STATE CAPITOL

P.o. BOX 9428a9 WAYS AND MEANS

SACRAMENTO. CA 94249-0001

SUBCOMMITTEE ON PUBLIC EMPLOYEES AND BONDED

Assembly

DISTRICT OFFICE 1 676 NORTH CALIFORNIA BLVD.

INDEBTEDNESS

SUITE 690 WALNUT CREEK. CA 94596

California Legislature JOINT BUDGET COMMITTEE GOVERNMENTAL ORGANIZATION



WILLIAM P. BAKER
ASSEMBLYMAN. FIFTEENTH DISTRICT
VICE CHAIRMAN

COMMITTEE ON WAYS AND MEANS FINANCE

October 23 1987

ELECTIONS. REAPPORTIONMENT

COMMITTEES

AND CONSTITUTIONAL
AMENDMENTS
COMMISSION ON STATE

MEMO TO: Members of the Assembly Republican Caucus

FROM: Bill Baker

SUBJECT: No/ Low Property Tax City Revenues (SB 709)

Attached is the 10-year revenue impact projection by the Legislative Analyst's Office for no and low property tax cities pursuant to Senate Bill 709 (Chapter 1211, 1987).

This projection is still being reviewed by the Department of Finance, which has already identified one controversial assumption: the assessed property value is determined in 1987-88 and is not recalculated until the 10-year phase-in is completed. This would have the impact of reduced revenues to the cities because the methodology does not reflect any appreciation of value during the 10-year period. Unless this issue is otherwise resolved, clean-up legislation may be required to clarify the methodology.

Other issues which should be considered in clean—up legislation include:

- a. Consideration of revenue received for services performed by cities that incorporated after 1979.
- b. Schedule for phase—in of revenue shifts to low property tax cities.
- c. Schedule for discontinuance of Motor Vehicle License Feerevenues to no property tax cities.

We are expecting a detailed analysis of the provisions of SB 709 from the Legislative Analyst within the next month. Please contact

Shannon Hood of the Minority Ways and Means Committee staff (445–6817, ATSS 485-6817) if you need assistance in working with the attached chart.

BB :dg
Attachment

SB 709 Property Tax Allocations to Low and No Property Tax Cities
Assessed Valuation inclusive of RDA increment
Totals reflect elimination of No Property Tax city VLF subventions (estimated growth at 10% per year)

Los Angeles County Agoura Hills Artesia*	Kern County Arvin	Humboldt County Fortuna Rio Dell Total	Del Norte County Crescent City	City Alameda County Dublin Contra Costa County Clayton Danville Hercules Lafayette* Moraga Orinda Pleasant Hill* San Pablo San Ramon Total
1,303,904 422,113	85,162	209,176 42,621 \$251,797	107,130	0.1% of the 1987-88 A.V. 930,507 225,287 1,888,618 617,269 1,388,874 883,347 1,136,432 1,453,098 474,850 1,827,946 \$9,895,721
863,240 0	22,994	153,288 35,665 \$188,953	99,625	1987-88 Prop Tax Share 645,000 645,000 213,701 1,188,431 452,850 45,137 578,713 627,282 48,926 304,866 1,088,502 \$4,548,408
0 (23,848)	0	\$ *	0	1988-89 Net Revenue Transfer 0 0 25,435 0 (6,578) 0 \$18,857
0 11,758	0	\$ 0 0	0	1989-90 Net Revenue Transfer 0 0 157,492 0 128,436 0 128,436 0 0 \$285,927
0 46,703	2,555	\$ *	0	1989-90 1990-91 1991-92 1992-93 1993-94 Net Revenue Net Revenue
0 80,921	11,071	\$	0	1991-92 Vet Revenue Transfer 0 0 419,486 0 419,486 0 395,271 0 395,271 0 \$814,757
0 114,340	19,587	\$ 00	0	1991-92 1992-93 1993-94 Revenue Net Revenue Net Revenue Net Revenue Net Revenue Net Revenue Net Revenue Net Revenue Net Revenue O O O O O O O O O O O O O O O O O O O
0	28,103	\$ 9	0	1993-94 let Revenue Transfer 0 0 0 678,166 0 54,577 657,112 0 8,266
49,493 178,452	36,619	\$ 0 0	0	1994-95 Net Revenue Transfer 6.355 6.355 0 133,602 0 806,051 39,630 168,220 785,840 27,529 191,060 \$2,151,932
179,883 208,960	45,136	14,053 0 \$14,053	0	1994-95 1995-96 1996-97 Net Revenue Net Revenue Net Revenue Transfer Transfer 6.355 99,406 192,456 6.355 99,406 192,456 0 0 0 133,602 322,463 511,325 0 40,965 102,692 806,051 932,836 1,058,412 39,630 127,965 216,299 168,220 281,864 395,507 785,840 912,909 1,038,155 27,529 75,014 122,499 \$2,151,932 \$3,067,871 \$4,001,539
310,274 238,299	53,652	34,970 2,694 \$37,664	0	1996-97 Net Revenue Transfer 192,456 192,456 0 511,325 102,692 1,058,412 216,299 395,507 1,038,155 122,499 \$4,001,539
440,664 266,350	62,168	55,888 6,956 \$62,844	7,505	1997-98 Net Revenue Transfer 285,507 285,507 11,586 700,187 164,419 1,182,655 304,634 509,150 1,161,394 169,984 739,444 \$4,943,453

