

RESOLUTION NO. 2022-02

RESOLUTION OF THE BOARD OF DIRECTORS OF THE SHASTA COMMUNITY SERVICES DISTRICT ESTABLISHING A PROPERTY TAX EXCHANGE RELATED TO THE SHASTA COMMUNITY SERVICES DISTRICT AND THE SHASTA FIRE PROTECTION DISTRICT FIRE SERVICES DIVESTITURE AND DESIGNATION OF SUCCESSOR AGENCY

WHEREAS, Revenue and Taxation Code Section 99, as amended, provides for the affected agencies to determine an appropriate property tax transfer for all jurisdictional changes of organizations occurring within Shasta County prior to the proposal being considered by the Shasta Local Agency Formation Commission (“LAFCO”); and

WHEREAS, in the event that a jurisdictional change would affect the service area or service responsibility of one or more special districts, the Board of Supervisors of the County in which districts are located shall, on behalf of the districts, negotiate any exchange of property tax revenues; and

WHEREAS, the Shasta Fire Protection District submitted an application to Shasta LAFCO for a reorganization that would transfer fire services to the Shasta Fire Protection District, which is inside the Shasta Community Services District (CSD) Sphere of Influence (the “Divestiture”); and

WHEREAS, a map showing the proposed service area to be divested and transferred to Shasta Fire Protection District is attached as Exhibit A; and

WHEREAS, the phrase “area of Divestiture” shall refer to the areas to be transferred to Shasta Fire Protection District; and

WHEREAS, the current distribution of property taxes for the affected properties within the area of the Divestiture has been determined and provided to each affected agency; and

WHEREAS, by law, the Board of Supervisors shall determine the distribution of property tax revenues in the area of Divestiture among the affected special districts, after having provided notice and an opportunity to comment to the affected special districts.

NOW, THEREFORE, BE IT RESOLVED AND ORDERED, THAT THE Board of supervisors of the County of Shasta **DOES HEREBY ESTABLISH** the following distribution of property taxes generated in the area of the Divestiture after the effective date of the Divestiture:

1. Base Year Property Tax Revenue, as defined by the Revenue & Taxation Code, shall be distributed as follows:
 - a. To Shasta Fire Protection District, 90.94% of the 2021 base year property tax revenue allocated to the Shasta CSD, after final approval from the Board of Equalization of the tax sharing agreement previously approved pursuant to Resolution 2019-009, pursuant to the Tax Rate Allocation Factors established by law.
 - b. To Shasta CSD 9.06% of the 2021 base year property tax revenue allocated to the Shasta CSD, after final approval from the Board of Equalization of the tax sharing agreement previously approved pursuant to Resolution 2019-009, pursuant to the Tax Rate Allocation Factors established by law.
 - c. No other Base Year Property Tax Revenues shall be changed or otherwise impacted by this resolution.

2. Annual Property Tax Increment Revenue, as defined by the Revenue & Taxation Code, shall be distributed as follows:
 - a. To Shasta Fire Protection District, 94.65% of the 2021 and future annual property tax increment revenue allocated to the Shasta CSD, after approval from Board of Equalization of the tax sharing agreement previously approved pursuant to Resolution 2019-009, pursuant to the Tax Rate Allocation Factors established by law.
 - b. To Shasta CSD, 5.35% of the 2021 and future annual property tax increment revenue allocated to the Shasta CSD, after final approval from the Board of Equalization of the tax sharing agreement previously approved pursuant to resolution 2019-009, pursuant to the Tax Rate Allocation Factors established by law.
No other Property Tax Increment Factors shall be changed or otherwise impacted by this resolution.

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BE IT FURTHER RESOLVED the County Executive Officer, to the extend permissible by law, is hereby authorized to sign any documents pertaining to implementation of this resolution and to act as Board of Supervisors representative in the above related tax exchange matter.


DULY PASSED AND ADOPTED this 15th day of June 2022 by the Board of Directors of the Shasta Community Services District by the following vote:

AYES: President Brent Lemler, Vice President Karen Preisser, Director David Cross, Director Jane Heinan, Director Shawna Staup

NOES: None

ABSENT: All board members were present

RECLUSE: None



Brent Lemler, President
Board of Directors
Shasta Community Services District

ATTEST:

David C. Clark
Secretary of the Board of Directors

By  _____