MEMORANDUM

TO: The Governing Board

FROM: Joseph T. Edmiston, FAICP, Executive Officer

DATE: October 7, 2015

SUBJECT: Agenda Item VI(b): Consideration of resolution amending local goals and policies and appraisal standards for community facilities districts.

Staff Recommendation: That the Governing Board adopt the attached resolution amending local goals and policies and appraisal standards for community facilities districts.

Background: On June 27, 2012, the Governing Board adopted a resolution approving local goals and policies for community facilities districts as required pursuant to California Government Code Section 53312.7(a) of the Mello Roos Community Facilities Act (Act).

The local goals and policies adopted on June 27, 2012 includes a clause which limits the maximum annual special tax that may be levied at $40 per parcel. This policy sufficiently addressed the needs of Community Facilities Districts (CFDs) No. 1 and No. 2 as established by the Mountains Recreation and Conservation Authority in 2012. However, this policy fails to consider the needs of future CFDs which may be established that may require more than $40 per parcel to cover all services proposed to be provided by a CFD.

Staff is proposing the removal of the $40 per parcel limitation from the policies in order to broaden the provision of special taxes to be levied for a CFD. The policies for CFDs are intended to be general in nature, providing guidance and conditions for the use of CFDs for services and improvements, and for the conduct of proceedings for the special taxes levied in a CFD established under the Act. Removal of the $40 per parcel limitation is consistent with the intended purpose of the policies for CFDs as initially adopted by the Governing Board.

The attached Exhibit A to the resolution contains the amended local goals and policies for the MRCA’s CFDs wherein the $40 per parcel limitation has been omitted. All other clauses remain unchanged. The policies may be amended from time to time by resolution of the Governing Board.