Legislative Analyst October 6, 1987

0.1% of the 1987-88 A.V.

1,223,249	San Dimas
1,181,242	Rosemead*
782,852	Rolling Hills Estates
299,165	Rolling Hills
2,649,502	Rancho Palos Verdes
1,753,512	Pico Rivera*
1,004,942	Paramount*
1,633,530	Palmdale*
1,935,457	Norwalk*
1,716,039	Montebello
597,647	Lomita*
653,077	Lawndale*
2,159,573	Lancaster*
2,212,900	Lakewood
576,707	La Puente*
1,514,263	La Mirada*
1,139,395	La Canada Flintridge*
715,235	Irwindale
2,234,604	Industry
198,781	Hidden Hills
218,766	Hawaiian Gardens
4,740,111	El Segundo
583,290	Duarte
2,624,671	Culver City
214,252	Cudahy*
1,932,668	Commerce*
2,411,445	Cerritos*
4,584,898	Carson*
72,344	Bradbury
1,335,185	Bellflower*
461,732	Bell Gardens
486,501	Bell

1,077,836			150,668	546,260					1,619,624				676,554				151,801	660,643	101,318	29,	2,527,460	313,694	1,617,691					58,		358,515	234,947	Share	Prop Tax	
836	0	0	668	260	0	0	0	0	624	0	0	0	554	0	0	0	801	643	318	29,552	460	694	691	0	0	0	0	58,169	0	515	947			
0	(55,944)	51,444	0	0	(35,913)	(41,909)	115,733	(139,716)	0	(9,721)	(22, 215)	21,214	0	(81, 465)	(15,856)	41,818	0	0	0	0	0	0	0	(52,932)	140,200	62,335	145,271	0	(67,381)	0	0	Transfer	et Revenue	
0	44,773	127,045	0	0	118,312	44,345	274,324	20,503	0	43,095	34,340	217,698	0	(37,709)	118,843	148,545	0	0	0	14,201	0	0	0	(38,943)	328,160	285,598	572,439	0	46,049	0	0	Transfer	Net Revenue	
0	143,750	202,378	0	248,591	270,425	129,176	432,439	177,391	0	95,216	90,021	412,233	0	4,657	251,868	254,552	62,770	9,738	0	36,078	0	0	0	(25,697)	515,589	507,074	996,474	0	157,469	0	0	Transfer	Net Revenue	
0	240,812	277,415	0	513,541	420,213	212,439	590,030	330,612	0	146,573	144,738	604,626	208,606	45,493	383,053	359,764	134,293	233,199	0	57,954	0	0	0	(13, 269)	702,434	726,582	1,417,065	0	266,678	0	0	Transfer	Net Revenue Net Revenue Net Revenue Net Revenue Net Revenue	
0	335,767	352,128	0	778,491	567,445	293,979	747,044	479,801	0	197,090	198,397	794,664	429,896	84,645	512,214	464,105	205,817	456,659	0	79,831	0	0	0	(1,741)	888,638	943,927	1,833,865	0	373,458	0	8,304	Transfer	Net Revenue	
