

**RESOLUTION OF THE BOARD OF SUPERVISORS
COUNTY OF SANTA BARBARA, STATE OF CALIFORNIA**

A RESOLUTION PROVIDING FOR A NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUES PERTAINING TO THE CIENEGUITAS REORGANIZATION (LAFCO #12-4), AN ANNEXATION TO THE CITY OF SANTA BARBARA AND DETACHMENT FROM THE SANTA BARBARA COUNTY FIRE PROTECTION DISTRICT, GOLETA WATER DISTRICT, GOLETA SANITATION DISTRICT, COUNTY SERVICE AREA 3 AND COUNTY SERVICE AREA 32

RESOLUTION NO. _____

WHEREAS, Section 99 of the Revenue and Taxation Code of the State of California provides that no change of jurisdictional boundaries shall become effective until each city and county whose service areas or service responsibilities would be altered by such change agree by resolution to a negotiated exchange of property tax revenue; and

WHEREAS, Section 99(b)(5) of the Revenue and Taxation Code provides that 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 the districts are located, shall, on behalf of the district or districts, negotiate any exchange of property tax revenues; and

WHEREAS, the County of Santa Barbara (COUNTY) has consulted with the affected districts; and

WHEREAS, the City of Santa Barbara (CITY) and the COUNTY have negotiated and reached a mutually acceptable agreement for an exchange of property tax revenue for the purpose of the proposed reorganization known as LAFCO Proposal #12-4, which is also commonly referred to as the Cieneguitas Reorganization.

NOW, THEREFORE, BE IT RESOLVED by the Board of Supervisors of the County of Santa Barbara that the COUNTY approves and adopts the following formula for the exchange of property tax revenue from the subject property:

1. Definitions:

- a. "Reorganization" shall mean the recordation by LAFCO of a Certification of Completion and the filing by LAFCO, with the State Board of Equalization and Santa Barbara County Assessor, of a statement of boundary change pursuant to Government Code Section 54900 et seq., annexing the unincorporated area to the City of Santa Barbara.
- b. "Property Tax Revenue" shall include the base property tax revenue and the future property tax increment.

2. The Auditor-Controller of the County of Santa Barbara shall re-allocate and pay directly to the CITY and the COUNTY General Fund those portions of the Property Tax Revenue generated from the parcels making up the Cieneguitas Reorganization area as expressed in LAFCO Proposal #12-4, which otherwise would be allocated to the detached Goleta Sanitation District, Goleta Water District, County Service Area 3, County Service Area 32 and the Santa Barbara County Fire Protection District as follows: The CITY's future Property Tax Revenue allocation will be equal to 13.11810176 percent of Property Tax Revenue generated by these parcels and the COUNTY General Fund's existing allocation percentage will be adjusted for the difference. The allocation percentages of taxing entities not included in this reorganization are not affected.
3. Payment to the CITY and COUNTY General Fund will commence the first full fiscal year for which the change in property tax allocation specified by this resolution and corresponding adjustments to affected tax rate allocation system becomes effective as specified by the State Board of Equalization in accordance with Government Code 54902. At the time of this resolution, that is anticipated to be fiscal year 2013-14.
4. COUNTY agrees to accept the exchange of Property Tax Revenue.
5. Should LAFCO include any additional parcels to this proposal prior to its recordation, the same allocated percentage as set forth in paragraph 2, above, shall apply.

PASSED AND ADOPTED by the Board of Supervisors of the County of Santa Barbara, this _____ day of October 2012.

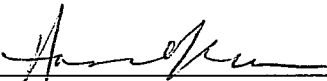
AYES:
 NOS:
 ABSTAIN:
 ABSENT:

 Doreen Farr, Chair,
 Board of Supervisors
 County of Santa Barbara

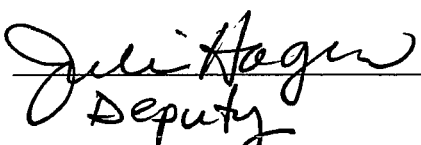
ATTEST:
 CHANDRA WALLAR,
 CLERK OF THE BOARD

By: _____
 Deputy Clerk

APPROVED AS TO FORM:
 Dennis Marshall,
 COUNTY COUNSEL

By: 
 Anne Rierson,
 Deputy County Counsel

APPROVED AS TO FORM:
 Robert W. Geis,
 AUDITOR-CONTROLLER

By: 
 Deputy