



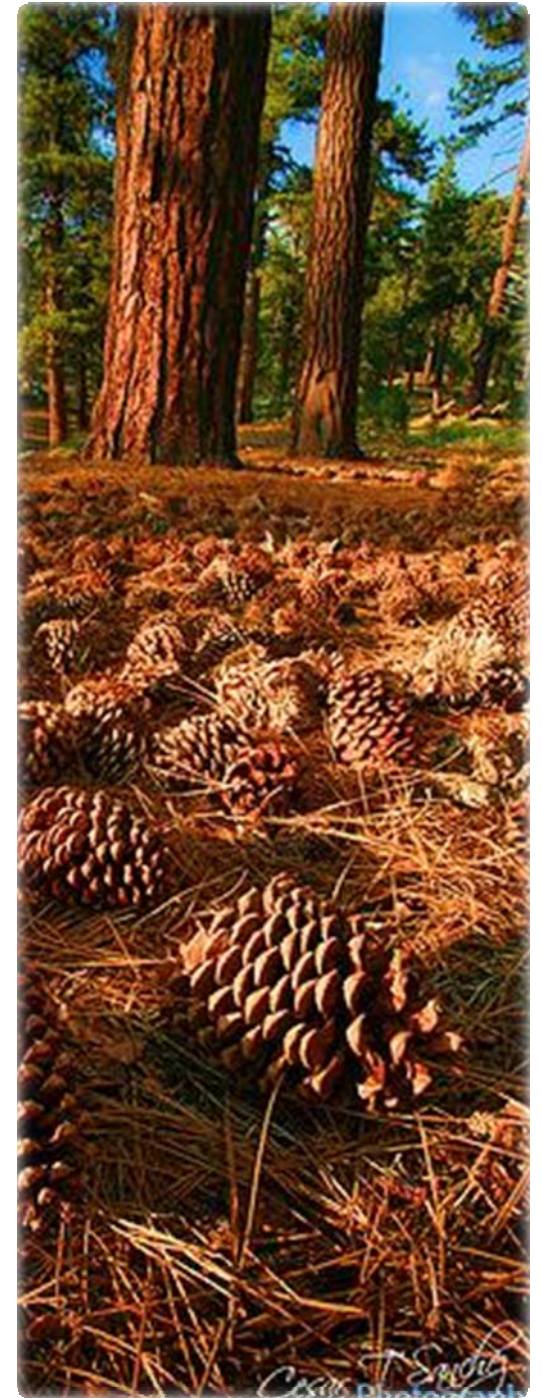
Tax Exchange Agreement for Annexed Parcels

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BACKGROUND

- On April 12, 2011 annexation of 1,925 parcels into the Fire District was approved by the Board
- An annexation of parcels requires a negotiated property tax exchange





Recommended Action

- Adopt resolution of a tax exchange for annexed parcels from the County to the Fire District
 - 10.17% of the property taxes paid
 - Equals \$312,000 for FY2011-12
 - Used adjacent tax rates as basis
 - No change for taxpayers

NEXT STEPS

If the Board approves the property tax exchange agreement today,

Then LAFCO will consider approval of annexation application at an upcoming meeting.

If approved by LAFCO,

Then the tax exchange will begin in FY2012-13