



COUNTY OF SAN MATEO
Inter-Departmental Correspondence
County Manager's Office



DATE: June 5, 2012
BOARD MEETING DATE: June 19, 2012
SPECIAL NOTICE/HEARING: None
VOTE REQUIRED: Majority

TO: Honorable Board of Supervisors

FROM: Peggy Jensen, Deputy County Manager

SUBJECT: Property tax exchange between Broadmoor Police Protection District, Colma Fire Protection District, Colma Highway Lighting District, the County Free Library, and the County of San Mateo

RECOMMENDATION:

Adopt a resolution authorizing and accepting an exchange of property tax revenues between the City of Daly City, Broadmoor Police Protection District, Colma Fire Protection District, Colma Highway Lighting District and the County of San Mateo in connection with the proposed Annie Street and Edgeworth Avenue Annexations.

BACKGROUND:

The Revenue and Taxation Code requires participating jurisdictions to agree to the amount of property tax transferred as a result of and condition of the Local Agency Formation Commission's (LAFCo) approval of annexation of property from one jurisdiction to another. The Revenue and Tax Code provides that in the event a jurisdictional change affects the service area of one or more special districts, the Board of Supervisors shall, on behalf of the districts, negotiate any exchange of property tax revenues.

DISCUSSION:

LAFCo has sent the County notice of receipt of the proposed annexation of the effected parcels to the City of Daly City and detachment from the Broadmoor Police Protection District, Colma Fire Protection District and Colma Highway Lighting District. Terms of the proposed transfer of property tax increment (annual growth in property tax revenue) have been negotiated by the County Manager and the Daly City Manager. This annexation includes the transfer of police responsibility to Daly City from the Broadmoor Police Protection District, fire protection from the Colma Fire Protection District and street lighting responsibility from the (County-governed) Colma Highway Lighting District to Daly City and transfer of the Free Library property tax increment to Daly City.

The property tax increment transfers for tax rate area (059-005) associated with this annexation include:

From	To	Incremental factor
Free Library	Daly City	0.024125827
Colma Lighting	Daly City	0.012454488
Colma Fire District	Daly City	0.049537943
Broadmoor Police Dist.	Daly City	0.203046803
Broadmoor Police Dist.	County of San Mateo	0.061875663

This resolution has been reviewed and approved as to form by County Counsel.

This action contributes to the Shared Vision 2025 of a Collaborative Community by formalizing annexation of lands requiring an urban level of municipal services to a city.

FISCAL IMPACT:

The total amount of property tax revenue attributable to incremental factors (before the ERAF shift) is \$13,489. Daly City will receive about \$11,115 and the County will receive about \$2,374. The amount both jurisdictions will receive is expected to increase with the anticipated development of the subject properties.