



CITY OF LONG BEACH

DEPARTMENT OF FINANCIAL MANAGEMENT

333 WEST OCEAN BOULEVARD • LONG BEACH, CALIFORNIA 90802

August 2, 2005

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Adopt the attached Resolution establishing an annual special tax of \$0.12 per square foot for Community Facilities District No. 1 (Belmont Shore) for Fiscal Year 2006. (District 3)

DISCUSSION

In 1988, the City Council approved the formation of Community Facilities District No. 1 (District) under the guidelines of the Mello-Roos Community Facilities Act. The District provided for a levy against commercial properties along Second Street in Belmont Shore for the purpose of funding additional public parking. The Belmont Shore Parking and Business Improvement Area Advisory Commission (BSPBIAAC) recommends to the City Council the annual levy for the District. The City Council annually adopts a resolution establishing the special tax levy.

A levy was adopted for the three-year period beginning in Fiscal Year 1990 (FY 90) through FY 92 at \$0.12. The levy was suspended for one year in FY 93 and it was reestablished in FY 94. From FY 94 through FY 02, the rate was set at \$0.06 per square foot. The City Council authorized the expenditure of funds collected from the levy to acquire and make improvements to a parking lot within the District in FY 95 and FY 96. From FY 03 through FY 05, the levy was set at \$0.00.

At its meeting of June 16, 2005, the BSPBIAAC recommended that the levy be set at \$0.12 per square foot of commercial property. The BSPBIAAC also requested that the process be initiated to amend the allowable uses of funds to include public parking and access improvements anywhere within the boundaries of the Belmont Shore Parking Meter Revenue Area.

This matter was reviewed by Chief Assistant City Attorney Heather Mahood and Budget Management Officer David Wodynski on July 25, 2005.

HONORABLE MAYOR AND CITY COUNCIL

August 2, 2005

Page 2

TIMING CONSIDERATIONS

City Council action is requested on August 2, 2005, as the Los Angeles County Auditor-Controller requires the assessment roll by July 31, 2005, or shortly thereafter.

FISCAL IMPACT

The District levy is estimated to generate \$58,312 in FY 06. The \$58,312 will be budgeted as part of the FY 06 Adopted Budget in the Department of Community Development (CD) in the Parking and Business Area Improvement Fund (SR 132). There is no impact to the City's General Fund.

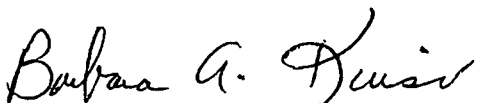
SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



MICHAEL A. KILLEBREW
DIRECTOR OF FINANCIAL MANAGEMENT



for CRAIG A. BECK
ACTING DIRECTOR OF COMMUNITY DEVELOPMENT

MAK: DSN:EC
K:\Exec\Council Letters\Treasury\08-02-05 ccl - CFD1 Belmont Shore Tax Levy.doc

ATTACHMENT

APPROVED:


GERALD R. MILLER
CITY MANAGER