



Public Works Department
Engineering Services Division

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May 4, 2021

Honorable Mayor and Members of the City Council
City of Redondo Beach
415 Diamond Street
Redondo Beach, CA 90277

SUBJECT: Street Landscaping and Lighting Assessment District Engineer's Report

In compliance with instructions set forth in Resolution No. CC-2104-026 adopted by the City Council on April 6, 2021, I have prepared this Engineer's report pursuant to the provisions of the "Landscaping and Lighting Act of 1972" being Division 15, Part 2, of the Streets and Highways Code of the State of California. This report is required to be presented to the City Council prior to any authorization to assess the District in the upcoming fiscal year.

The purpose of the report is to support a Council decision to levy assessments for financing the District's expenses. The estimated expenses include the cost of electrical energy, maintenance and improvements of public lighting facilities and maintenance and improvements of landscaped areas within the streets in the City of Redondo Beach for Fiscal Year 2021-22. There are no expenses related to CIP projects in this fiscal year and have not been since 2007.

In addition to this letter and attached FY 2021-222 Financial Report, the Engineer's Report includes a District map, which is a large format document that is too large to be easily reproduced for this meeting. It is, however, available on the City's website at:

https://www.redondo.org/depts/public_works/engineering/lighting_n_landscaping_assessment_information.asp.

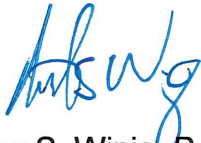
The District map consists of all Los Angeles County Assessor's maps within the boundaries of the City of Redondo Beach. Section 22570 and 22571 of said Act requires the use of such maps. The District map identifies the District's boundaries and the public lighting facilities and landscaped areas within the District, as shown on seven large City maps. The City's parcels (approximately 21,000) are categorized into Zones of Benefit per Section 22568 of said Act. Zone 1 includes parcels situated along residential streets. Zone 2 includes those situated along boulevards and within commercial areas. Each parcel's assessment is based on the unit cost to provide services within a zone multiplied by the linear footage

of a property's frontage to the public right of way. It is estimated that 80% of all parcels are within Zone 1 and 20% in Zone 2. These seven large City maps are referred to as "Plan No. 3000". Specifications for landscaping and public lighting facilities are also incorporated onto these drawings.

Expenditures for operations and maintenance of the District have continued to increase since the District's inception. Revenue raised by the annual assessment covers only a portion of the ongoing expenses. The gap between revenue and expenses is typically funded by a loan from the City's General Fund. A deficit of \$992,097 was experienced in FY 19-20 and a deficit of \$977,767 is anticipated for FY 20-21, based on the midyear budget report. The projected deficit for FY 21-22 is anticipated to be \$889,594, assuming an assessment is collected. The slight reduction in the gap anticipated for FY 21-22 is based on a projected reduction in energy costs and a slight reduction in the projected Internal Service Fund changes.

Future increases in the assessment (i.e. revenue increases) can only be instituted if approved under the requirements of Proposition 218. The last rate increase was in FY 1990-91.

Respectfully submitted by:



Andrew S. Winje, P.E.
City Engineer

Street Landscaping and Lighting Assessment District
FY 21-22 Financial Report

FY 21-22 Budget

Personnel	983,835
Energy Costs	556,817
Other Utilities	120,850
Supplies & Operations	301,189
Contract & Professional Services	
Tree Trimming	160,660
Signal Maintenance	21,000
Other	30,000
Other Equipment	1,500
Internal Service Charges	267,243
Capital Improvement Expenditure	-0-
 Total FY 21-22 Budget	 2,443,094

Financial Resources

FY 20-21 Assessment	1,513,000
Public Services Lighting Fee	500
Other Revenues (Misc./Interest)	40,000
FY 20-21 Estimated Fund Deficit –General Fund Subsidy	889,594
 Total Estimated Financial Resources	 2,443,094

Typical Assessment

	<u>Rate per Foot</u>	<u>40 Ft. Parcels</u>
Zone 1	\$1.48	\$59.20
Zone 2	\$3.02	\$120.80