



AGENDA REPORT

Meeting Date: August 23 , 2012

Item Number: G-6

To: Honorable Mayor & City Council

From: Noel Marquis, Assistant Director of Administrative Services

Subject: RESOLUTION OF THE COUNCIL OF THE CITY OF BEVERLY HILLS FIXING THE RATE OF TAXES TO PAY THE BONDED AND OTHER VOTER-APPROVED INDEBTEDNESS OF THE CITY FOR THE FISCAL YEAR 2012/2013

Attachments:

1. Resolution
2. Exhibits

RECOMMENDATION

Staff recommends adoption of the resolution fixing the rate of taxes for the Fiscal Year 2012/2013 to 0.017509 per \$100 of assessed valuation.

INTRODUCTION

This report seeks City Council approval and adoption of the resolution fixing the rate of taxes for Fiscal Year 2012/2013 at 0.017509 per \$100 of assessed valuation. The City is required to submit a copy of the resolution fixing the rate of property taxes to the County of Los Angeles by the end of August each year so that the rate may be included in the current year's assessments.

DISCUSSION

In accordance with the provisions of Article XIII A of the Constitution of the State of California, the City may levy an annual tax rate for the repayment of interest and principal on general obligation bonds and other voter-approved indebtedness. This rate is in addition to the general rate of 1% of full market value authorized in the above-noted Constitution article. Expenditures recoverable under this provision reflect the costs of improved retirement benefits for public safety personnel as approved by voters in an election in 1974. For Fiscal Year 2012/2013, the expenditures for public safety retirement benefits which can be recovered by the property tax override equal \$3,885,764.48.

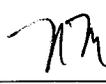
With total secured assessed valuation of \$22,192,984,986 for fiscal year 2012/2013 a levy of \$0.017509 per \$100 of assessed valuation is required to recover the cost of the above expenditures. This compares with a rate of \$0.018708 in the previous year. The following table is a comparison of the current tax levy and the levy for last fiscal year.

	Prior Fiscal Year	Current Fiscal Year	Difference
Assessed Value	20,534,364,962	22,192,984,986	1,658,620,024
Levy Per \$100 of AV	0.018708	0.017509	(0.001199)
Total Levy	3,841,569	3,885,764	44,195

The slight decrease in the rate of tax override is due to increased property valuation upon which the contribution rate is calculated. The methodology is consistent with prior years.

FISCAL IMPACT

This tax override will recover \$3,885,764.48 of City expenditures for this year's public safety personnel retirement payments.


Noel Marquis
Finance Approval


Scott G. Miller
Approved By

Attachment 1

RESOLUTION NO. _____

RESOLUTION OF THE COUNCIL OF THE CITY OF
BEVERLY HILLS FIXING THE RATE OF TAXES TO PAY
THE BONDED AND OTHER VOTER-APPROVED
INDEBTEDNESS OF THE CITY FOR THE FISCAL YEAR
2012/2013

The Council of the City of Beverly Hills does resolve
as follows:

Section 1. Pursuant to law, there hereby is fixed and
levied the rate of taxes, designated in the number of cents upon
each One Hundred Dollars (\$100.00) of the assessed value to be
taxed as assessed by the County Assessor and equalized by the
Board of Supervisors of the County of Los Angeles, as set forth
in Section 2 hereof.

Section 2. Upon all of the taxable property in each of
the taxing districts within the City of Beverly Hills, there
hereby is fixed and levied the rate of taxes as follows:

All Districts \$0.017509

The rate so fixed is needed to raise the amount necessary to make
annual payments for other indebtedness of the City approved by
the voters prior to July 1, 1978.

Section 3. The City Clerk shall cause this resolution
to be published and circulated in the City within fifteen (15)
days after its passage, in accordance with Section 36936.1 of the
Government Code; shall certify to the adoption and publishing of
this resolution and shall cause this resolution and his
certification, together with proof of publication, to be entered
in the Book of Resolutions of the Council of this City.

Adopted:

WILLIAM W. BRIEN M.D.
Mayor of the City of
Beverly Hills, California

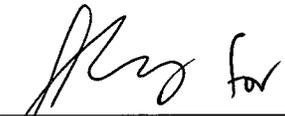
ATTEST:

(SEAL)

BYRON POPE
City Clerk

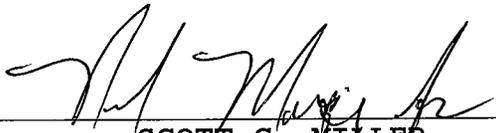
Approved as to form:

Approved as to content:



LAURENCE S. WIENER
City Attorney

JEFFREY C. KOLIN
City Manager



SCOTT G. MILLER
Director of Administrative
Services/CFO

Attachment 2

**CITY OF BEVERLY HILLS
FINANCE ADMINISTRATION
Fiscal Year 2012/2013
Sworn Personnel - Salaries Subject to PERS
minus CHP floor**

Exhibit 1

	Salaries Subject to PERS
Fire Department	\$ <u>10,328,977.08</u>
Police Department	\$ <u>14,241,919.74</u>
Total Public Safety Salaries	\$ <u><u>24,570,896.82</u></u>
PERS Rate	31.629%
PERS Cost	\$ 7,771,528.96
Less CHP Element	<u>(3,885,764.48)</u>
Net PERS after CHP Element	\$ <u><u>3,885,764.48</u></u>
Assessed Valuation	
Total Locally Assessed	\$ <u><u>22,192,984,986.00</u></u>
Property Tax at \$1 per \$100 of AV	\$ <u><u>221,929,849.86</u></u>
Tax rate to recover PERS cost for Fiscal Year 12/13	\$ 0.017509
Fiscal Year 11/12 Assessed Valuation	\$ 20,534,364,962.00
Fiscal Year 11/12 Tax Rate	\$ 0.018708

Public Safety Payroll Costs by Union 12/13

Department	Personnel Bargaining Unit	No.	Annual Salary
17	EM	2	370,726.44
	PM	9	1,734,032.31
	PS	108	12,137,160.99
			14,241,919.74
20	EM	2	461,412.81
	FM	5	911,741.02
	FS	71	8,955,823.25
			10,328,977.08
			24,570,896.82

