



CITY OF LONG BEACH

DEPARTMENT OF PUBLIC WORKS

333 WEST OCEAN BOULEVARD • LONG BEACH, CA 90802 • (562) 570-6383 • FAX (562) 570-6012

July 16, 2019

HONORABLE MAYOR AND CITY COUNCIL

City of Long Beach

California

RECOMMENDATION:

Adopt a Resolution establishing an annual special tax of \$0.14 per square-foot for Community Facilities District No. 2007-2 for commercial properties in Belmont Shore for Fiscal Year 2020 and authorizing the Los Angeles County Auditor-Controller to be included on the 2019-20 Secured Tax Roll. (District 3)

DISCUSSION

On August 5, 2008, the City Council approved and adopted the formation of Community Facilities District 2007-2 (CFD 2007-2) in the area of Belmont Shore to allow for bond issuance, property acquisition, and to confirm district boundaries. In December 2009, the City issued bonds under CFD 2007-2, which repaid parking bonds and pledged parking meter revenues to the CFD 2007-2 bond.

It is recommended that the CFD 2007-2 assessment rate be set at \$0.14 per square-foot of commercial property in Fiscal Year 2020 (FY 20). From Fiscal Year 2006 to Fiscal Year 2018, the levy had been set at \$0.12 per square-foot of commercial property. In Fiscal Year 2019, the levy was increased to \$0.15, an increase of \$0.03 per commercial property square-foot to cover projected operating costs, and consultant and trustee fees. Updated projections show an assessment rate of \$0.14, a decrease of \$0.01 per commercial square-foot, will suffice to cover operating costs, and consultant and trustee fees. The attached Resolution authorizes the City to establish the special tax levy.

This matter was reviewed by Deputy City Attorney Amy R. Webber on June 19, 2019 and by Budget Analysis Officer Julissa José-Murray on June 27, 2019.

TIMING CONSIDERATIONS

City Council action is requested on July 16, 2019, as the Los Angeles County Auditor-Controller requires receipt of the assessment roll by July 31, 2019.

HONORABLE MAYOR AND CITY COUNCIL

July 16, 2019

Page 2

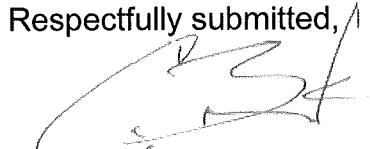
FISCAL IMPACT

The CFD 2007-2 levy is estimated to generate \$68,865 in FY 20. Assessment revenue and a transfer of \$200,000 in parking revenue generated in CFD 2007-2 are pledged for the payment of CFD 2007-2 debt service and administrative costs. The assessment revenue will be deposited in the Agency Special Assessment Fund Group in the Community Facility District Department. There is no impact to the General Fund Group and no local job impact is associated with this recommendation. This recommendation has no staffing impact beyond the normal budgeted scope of duties and is consistent with existing City Council priorities.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



CRAIG A. BECK
DIRECTOR OF PUBLIC WORKS

APPROVED:



PATRICK H. WEST
CITY MANAGER

CB:JG:JC
P:\Council LETTERS\FY 18-19\10 July\CFD 2007-2 FY20 tax assessment CL

ATTACHMENT: RESOLUTION

RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE
CITY OF LONG BEACH ESTABLISHING AN ANNUAL
SPECIAL TAX FOR COMMUNITY FACILITIES DISTRICT
NO. 2007-2 (BELMONT SHORE) FOR FISCAL YEAR 2019-
2020

WHEREAS, the City Council of the City of Long Beach (hereinafter referred
to as the "legislative body") initiated proceedings, held a public hearing, conducted an
election and received a favorable vote from the qualified electors relating to the levy of a
special tax in a community facilities district, all as authorized pursuant to the terms and
provisions of the "Mello-Roos Community Facilities Act of 1982", being Chapter 2.5, Part 1
of Division 2, Title 5 of the Government Code of the State of California. This Community
Facilities District shall hereinafter be referred to as Community Facilities District No. 2007-
2 (Belmont Shore); and

WHEREAS, this legislative body, by ordinance as authorized by Section
53340 of the government code of the State of California, has authorized the levy of a
special tax to pay for costs and expenses related to said Community Facilities District, and
this legislative body is desirous to establish the specific rate of the special tax to be
collected for the next fiscal year; and

WHEREAS, the levy had been set at a rate of \$0.12 per commercial lot
square-foot for Fiscal Years 2006 through 2018; and

WHEREAS, the levy had been set at a rate of \$0.15 per commercial lot
square-foot for Fiscal Year 2019; and

WHEREAS, updated projections to cover operating costs and consultant and
trustee fees show a decrease of \$0.01 per commercial square-foot, a rate of \$0.14 per
commercial lot square-foot is being recommended for Fiscal Year 2020;

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

3 Section 1. The above recitals are all true and correct.

4 Section 2. That the specific rate and amount of the special tax to be
5 collected to pay for the costs and expenses for the next fiscal year (2019-2020) for
6 Communities Facilities District 2007-2 (the "District") is hereby determined and
7 established as set forth in Exhibit "A", attached hereto and incorporated herein.