0	428,406	426,483	28,831	1,043,441	711,865	373,624	903,425	624,553	0	246,680	250,890	982,109	651,186	121,944	639,149	567,485	277,340	680,119	17,951	101,708	316,607	36,280	0	8,798	1,074,136	1,158,891	2,246,497	0	477,562	0	56,954	Transfer	Net Revenue	
. 0	518,496	500,445	58,747	1,308,391	853,190	451,184	1,059,109	764,427	0	295,254	302,102	1,166,702	872,476	157,207	763,634	669,809	348,864	903,580	37,829	123,584	790,618	94,609	219,579	18,247	1,258,856	1,371,239	2,654,543	0	578,726	0	105,604	Transfer	Net Revenue	000
0	605,784	573,976	88,664	1,573,342	991,117	526,451	1,214,026	898,934	0	342,710	351,905	1,348,159	1,093,766	190,229	885,425	770,972	420,387	1,127,040	57,707	145,461	1,264,629	152,938	482,046	26,500	1,442,721	1,580,706	3,057,543	0	676,654	10,871	154,254	Transfer	Net Revenue Net Revenue	100000
23,088	689,987	647,031	118,581	1,838,292	1,125,298	599,195	1,368,099	1,027,535	0	388,933	400,157	1,526,167	1,315,056	220,785	1,004,253	870,857	491,911	1,350,501	77,585	167,337	1,738,640	211,267	744,513	33,435	1,625,647	1,787,006	3,454,996	6,941	771,023	57,044	202,904	Transfer	Net Revenue	100001
	770.798 770,798	719,56; 719,562	148,49; 148,497	2,103,24,2,103,242	1,255,36,1,255,363	669,16, 669,164	1,521,24,1,521,244	1,149,64,1,149,644 Kiverside County	96,41 96,415	433,80 433,803	446,70 446,703	1,700,371,700,379	1,536,341,536,346	248,63 248,631		969,33 969,336	563,43 563,434	-	97,46 97,463	189,21 189,214	2	269,59 269,596	1,006,981,006,980	38,92 38,921	1,807,531,807,538	1,989,821,989,820	3,846,343,846,345	14,17 14,175	861,47 861,477	103,21 103,217	251,55 251,554	Transfer	Net Revenu -	100/ 00
lotal	Kancho Mirage*	Paim Desert'	Moreno valley	Lake cisinore	La Quinta	Indian wells	rathedral Lity	Cathodeal City		10101	10		Irvine		O Comments of the comments of	FOLC DIAGG	_	Mondon in County	Touron		Maria	10101	W						South El Monte	Signal Hill	Santa Fe Springs			

