

# CITY COUNCIL AGENDA ITEM NO. F.5 07/23/2024

**SUBJECT**: Initiating and declaring the intention to order the formation of

Landscape & Lighting Assessment District No. 24-1 (Hanson

Lane).

**DEPARTMENT**: Parks and Recreation

**STAFF:** Bruce Mulder, Director of Parks and Recreation

Aaron Wanden, Park Maintenance Manager

# TITLE/RECOMMENDATION

Adopt a resolution initiating and declaring the intention to order the formation of Landscape & Lighting Assessment District No. 24-1 (Hanson Lane); declaring the intention to levy and collect assessments; and setting the date of September 10, 2024 at 7:00 p.m. or at such time thereafter that the matter can be heard for the Public Hearing in accordance with the provisions of the Streets and Highways Code "Landscaping and Lighting Act of 1972" and California Proposition No. 218.

#### **FISCAL IMPACT**

Upon build-out of the subdivision, the City will have authorization to collect the maximum annual assessment revenue of approximately \$69,977 (in Fiscal Year 2024-25 dollars) from the residential parcels within the Hanson Lane project. The maximum annual assessment revenue for Landscape & Lighting Assessment District No. 24-1 (Hanson Lane) will be increased each fiscal year based upon the prior year's change in the San Francisco Bay Area Urban Wage Earners Consumer Price Index and will fund the special benefit portion of the maintenance, operation, servicing, replacement, and administration expenses associated with City improvements that benefit the project. The annual costs for Landscape & Lighting Assessment District No. 24-1 (Hanson Lane) attributed to the public at large of approximately \$4,395 will be funded by the General Fund.

To ensure the Landscape & Lighting Assessment Districts are self-supporting, each district has an administrative cost factored into the maximum assessment rate during formation to cover creation of annual Engineer's Reports and levying of assessments. Funds to cover the costs associated with the formation of the Landscape & Lighting District have been deposited with the City by the developer.



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#### **BACKGROUND**

The proposed formation of Landscape & Lighting Assessment District No. 24-1 (Hanson Lane) will consist of 94 single-family residential homes at build-out, located south of Lone Tree Way and east of Brentwood Boulevard.

The project is conditioned to provide a funding mechanism to offset the annual operation, maintenance, and future capital replacement costs attributed to City streetlights, landscaping, open space areas, trails, and park improvements which benefit the properties located within this project.

The Landscaping and Lighting Act of 1972 and Proposition 218 require that an Engineer's Report be generated for the formation of any new assessment district or any annexations into existing assessment districts. The Engineer's Report identifies public improvements to be maintained, as well as the maximum annual assessment rates to be levied on properties benefiting from these improvements. The assessment rates may or may not change each fiscal year, dependent on the maintenance budget, but cannot exceed the maximum annual assessment amount set when the assessment district was originally formed, plus an annual cost of living adjustment. This report will set the maximum annual assessment rates for the new assessment district being proposed.

The Landscaping and Lighting Act of 1972 and Proposition 218 require that all formations of assessment districts receive voter approval, from the affected property owner(s), and a public hearing be held, prior to final approval from City Council. The adoption of the attached resolution will trigger the noticing and balloting period and the mailing of these notices and ballots to the affected property owner(s). In order for the ballots to be counted, they must be returned to the City Clerk prior to the close of the public input portion of the Public Hearing, which will be held on September 10, 2024. At the close of the public input portion of the public hearing, the ballots will be tabulated, and the City Clerk will determine if a majority of property owners do not oppose the formation of Landscape & Lighting Assessment District No. 24-1 (Hanson Lane). If a majority of property owners are not opposed, City Council may adopt a resolution confirming the diagram and assessments to form Landscape & Lighting Assessment District No. 24-1 (Hanson Lane).

## CITY COUNCIL STRATEGIC INITIATIVE

Not Applicable.



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### **PREVIOUS ACTION**

Previous Action by the City Council is included on Attachment 1.

#### **DATE OF NOTICE**

Not Applicable.

### **ENVIRONMENTAL DETERMINATION**

Not Applicable.

# **ALTERNATIVE OPTION(S)**

Alternative Options to the Staff Recommendation:

- Do not approve staff's recommendation. Not approving this action will result in the inability of the City to levy assessments in Fiscal Year 2024/25 to fund the operation, maintenance, and replacement of public improvements associated with Landscape and Lighting Assessment District No. 24-1 (Hanson Lane), and result in a significant General Fund obligation.
- 2. Modify staff's recommendation based on legally defensible findings.
- 3. Continue item with direction for staff to return with additional information.

# ATTACHMENT(S)

- 1. Previous Action
- 2. Resolution
- 3. Preliminary Engineer's Report LLAD 24-1 (Hanson Lane)