

DATE: 04/16/2025

TO: Honorable Mayor and City Council Members

FROM: Finance Department

2025-140

REQUEST FOR CITY COUNCIL ACTION

SUBJECT:

RESOLUTION INITIATING PROCEEDINGS TO LEVY AND COLLECT ASSSESSMENTS FOR FISCAL YEAR 2026 FOR LANDSCAPE MAINTENANCE DISTRICT NO. 84-2, ZONES 1, 2, 4, 6, 7, 10, 15, 17, 18, AND 19, APPOINTING ENGINEER OF RECORD, AND ORDERING THE PREPARATION OF ENGINEER'S REP

EXECUTIVE SUMMARY:

This staff report asks the City Council to consider staff's recommendation to appoint Spicer Consulting Group, LLC to prepare the Engineer's Report necessary to levy and collect special assessments for Fiscal Year (FY) 2026 for Landscape Maintenance District No. 84-2, Zones 1, 2, 4, 6, 7, 10, 15, 17, 18, and 19. Landscape Maintenance District No. 84-2 was established in 1983 in accordance with the provisions of the Landscaping and Lighting Act of 1972 to provide the maintenance, servicing, and operation of public landscaping and appurtenant facilities within the district boundaries. The State of California Street and Highways Code Section 22500 requires an annual review of the assessments levied by the special districts formed under the 1972 Act.

RECOMMENDED ACTION:

That the City Council adopt Resolution No. 2025-023, initiating proceedings to levy and collect assessments for FY 2026 for landscape Maintenance District No. 84-2, Zones 1,

2, 4, 6, 7, 10, 15, 17, 18, and 19 pursuant to the Landscaping and Lighting Act of 1972, appointing Engineer of Record, and ordering the preparation of an Engineer's Report.

BACKGROUND & HISTORY:

Landscape Maintenance District No. 84-2 (LMD 84-2) was established in 1983 in accordance with the provisions of the Landscaping and Lighting Act of 1972 (the 1972 Act). The district's purpose was to provide the maintenance, servicing, and operation of public landscaping and appurtenant facilities within the district boundaries.

LMD 84-2 consists of 12 benefit zones. Each zone imposes a different assessment levy based on the benefit areas associated with that zone. Exhibit 1 illustrates the area boundaries of LMD 84-2, Zones 1, 2, 4, 6, 7, 10, 15, 17, 18, and 19.

The State of California Street and Highways Code Section 22500 requires an annual review of the assessments levied by the special districts formed under the 1972 Act. An engineer's report must be prepared to levy and collect special assessments within the districts. The Report provides details on the improvements maintained and the estimated budgets for each district.

ANALYSIS:

Staff recommends that the City Council appoint Spicer Consulting Group, LLC to prepare the Engineer's Reports necessary to levy and collect special assessments for FY 2025 for the above district. The consultant has extensive experience in assessment district financing and administration and was selected as the City's special tax consulting service provider through a competitive process in January 2023.

The attached resolution initiates proceedings pursuant to the 1972 Act to levy and collect annual assessments within the district for the maintenance, servicing, and operation of public landscaping and appurtenant facilities within the district's boundaries. The resolution also appoints Spicer Consulting Group, LLC as Engineer of Record to prepare the Engineer's Report for the district in FY 2026.

FINANCIAL IMPACT:

The proposed annual fees of \$17,441.04 for LMD 84-2, Zones 1, 2, 4, 6, 7, 10, 15, 17, 18, and 19 from Spicer Consulting Group, LLC are for the preparation of the FY 2026 Engineer's Report, calculation of special assessments, submission of annual levy, as well as other administrative tasks. The special assessment collected within the district will pay the cost and is included in the district's current budget.

ENVIRONMENTAL ANALYSIS:

This action is exempt pursuant to Section 15061(b)(3) of the Guidelines for the California Environmental Quality Act (CEQA), which states that a project is exempt from CEQA if the activity is covered by the common sense exemption that CEQA applies only to projects that have the potential for causing a significant effect on the environment. Where it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment, the activity is not subject to CEQA. This

action merely sets the special taxes to be levied and collected within the District for Fiscal Year 2026, and there is no possibility that adopting the resolution will have a significant effect on the environment. Therefore, no environmental analysis is required.

PREPARED BY: ERMA MONTANO, SENIOR FINANCIAL ANALYST

REVIEWED BY: KIM SITTON, FINANCE DIRECTOR

ATTACHMENTS:

- 1. Exhibit 1 LMD 84-2, Zones 1, 2, 4, 6, 7, 10, 15, 17, 18, and 19 Boundary Maps
- 2. Exhibit 2 Resolution No. 2025-023