8 Section 3. That the rate as set forth above does not exceed the amount
9 as previously authorized by ordinance of this legislative body, and is not in excess of that
10 as previously approved by the qualified electors of the District.

11 Section 4. The proceeds of the special tax shall be used to pay, in whole
12 or in part, the costs of the following, in the following order of priority:

13 A. Payment of principal of and interest on any outstanding
14 authorized bonded indebtedness;

15 B. Necessary replenishment of bond reserve funds or other
16 reserve funds;

17 C. Payment of costs and expenses of authorized public facilities;

18 D. Repayment of advance and loans, if appropriate.

19 The proceeds of the special taxes shall be used as set forth above, and
20 shall not be used for any other purpose.

21 Section 5. The special tax shall be collected in the same manner as
22 ordinary ad valorem property taxes are collected, and shall be subject to the same
23 penalties and same procedure and sale in cases of any delinquency for ad valorem
24 taxes, and the Tax Collector is hereby authorized to deduct reasonable administrative
25 costs incurred in collecting any said special tax.

26 Section 6. All monies above collected shall be paid into the Community
27 Facilities District funds, including any bond fund and reserve fund.

28 Section 7. The Auditor of the County is hereby directed to enter in the

1 next County assessment roll on which taxes will become due, opposite each lot or parcel
2 of land affected in a space marked "public improvements, special tax" or by any other
3 suitable designation, the installment of the special tax, and for the exact rate and amount
4 of said tax, reference is made to the attached Exhibit "A".

5 Section 8. The County Auditor shall then, at the close of the tax
6 collection period, promptly render to this Agency a detailed report showing the amount
7 and/or amounts of such special tax installments, interest, penalties and percentages so
8 collected and from what property collected, and also provide a statement of any
9 percentages retained for the expense of making any such collection.

10 Section 9. This resolution shall take effect immediately upon its adoption
11 by the City Council, and the City Clerk shall certify the vote adopting this resolution.

12 I hereby certify that the foregoing resolution was adopted by the City Council
13 of the City of Long Beach at its meeting of _____, 2019 by the
14 following vote:

15
16 Ayes: Councilmembers: _____

17 _____
18 _____

19
20 Noes: Councilmembers: _____

21 _____
22 Absent: Councilmembers: _____

23 _____
24 _____

25
26 _____
27 City Clerk
28

EXHIBIT “A”

Exhibit A
CITY OF LONG BEACH
PRELIMINARY SPECIAL TAX ROLL 2019/20
COMMUNITY FACILITIES DISTRICT NO. 2007-2
(BELMONT SHORE)

OWNER (1)	APN	2019/20 LEVY (2)
LORBEER ENTERPRISES LP	7245-001-001	\$602.00
LORBEER ENTERPRISES LP	7245-001-002	1,204.00
LORBEER ENTERPRISES LP	7245-001-003	602.00
MILTON KARAHADIAN LLC	7245-002-001	1,806.00
ABSTRACT HOLDINGS INC	7245-002-002	602.00
NIKOLAU PAUL AND JOYCE TRS & NIKOLAU FAMILY TRUST	7245-003-001	1,120.00
INNOMINATE LLC	7247-001-001	644.00
INNOMINATE LLC	7247-001-002	658.00
INNOCUOUS LLC	7247-001-003	658.00
HOF'S HUT RESTAURANTS INC	7247-001-004	658.00
HOROWITZ TIMNA K ET AL TRS & BIK FAMILY LP LESSEES	7247-002-001	2,016.00
INNOCUOUS LLC	7247-002-002	672.00
HARRISON PATTI L & HARRISON TRUST	7247-003-001	420.00
LORBEER ENTERPRISES LP	7247-003-002	448.00
SHANK MILDRED M	7247-003-003	434.00
LORBEER ENTERPRISES LP	7247-003-004	434.00
SHANK MILDRED M & MILDRED M SHANK TRUST	7247-003-005	952.00
PJ INVESTORS REAL ESTATE LLC	7247-004-001	672.00
NAM FRANK H AND ISAKO TRS & SHIMIZU H	7247-004-002	672.00
5116 2ND LLC	7247-004-003	672.00
5116 2ND LLC	7247-004-004	672.00
ENGLISH JOHN A JR TR ET AL & ZENI SUSAN	7247-005-046	2,688.00
BAJA FISH TACOS INC	7247-006-001	602.00
BELMONT SHORES LLC AND & TESSER LLC	7247-006-002	602.00
LSB PROPERTY MANAGEMENT LLC	7247-006-003	602.00
DSC AMERICA INC	7247-006-004	602.00
LORBEER ENTERPRISES LP	7247-007-001	1,204.00
GERSCHULTZ STEVEN J CO TR & GERSCHULTZ FAMILY TRUST	7247-007-002	875.00
GERSCHULTZ STEVEN J CO TR & GERSCHULTZ FAMILY TRUST	7247-007-003	329.00
INNOCUOUS LLC	7247-008-001	588.00
TRUWEST INVESTMENT GROUP LP	7247-008-002	1,176.00
MMART LLC	7247-008-004	574.00
LORBEER ENTERPRISES LP	7247-009-001	565.60
COWELL COLONY CAPITAL LP	7247-009-002	596.40
LORBEER ENTERPRISES LP	7247-009-003	588.00
LORBEER ENTERPRISES LP	7247-009-004	588.00
MITCHELL LAND AND IMPROVEMENT CO	7249-017-013	805.00
CUTULI DIANA C CO TR & CUTULI GINA M	7249-017-018	1,255.80
LONG BEACH CITY	7249-017-902	0.00
DEKK ASSOCIATES	7249-018-029	602.00
HILL RICHARD H CO TR & LOUISE L ZUGG DECD TRUST	7249-018-030	602.00
PAPADAKIS LILLIAN G CO TR & STAMATINA BRATSALIS DECD TRUST	7249-018-031	602.00
C SHORE PROPERTIES LLC	7249-018-032	602.00
LORBEER ENTERPRISES LP	7249-019-021	1,162.00
TRUWEST INVESTMENT GROUP LP	7249-019-022	1,176.00
TRUWEST INVESTMENT GROUP LP	7249-022-024	588.00
TAVLARIDES ANGELO J & MARY	7249-022-025	588.00

