

RESOLUTION NO. _____ (N.C.S.)

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SALINAS
AUTHORIZING THE SUPPLEMENTAL APPROPRIATION OF FUNDS FROM THE
HARDEN RANCH MAINTENANCE AND AIRPORT BUSINESS CENTER
LANDSCAPE MAINTENANCE DISTRICTS' FUND BALANCE TO ITS RESPECTIVE
OPERATING BUDGET**

WHEREAS, the City Council by previous resolutions formed the Harden Ranch Maintenance District and the Airport Business Center Landscape Maintenance District referred to as the "Maintenance Districts", pursuant to the provisions of the *Landscape and Lighting Act of 1972, Part 2 of Division 15 of the Streets and Highways Code of California, beginning with Section 22500* (hereafter referred to as the "Act") that allows property owners to assess themselves within a specified area in order to generate funds for the maintenance and servicing, public lighting, landscaping and improvements within their neighborhood; and

WHEREAS, at the time of formation the Maintenance Districts' assessments were set at a level that would cover maintenance costs, and

WHEREAS, the Districts underwent ballot proceedings to include an annual escalator, but the majority of property owners voted against the increase of assessment revenues; and

WHEREAS annual maintenance costs within the Districts have been greater than the assessment revenues; and

WHEREAS, the Districts have been historically drawing upon assessment reserves to fund annual maintenance services; and

WHEREAS, the Districts have used reserves to offset the insufficiency of assessment revenues to pay for maintenance costs, but it is projected that the Districts' reserves will be depleted, or nearly depleted by the end of the current fiscal year; and

WHEREAS, City Staff seeking funding for an agreement amendment to the current contract with Harris and Associates for services related to initiating and if viable, submitting a Proposition 218 ballot measure to the Districts' property owners in order to adjust assessment rates to fully fund District expenditures which would include a provision for annual escalation of rates to account for inflation; and

WHEREAS, a supplemental appropriation is needed to cover the cost of the agreement amendment in the attached proposal from Harris and Associates (Exhibit "A"); and.

NOW, THEREFORE, BE IT RESOLVED that the Salinas City Council approves a resolution authorizing:

- a) A supplemental appropriation of \$16,750 from the Harden Ranch Maintenance District's fund balance to the its operating budget; and

- b) A supplemental appropriation of \$11,400 from the Airport Business Center Landscape Maintenance District fund balance to the its operating budget.
- c)

PASSED AND APPROVED this 2nd day of April, 2019, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

APPROVED:

Joe Gunter, Mayor

ATTEST:

Patricia M. Barajas, City Clerk

Exhibit A- Harris and Associates' Proposal