



RESOLUTION NO.

OF THE BOARD OF SUPERVISORS OF THE COUNTY OF EL DORADO

Dissolution of Latrobe Fire Protection District, LAFCO Project Number 2014-03; and El Dorado Hills County Water District Annexation of the Latrobe Fire Protection District's Dissolved Territory and Sphere of Influence Territory, LAFCO Project Number 2014-04

WHEREAS, request has been made to the Board of Supervisors of the County of El Dorado for negotiations with respect to property tax revenue in accordance with Section 99 of the Revenue and Taxation Code; and

WHEREAS, this request related to the dissolution of the Latrobe Fire Protection District, namely LAFCO Project Number 2014-03; and the El Dorado Hills County Water District annexation of the territory of the dissolved Latrobe Fire Protection District and the territory of the Sphere of Influence of the dissolved Latrobe Fire Protection District, namely LAFCO Project Number 2014-04; and

WHEREAS, negotiations for a redistribution of the property tax base and annual property tax increment have been concluded; and

NOW, THEREFORE, BE IT RESOLVED by the El Dorado County Board of Supervisors that for purposes of the Latrobe Fire District dissolution with concurrent transfer of services to the El Dorado Hills County Water District, all of Latrobe Fire District's existing property tax revenues are to be transferred to the El Dorado Hills County Water District. Any ERAF liability (or credits) is to be transferred to the County General Fund. These amounts for the 2013/14 are estimated below.

Agency	Ad Valorem 2013/14 Lien Date Roll Property Tax Base
El Dorado Hills County Water District	\$120,322
Latrobe Fire Protection District	\$108,560
County General Fund	(\$11,762)— Latrobe ERAF I amount
<u>Note that all other property tax revenues such as Supplemental Revenue are also transferred on the same basis as shown above</u>	

BE IT FURTHER RESOLVED that the future Annual Tax Increment for ad valorem property tax from the territory of the dissolved Latrobe Fire Protection District or the territory within its Sphere of Influence shall be distributed as follows:

- For parcels in Tax Rate Area 076-007 the annual tax increment shall be distributed as indicated on Attachment 2014-04-A1, in the columns labeled “Latrobe Fire Dissolution”.
- For parcels in Tax Rate Area 076-011 the annual tax increment shall be distributed as indicated on Attachment 2014-04-B1, in the columns labeled “Latrobe Fire Dissolution.
- For parcels in Tax Rate Area 076-015 the annual tax increment shall be distributed as indicated on Attachment 2014-04-C1, in the columns labeled “Latrobe Fire Dissolution.
- For parcels in Tax Rate Area 076-019 the annual tax increment shall be distributed as indicated on Attachment 2014-04-D1, in the columns labeled “Latrobe Fire Dissolution.
- For parcels in Tax Rate Area 076-025 the annual tax increment shall be distributed as indicated on Attachment 2014-04-E1, in the columns labeled “Latrobe Fire Dissolution.
- For parcels in Tax Rate Area 076-001 the annual tax increment shall be distributed as indicated on Attachment 2014-04-F1, in the columns labeled “Latrobe Fire Dissolution.

BE IT FURTHER RESOLVED that pursuant to the California Revenue and Taxation Code Section 99.02(b), commencing with the 2014-15 fiscal year, County of El Dorado also determines to transfer the following portions of its base property tax revenue:

- County General Fund: \$210,983
- County Capital Outlay Fund: \$21,172
- Road District Tax: \$4,384
- County Service Area #7: \$20,112

Pursuant to Revenue and Taxation Code Section 99.02(f), the County determines the following conditions exist:

- 1) The County determines that revenues are available for this purpose.
- 2) The transfer will not result in any increase in the ratio between the amount of revenues of the transferring agency that are generated by regulatory licenses, use charges, user fees, or assessments and the amount of revenues of the County used to finance services provided by the County.
- 3) The transfer will not impair the ability of the transferring agency to provide existing services.
- 4) The transfer will not result in a reduction of property tax revenues to school entities.

The County and the El Dorado Hills County Water District agree that this mechanism of property tax transfer is:

- Certain, in terms of identifying the initial amounts due to the District on the base valuation and certain in that the mechanism is fail-safe.
- Automatic self-execution, in that no future action on the part of either the District or any other party to the AB-8 negotiations would be necessary to ensure that the entirety of the expected tax revenues annually flow to the District.
- Irrevocable, in that the mechanism would not be subject to future unilateral adjustment.
- Perpetual, in that there would be no time limitation.

- Adjustable, to ensure that the District receives annual increases or decreases upon the base amount to reflect the annual change in assessed valuation and distribution of the annual tax increment as agreed herein.

BE IT FURTHER RESOLVED that pursuant to Revenue and Taxation Code 99.02, as outlined above, the annual property increment shall also be distributed as indicated in Attachments 2014-04-A1, 2014-04-B1, 2014-04-C1, 2014-04-D1, 2014-04-E1, and 2014-04-F1, in the columns labeled “EDH Fire Annexation”.

BE IT FURTHER RESOLVED that for purposes of Government Code Section 56857(e), the County supports the dissolution of the Latrobe Fire Protection District, LAFCO Project Number 2014-03; and the El Dorado Hills County Water District Annexation of the Latrobe Fire Protection District’s dissolved territory and Sphere of Influence territory, LAFCO Project Number 2014-04; and

BE IT FURTHER RESOLVED that this resolution be effective at the time that affected agencies adopt a resolution adopting the property tax increment distribution as shown on Exhibits 2014-04-A1, 2014-04-B1, 2014-04-C1, 2014-04-D1, 2014-04-E1, and 2014-04-F1.

BE IT FURTHER RESOLVED that the Clerk to the Board of Supervisors is hereby directed to transmit notice of this resolution to the affected agencies and the El Dorado County Local Agency Formation Commission.

PASSED AND ADOPTED by the Board of Supervisors of the County of El Dorado at a regular meeting of said Board, held the ____ day of _____, 20__, by the following vote of said Board:

Attest:
James S. Mitrisin
Clerk of the Board of Supervisors

Ayes:
Noes:
Absent:

By: _____
Deputy Clerk

Chair, Board of Supervisors