Exhibit A
CITY OF LONG BEACH
PRELIMINARY SPECIAL TAX ROLL 2019/20
COMMUNITY FACILITIES DISTRICT NO. 2007-2
(BELMONT SHORE)

OWNER (1)	APN	2019/20 LEVY (2)
MILLAN JUDY & JUDY MILLAN TRUST	7249-022-026	\$588.00
COLONNA FRANK AND MICHELLE TRS & COLONNA TRUST	7249-022-027	268.80
POWELL ROBERT W CO TR & POWELL TRUST	7249-022-028	305.20
KHEDR BELMONT SHORES LLC	7249-023-023	2,408.00
HARRIS PROPERTIES	7249-026-023	602.00
HILL ROBERT H & LOUISE L ZUGG DECD TRUST	7249-026-024	293.16
PRSCF LLC	7249-026-025	308.84
WITZLING SANDY & SUSANNA	7249-026-028	1,204.00
200 NIETO LLC	7249-027-022	672.00
WELGE JOHN JR & SIM JOAN W	7249-027-023	672.00
TAUCHER CURT AND JACQUELINE TRS & CJT AND PROPERTIES LLC	7249-027-024	672.00
FARMERS AND MERCHANTS TR CO & JANE CLARK MANAGEMENT TRUST	7249-027-025	672.00
BANK OF AMERICA	7249-030-021	672.00
SHANK CARL B AND MILDRED M TRS	7249-030-023	2,016.00
SASAKI FRANCES D & FRANCES SASAKI TRUST	7249-031-022	672.00
5009 BELMONT ASSOCIATES LP	7249-031-023	672.00
5009 BELMONT ASSOCIATES LP	7249-031-024	672.00
BAINES FAMILY LLC	7249-031-025	672.00
AMERICAN COMMERCIAL	7249-033-032	672.00
SAS 4901 LLC	7249-033-037	1,313.20
SAS 4901 LLC	7249-033-038	701.40
KHEDR PROPERTIES LLC	7249-034-024	1,302.00
FARMERS AND MERCHANTS BANK OF LONG BEACH	7249-034-029	1,316.00
TROSSEN KENNETH AND JUDITH TRS & TROSSEN FAMILY TRUST	7256-021-012	658.00
TROSSEN KENNETH AND JUDITH TRS & TROSSEN FAMILY TRUST	7256-021-013	658.00
RIVERSIDE PARTNERS LTD NO 100	7256-021-016	1,302.00
EPIC 4 INVESTMENT GROUP LLC	7256-021-019	4,370.80
HJM SUNRISE PLAZA LLC	7256-022-001	1,316.00
PARK AND SECOND LLC	7256-022-002	1,302.00
SHANK MILDRED M	7256-023-001	1,344.00
EDD INVESTMENT CO	7256-023-002	1,344.00
BOREN LARRY L AND LYNN E TRS & BOREN FAMILY TRUST	7256-024-016	442.82
TOTALS:	79 PARCELS	\$68,865.02

(1) Ownership information taken from the preliminary 2019/20 secured roll data

(2) Computed at \$0.14 per taxable lot square foot