



CITY OF PACIFIC GROVE
300 Forest Avenue, Pacific Grove, California 93950

AGENDA REPORT

TO: Honorable Mayor and Members of the City Council

FROM: Patricia Maitland, Finance Director

MEETING DATE: May 18, 2016

SUBJECT: Second reading of an ordinance that levies a tax on assessed value of property in Pacific Grove for the Butterfly Habitat Bonds.

CEQA: Does not constitute a “project” under California Environmental Quality Act (CEQA) guidelines.

RECOMMENDATION

Hold a second hearing and adopt an ordinance that levies a tax rate of 0.035% on the assessed value of property in Pacific Grove, to pay the annual debt service on the 2003 General Obligation Refunding Butterfly Habitat Bonds.

DISCUSSION

On May 4, 2016, the City Council introduced an ordinance that levies a tax rate of 0.035% on the assessed valuation of property in Pacific Grove, in order to pay for the annual debt service on the 2003 General Obligation Refunding Butterfly Habitat Bonds. No changes have been made to this ordinance since it was introduced.

A summary of the ordinance was published in accordance with legal requirements in the *Monterey County Herald* on May 15, 2016. After holding the public hearing, Council may approve or reject the second reading of the ordinance. Council may make substantive modifications to the draft measure, but may do so only after holding a further first reading.

FISCAL IMPACT

The annual debt service payment will be included in the Fiscal Year 2016-17 Recommended Budget.

ATTACHMENTS

1. Ordinance

RESPECTFULLY SUBMITTED:

P. A. Maitland

Patty Maitland
Finance Director

REVIEWED BY:

Ben Harvey

Ben Harvey
City Manager

ORDINANCE NO. 16-_____

**ORDINANCE OF THE CITY COUNCIL OF THE CITY OF PACIFIC GROVE
LEVYING MUNICIPAL TAXES FOR THE FISCAL YEAR BEGINNING JULY 1, 2016**

WHEREAS, Article 33 of the City Charter allows the City to levy an annual assessment on property taxes to pay the debt service on the 1990 General Obligation Butterfly Habitat Bond until 2017; and

WHEREAS, in 2003, the City redeemed the above mentioned Bonds and issued the 2003 General Obligation Refunding Butterfly Habitat Bonds resulting in savings to the property taxpayers of the City; and

WHEREAS, the City has determined that it is appropriate to levy a taxation rate of 0.0035% on the assessed value of all real and personal property in the City of Pacific Grove, County of Monterey, State of California, to be apportioned for the redemption of and payment of interest on the 2003 General Obligation Refunding Butterfly Habitat Bonds for the fiscal year beginning July 1, 2016; and

WHEREAS, Notice of the public hearing was published; and

WHEREAS, In the enactment of this ordinance, the City followed the guidelines adopted by the State of California and published in the California Code of Regulations, Title 14, Section 15000, et seq.

WHEREAS, Not a Project: Enactment of this ordinance action does not constitute a “project” as defined by California Environmental Quality Act (CEQA) because it is an organizational or administrative activity that will not result in direct or indirect physical changes in the environment;

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF PACIFIC GROVE:

SECTION 1. The foregoing recitals are adopted as findings of the City Council as though set forth fully herein.

SECTION 2. The tax rate hereinabove fixed is pursuant to the General Laws of the State of California and Article 33 of the Charter of the City of Pacific Grove, and it includes the principal and interest coming due before the next general tax levy.

SECTION 3. The City Manager is directed to execute all documents and to perform all other necessary City acts to implement this Ordinance.

SECTION 4. In accord with Article 15 of the City Charter, this ordinance shall become effective on the thirtieth (30th) day following passage and adoption hereof.

PASSED AND ADOPTED BY THE COUNCIL OF THE CITY OF PACIFIC GROVE
this _____ day of _____, 2016, by the following vote:

AYES:

NOES:

ABSENT:

APPROVED:

BILL KAMPE, Mayor

ATTEST:

SANDRA KANDELL, City Clerk

APPROVED AS TO FORM:

DAVID C. LAREDO, City Attorney