CITY OF LONG BEACH



DEPARTMENT OF PUBLIC WORKS

333 West Ocean Boulevard 9th Floor • Long Beach, CA 90802

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January 17, 2012

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

RECOMMENDATION:

Adopt a Resolution authorizing the acquisition of tax-defaulted property, Assessor Parcel Number 7202-028-044, in the City of Long Beach from the County of Los Angeles and authorize the City Manager to execute a Chapter 8 Agreement and any and all documents necessary for the acquisition of the tax-defaulted property. (District 7)

DISCUSSION

In July 2011, the Los Angeles County Treasurer and Tax Collector (County) released a list of properties to be included in the 2011A Public Tax Auction (Auction). These properties have been tax-defaulted for non-payment of property taxes and deemed Subject to Power to Sell by the County. Prior to conducting the Auction, the County grants local governmental agencies an opportunity to request acquisition of these properties, as allowed under the California Revenue and Taxation Code, Division 1, Part 6, Chapter 8, which outlines the provisions for the acquisition of properties by a public agency, if a public need can be determined (Chapter 8 Agreement).

City staff has reviewed and identified one vacant parcel for City acquisition that is located adjacent to the Los Angeles River between 19th and 20th Streets, Assessor Parcel Number 7202-028-044 (Subject Property) (attachment). The City's Department of Parks, Recreation and Marine (Parks) requested the Subject Property for development as open space. The purchase price of the Subject Property from the County is approximately \$4,672 which represents the amount of delinquent property taxes and penalties owed on the Subject Property. In addition, fees of approximately \$1,000 will be charged for administrative and processing costs, for a total cost of \$5,672.

On behalf of the City, the Department of Public Works submitted a written request to the County for a Chapter 8 Agreement to purchase the Subject Property. In order to proceed, the County requires the City Council to adopt a resolution authorizing the acquisition of tax-defaulted property and authorizing the City Manager to enter into an Agreement with the County. Once the City's Agreement is approved by the Los Angeles County Board of Supervisors and the State of California Controller's Office, the County is required to notify the property owners of the pending effective date of the Agreement with the City. In the event the property owners pay the delinquent tax amount prior to the effective date of the Agreement, the owners will retain the Subject Property

HONORABLE MAYOR AND CITY COUNCIL January 17, 2012 Page 2

and the City will be unable to proceed with the purchase. However, should the property owners fail to pay the delinquent tax amount by the effective date of the Agreement, the City may proceed with acquisition.

This letter was reviewed by Assistant City Attorney Heather A. Mahood on December 6, 2011 and by Acting Budget and Performance Management Bureau Manager Shari Metcalfe on December 9, 2011.

TIMING CONSIDERATIONS

City Council action is requested on January 17, 2012 in order to facilitate acquisition of the Subject Property.

FISCAL IMPACT

The estimated cost to acquire the Subject Property requested by Parks for development as open space is \$5,672. Sufficient funds are currently budgeted in the General Fund (GP) of the Department of Parks, Recreation and Marine (PRM). Future development will be contingent upon available park impact fees and/or grant funding when available. There is no local job impact associated by this recommendation.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

MICHAEL P. CONWAY

DIRECTOR OF PUBLIC WORKS

GEORGE CHAPJIAN

DIRECTOR OF PARKS, RECREATION AND MARINE

MPC: GSC:VSG:mft

01.17.12 TaxDefaultedAgmt2698 v1

Attachments:

Site Map Resolution

APPROVED:

PATRICK H. WEST CITY MANAGER

Site Map



OFFICE OF THE CITY ATTORNEY ROBERT E. SHANNON, City Attorney 333 West Ocean Boulevard, 11th Floor Long Beach, CA 90802-4664

RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE
CITY OF LONG BEACH TO EXECUTE A CHAPTER 8
AGREEMENT WITH THE COUNTY OF LOS ANGELES TO
ACQUIRE TAX-DEFAULTED PROPERTY (19TH STREET
AND LOS ANGELES RIVER)

WHEREAS, the City has been notified by the County of Los Angeles that certain property described in Exhibit "A" hereto (the "Property") was deemed "Subject to Power to Sell" for default of property taxes and is scheduled to be sold at public auction; and

WHEREAS, Division 1, Part 6, Chapter 8 of the Revenue and Taxation

Code permits the City to acquire such Property, prior to a public auction, for an amount
equal to the defaulted property taxes; and

WHEREAS, the City has considered acquiring the Property pursuant to a "Chapter 8 Agreement" with the County of Los Angeles and reviewed and evaluated the proposed acquisition in relation to open space objectives; the staff report prepared on this matter; and all of the information and evidence presented at the meeting; and

WHEREAS, the City has determined that the acquisition of the Property is in the best interest of the City of Long Beach and its residents;

NOW, THEREFORE, the City Council of the City of Long Beach resolves as follows:

Section 1. The City finds and determines, based upon substantial evidence provided in the record before it, that the acquisition of the Property will support the City's efforts to acquire open space.

Section 2. Pursuant to provisions of the Revenue and Taxation Code, the City shall enter a Chapter 8 Agreement with the County of Los Angeles, in order to

DEFICE OF THE CITY ATTORNEY
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3 West Ocean Boulevard, 11th Floor
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complete the acquisition of the Property for the open space purposes. 2 Section 3. The City Manager is hereby designated to take all action 3 necessary to acquire the Property. 4 Section 4. This resolution shall take effect immediately upon its adoption 5 by the City Council, and the City Clerk shall certify the vote adopting this resolution. 6 I hereby certify that the foregoing resolution was adopted by the City 7 Council of the City of Long Beach at its meeting of _____, 2011 by the 8 following vote: Councilmembers: 9 Ayes: 10 11 12 13 Councilmembers: Noes: 14 15 Councilmembers: Absent: 16 17 18 City Clerk 19 20

EXHIBIT "A"

LEGAL DESCRIPTION

Real property in the City of Long Beach, County of Los Angeles, State of California, described as follows:

THE EAST 70 FEET OF LOT 15 IN BLOCK "A" OF PACIFIC FOUNTAIN TRACT, IN THE CITY OF LONG BEACH, COUNTY OF LOS ANGELES, STATE OF CALIFORNIA, AS PER MAP RECORDED IN BOOK 8, PAGE 152 OF MAPS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID COUNTY.

APN: 7202-028-044

Exhibit "A" Subject Property

