



# Ordinance Fact Sheet

TO: CITY COUNCIL                      DATE: SEPTEMBER 13, 1999  
FROM: CITY MANAGER

TITLE OF PROPOSED ORDINANCE: ORDINANCE FIXING THE FY 2000 TAX RATE FOR THE POLICE BUILDING AND JAIL GENERAL OBLIGATION BONDS

PURPOSE OF ORDINANCE: To fix the tax rate for the 1987 and 1993 Police Building and Jail General Obligation Bonds at \$.018060 and to establish procedures for collection and enforcement of said tax.

REASONS WHY LEGISLATION IS NEEDED: In August 1987, the City issued \$17,000,000 in taxpayer approved General Obligation Bonds for the construction of a new police building and jail. In 1993, the City subsequently refunded a portion of the bonds in order to lower annual debt service. The debt service on these bonds is payable from an override on the property tax which is levied annually for the period that the Bonds are outstanding.

Charter Section 905 and California Government Code Section 43632 require that the City Council adopt an ordinance each September which sets the property tax rate for the General Obligation Bonds for that Year and adopts the method of collection and enforcement. The Director of Finance has calculated the necessary property tax override to be \$.018060 per \$100 assessed valuation for fiscal year 2000, based on information provided by the County Auditor-controller. The required tax rate is adjusted each year depending upon changes in assessed valuation, debt service and the amount for reserves from past over-collection. The rate calculated for last year, fiscal year 1999, was \$.019562 or \$19.56 on a \$100,000 assessed value residence.

MEETING OF 09/13/99

AGENDA ITEM NO. 9.A.(2)

In general, the rate for fiscal year 2000 is 7.8% less than the rate for fiscal year 1999. This decrease was caused by a increase in the amount of past over-collections that were applied to offset the amount of tax needed to pay debt service on the bonds. The over collection accumulated during the early years of the bonds (1988 to 1995) and has since been depleted each year. For the fiscal year 2000, the amount of over-collections applied in calculating the tax rate increased from \$110,228 to \$146,260.

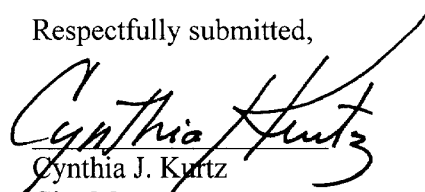
The tax will be collected in accordance with procedures established by the Assessor of the County of Los Angeles.

PROGRAMS, DEPARTMENTS OR GROUPS AFFECTED: The Department of Finance administers the Police Building and Jail General Obligation Bonds.

FISCAL IMPACT: Levying this property tax override is necessary so that the City can pay annual debt service on the General Obligation Bonds. For a residence with an assessed valuation of \$100,000, the fiscal year 2000 tax for the General Obligation Bonds will be \$18.06.

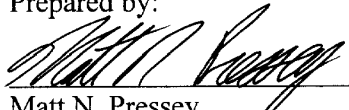
POLICY CHANGES: None

Respectfully submitted,



Cynthia J. Kurtz  
City Manager

Prepared by:



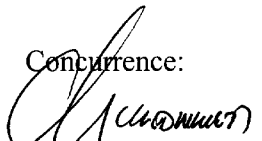
Matt N. Pressey  
Accounting Administrator

Approved by:



Jay M. Goldstone  
Director of Finance

Concurrence:



Nicholas George Rodriguez  
Assistant City Attorney

ORDINANCE NO. \_\_\_\_\_

INTRODUCED BY COUNCILMEMBER

**AN ORDINANCE OF THE CITY OF PASADENA FIXING THE TAX RATE  
FOR THE POLICE BUILDING AND JAIL GENERAL OBLIGATION BONDS AND  
ESTABLISHING PROCEDURES FOR COLLECTION AND ENFORCEMENT OF SAID  
TAX**

WHEREAS, the City Council of the City of Pasadena, California (the "City") adopted on July 27, 1987 Resolution No. 5815, as amended by Resolution No. 5831 adopted on August 17, 1987 (collectively, the "Resolution"), which Resolution authorizes, among other things, the issuance and sale of \$17,000,000 principal amount of City of Pasadena 1987 Police Building and Jail General Obligation Bonds (the "Bonds"); and

WHEREAS, pursuant to Section 905 of the Charter of the City and Section 43632 of the Government Code of the State of California, the City Council of the City is required to fix, by ordinance, on or before the first Monday in September in each year, the tax rate and establish procedures for tax collection and enforcement, and to fix a tax rate which will raise sufficient moneys, when added to all other estimated income and revenue, to pay, among other things, the interest and sinking funds for outstanding funded debt which will become due before the proceeds of a tax levied at the next general tax levy will be available.

The People of the City of Pasadena ordain as follows:

**Section 1.** All of the recitals herein are true and correct.

**Section 2.** The tax rate required to be levied for fiscal year 2000 in order to raise sufficient moneys, when added to all other estimated income and revenue, to pay, among other things, the interest and sinking funds for outstanding funded debt which will become due before the proceeds of a tax levied at the next general tax levy will be available is \$.018060 per \$100 of assessed valuation.

**Section 3.** The Assessor for the County of Los Angeles has established procedures for tax collection and enforcement and such procedures and the implementation thereof by said Assessor shall be the procedures for the collection and enforcement of the taxes herein described.

**Section 4.** This ordinance shall take effect upon its publication.

SIGNED AND APPROVED THIS \_\_\_\_\_ day of September, 1998.

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Bill Bogaard  
Mayor of the City of Pasadena

I HEREBY CERTIFY that the foregoing ordinance was adopted by the City Council of the City of Pasadena at its meeting held September , 1999 by the following vote:

AYES:

NOES:

ABSENT:

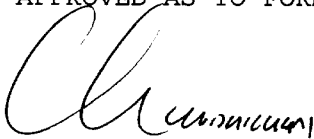
ABSTAIN:

Published:

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JANE L. RODRIGUEZ  
CITY CLERK

APPROVED AS TO FORM:



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NICHOLAS GEORGE RODRIGUEZ  
ASSISTANT CITY ATTORNEY