-2 For Fiscal Year 2009-2010**

Recommendation:

Adopt Resolution No. 09-69, authorizing and providing for the Fiscal Year 2009-2010 levy of a special tax within Community Facilities District No. 91-2, a District established to finance the construction of regional street, sewer and storm drain improvements in the Lancaster Business Park Phase III.

Fiscal Impact:

No expenditure of City funds is involved since the special tax levy on land within CFD 91-2 proposed for 2009-2010 are sufficient to meet administrative costs and debt service requirements for 2009-2010 on CFD 91-2, 1990 Special Tax Bonds. The tax rate is decreasing 1/2%, or \$46.92 annually.

Background:

CFD 91-2, otherwise known as Lancaster Business Park, Phase III, was established to finance the construction of regional street, sewer and storm drain improvements. Nine million dollars (\$9,000,000) in Special Tax Bonds were issued. The refunding bonds in the amount of Eight million nine hundred thousand dollars (\$8,900,000) were issued in 1999.

On November 4, 1991, City Council adopted Ordinance No. 575, authorizing the levy of the special tax for CFD 91-2.

As required by Ordinance No. 575, authorizing the levy of a special tax for CFD 91-2, the City Council is required to adopt, by Resolution, the special tax levy in accordance with previously adopted "Rate and Method of Special Tax Apportionment". The City's Mello-Roos administrator, Willdan, has completed the Special Tax Levy Report for Fiscal Year 2009-2010.

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Attachments:

1. Resolution No. 09-69
2. Special Tax Levy Report – On file in the City Clerk's Office
3. Exhibit A – 2009-2010 Special Tax Rates