

CITY OF LONG BEACH

R-38

DEPARTMENT OF FINANCIAL MANAGEMENT

333 WEST OCEAN BOULEVARD • LONG BEACH, CALIFORNIA 90802

December 19, 2006

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Receive and file Annual Report on Community Facilities District No. 6 to comply with the Local Agency Special Tax Bond and Accountability Act. (District 2)

DISCUSSION

The Local Agency Special Tax Bond and Accountability Act, enacted by Senate Bill 165 and codified in the California Government Code Sections 53410 through 53412, requires local agencies to submit an annual report (attached) to its governing body on local bond measures sold after January 1, 2001. The Community Facilities District No. 6, 2002 Special Tax Bonds, also referred to as the Pike Public Improvement Bonds, fall within these reporting requirements.

The bonds, totaling \$32.1 million, were issued to finance acquisition, construction and installation of the Pike Parking Structure and the Catalina Landing Parking Lot, in addition to ancillary improvements which included storm drains, metered on-street parking stalls, installation of underground utilities and related improvements.

This matter was reviewed by Assistant City Attorney Heather Mahood on December 11, 2006 and Budget Management Office David Wodynski on December 12, 2006.

TIMING CONSIDERATIONS

State law requires this report be filed by the end of the calendar year; therefore, City Council action is requested on December 19, 2006.

FISCAL IMPACT

There is no fiscal impact associated with this action.


SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,


MICHAEL A. KILLEBREW
DIRECTOR OF FINANCIAL MANAGEMENT

APPROVED:


GERALD R. MILLER
CITY MANAGER

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Attachment

Community Facilities District No. 6

2 0 0 6 A N N U A L R E P O R T

Senate Bill 165 enacted the Local Agency Special Tax and Bond Accountability Act codified in Government Code Sections 53410 through 53412. This Act requires that any local special tax/local bond measure subject to voter approval contain a statement indicating the specific purposes of the special tax, requires that the proceeds of the special tax be applied to those purposes, requires the creation of an account into which the proceeds shall be deposited, and requires an annual report containing specified information concerning the use of the proceeds. The Act only applies to bonds issued on or after January 1, 2001 in accordance with Section 53410 of the California Government Code.

Some of the requirements of the Act are handled at the formation (bond issuance) of the Special Tax District and others are handled through annual reports. This Report intends to comply with Section 53411 of the California Government Code that states:

“The chief fiscal officer of the issuing local agency shall file a report with its governing body no later than January 1, 2002, and at least once a year thereafter. The Annual report shall contain all of the following:

- (a) The amount of funds collected and expended.
- (b) The status of any project required or authorized to be funded as identified in subdivision (a) of Section 53410.”

The requirements of the Act apply to the Improvement/Construction/Facilities Fund of the following Districts:

Initial Bond Proceeds:

District	Date Bonds Issued	Initial Amount Deposited To Improvement/Construction Fund	10/30/2006 Balance	Expended Amount to Date	Project Status
CFD No. 6	7/11/2002	\$32,142,411	\$0	\$32,142,411	Complete

Interest Earnings on Bond Proceeds:

District	Interest Earned on Bond Proceeds to Date	10/30/2006 Earned Interest Balance	Earned Interest Expended Amount To Date
CFD No. 6	\$343,917	\$265,357	\$78,560