

# Agenda Report

TO: CITY COUNCIL April 10, 2000

FROM: City Manager

SUBJECT: County of Los Angeles San Pasqual Sewer Project:  
Tax Sharing Resolution in Connection with Annexation No. 25  
to County Sanitation District No. 16 of Los Angeles County

## RECOMMENDATION:

It is recommended that the City Council adopt a resolution authorizing the City Manager to execute on behalf of the City a resolution agreeing to a negotiated exchange of incremental tax increase due to the inclusion of Assessor's Parcel No. 5330-001-039 in Annexation No. 25 to County Sanitation District No. 16 of Los Angeles County in connection with the County of Los Angeles San Pasqual Sewer Project Assessment District: County Improvement No. 2658-M.

## BACKGROUND:

In 1998 the County of Los Angeles Department of Public Works acting on behalf of the residents of the unincorporated area between Pasadena and San Marino proposed forming an assessment district to provide sewer service to this area.

The proposed assessment district presented an opportunity for certain Pasadena properties served by septic tank systems due to their inability to obtain gravity flow connections to the City's sewer system to obtain sewer service. Accordingly, Resolution No. 7707, adopted by the City Council on December 14, 1998, consented to the inclusion of seven single-family residential sites located wholly or partially in Pasadena in the San Pasqual Sewer Project Assessment District - County Improvement No. 2658-M.

Following approval of the assessment district by the owners of the affected properties via a mail ballot concluded on April 27, 1999, the County of Los Angeles Department of Public Works applied, on behalf of the property owners, for annexation to County Sanitation District No. 16 of Los Angeles County in order to obtain sewerage service for the territory. Following its review of this matter, the County of Los Angeles Local Agency Formation Commission directed Sanitation District No. 16 to add to proposed Annexation No. 25 an interior parcel located in the City of Pasadena but through oversight not previously annexed to Sanitation District No. 16. This site, which is known as Assessor's Parcel No. 5330-001-039, is located within the block bounded

by Del Mar Boulevard, Santa Anita Avenue, Oneida Street, and Sierra Madre Boulevard. This parcel is in common ownership with the parcel immediately northerly thereof fronting on Del Mar Boulevard. The two parcels are presently developed with an accessory parking lot that serves a private school located on the opposite or north side of Del Mar Boulevard.

The Cortese-Knox Local Government Reorganization Act provides that the annexation cannot be completed until the various agencies affected by the proposed annexation have, by resolution, agreed to a negotiated exchange of incremental property tax revenue due to service to be provided by Sanitation District No. 16. The City of Pasadena is one such agency affected by the annexation of the interior parcel along with seven Los Angeles County entities and the Upper San Gabriel Valley Municipal Water District.

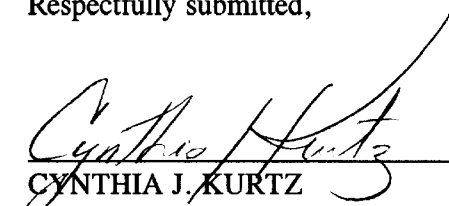
Annexations to Sanitation District No. 16 from the City are not common. The last similar tax sharing resolution was approved in April 1991. Approval of the present resolution is recommended in order to expedite this project.

A contract for the construction of a sewer system to serve the San Pasqual area was awarded by the County Board of Supervisors on February 22, 2000. Construction is scheduled to begin in April 2000 and be completed by December 2000. The sewer system will be connected to the Sanitation District No. 16 trunk sewer currently under construction along San Gabriel Boulevard.

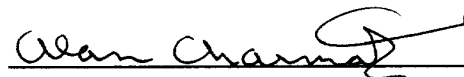
FISCAL IMPACT:

There is no immediate fiscal impact on the City. The resolution required to comply with the Local Agency Formation Commission's directive merely provides that when and if Assessor's Parcel No. 5330-001-039 is developed, an amount equal to 0.2016 percent of the increase in property tax revenue will be transferred from the City of Pasadena to County Sanitation District No. 16.

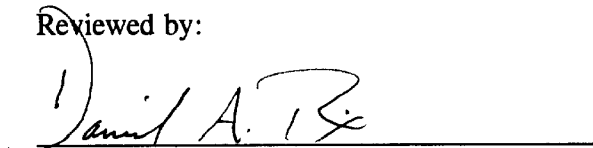
Respectfully submitted,

  
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