1987-88

1988-89

1989-90

1990-91

1991-92

1992-93

1993-94

1994-95

1995-96

1996-97

1997-98

925,597 1,012,867 732,150 465,635 2,518,383 2,326,207 1,804,936 \$9,785,775		128,843 0 0 0 43,124 117,196 \$289,164
597 640,090 867 73,730 150 269,815 635 403,055 383 1,117,665 207 354,713 936 194,485 775 \$3,053,553	222,827 10,759,641 2,357,652 2,142,321 \$15,259,614	0.1% of the 1987-88 1987-88 Prop Tax A.V. Share 2.317,733 1,101,595 698,763 20,029 560,631 0 1,588,420 851,063 809,731 0 1,684,037 1,317,083 927,576 252,190 717,746 459,260 2,428,418 2,277,886 \$59,306,607 \$17,267,078
90 0 30 27,557 0 15 0 55 0 65 0 65 0 13 (61,277) 13 (61,277) 85 (44,824) 53 (\$78,544)	170,450 4,263,887 2,251,096 2,068,262 \$8,583,245	ACTUAL ADMINISTRAÇÃO CONTRACTOR DE PROPERTO DE PROPERT
	⇔ ○ ○ ○ ○	1988-89 Net Revenue Transfer 0 49,847 (15,844) 0 (19,254) 0 0 \$45,864
230,130 0 0 0 0 269,004 292,759 \$791,893	\$ 0 0 0	1989-90 Net Revenue Transfer 0 119,724 33,029 0 51,697 0 0 0 0 \$2,577,828
331,4 23,0 23,0 494,2 467,8 \$1,316,5	\$	1990-91 1991-92 Net Revenue Net Revenue Transfer Transfer 0 0 189,600 259,476 81,182 128,544 0 0 121,645 190,491 0 0 26,083 118,840 0 0 \$5,437,402 \$8,781,123
432,7 96,2 141,5 718,6 642,3 \$2,031,5	39,969 0 \$39,969	
533,9 169,4 393,3 3942,3 942,3 816,2	0 0 1,115,934 2,191,898 0 0 0 0 \$1,115,934 \$2,191,898	1991-92 1992-93 1993-94 Vet Revenue Net Revenue Net Revenue Transfer Transfer Transfer 0 57,272 289,045 259,476 329,353 399,229 128,544 175,038 220,573 0 101,989 190,491 258,124 324,423 0 0 118,840 211,598 304,356 0 0 0 \$8,781,123 \$12,170,141 \$16,239,407
0 7,828 90 635,277 75 242,690 0 0 65 645,203 24 1,165,077 88 989,562 42 \$3,685,637	2,191,898 0 0 \$2,191,898	1993-94 Net Revenue Transfer 289,045 399,229 220,573 101,989 324,423 0 304,356 0 0 304,356 0 0
828 100,388 277 736,564 690 315,905 0 0 203 897,041 077 1,386,842 562 1,162,115 563 \$4,598,854	3,267,862 0 0 \$3,267,862	1994-95 Net Revenue Transfer 520,818 469,105 265,055 260,831 389,254 0 397,113 43,162 0 \$20,820,333
388 192,947 564 837,850 905 389,120 0 16,017 041 1,148,880 842 1,607,521 115 1,333,873 854 \$5,526,209	7,812 4,343,826 0 0 \$4,343,826	1995-96 Net Revenue Transfer 752,591 538,981 308,379 419,673 452,472 30,147 489,871 114,937 0 \$25,550,808
5 1 1 1	30,094 5,419,790 0 0 \$5,419,790	1994-95 1995-96 1996-97 Net Revenue Net Revenue Net Revenue Transfer Transfer Transfer 520,818 752,591 984,365 469,105 538,981 608,858 265,055 308,379 350,430 260,831 419,673 578,515 389,254 452,472 513,913 0 397,113 489,871 582,628 43,162 114,937 186,711 0 0 \$20,820,333 \$25,550,808 \$30,436,603
285,507 939,137 462,335 62,580 ,400,718 ,827,007 ,504,759	52,377 6,495,754 106,556 74,059 \$6,676,369	1997-98 Net Revenue Transfer 1,216,138 678,734 391,079 737,357 573,402 366,954 675,386 258,486 150,532 \$35,615,789

447,192 565,946 \$1,013,138	\$5,859,667	252,364	2,972,244 744,730		\$4,533,561	622,330	427,920	412,649	1,774,739	113,532	1,182,391			\$2,790,801	907,482	1,217,694	1,573,107	2,532,231	\$23,496	23,496	00	1988-89 Net Revenue Transfer
305,298 341,355 \$646,653	\$1,580,194	22,456	603,461 309,838		\$1,859,022	310,943	179,443	280,074	0	15,908	1,072,654			\$1,529,009	459,500	883,411	645,599	1,465,000	\$107,078	107,078	0 0	1989-90 Net Revenue Transfer
Santa Cruz County Capitola Scotts Valley Total	Total	Monte Sereno	Cupertino Los Altos Hills	Santa Clara County	Total	Woodside	Portola Valley	Half Moon Bay	Foster City*	Colma*	Belmont	San Mateo County							10	190,057	0 0	1988-89 1989-90 1990-91 1991-92 1992-93 1993-94 Net Revenue Net Revenue Net Revenue Net Revenue Net Revenue Transfer Transfer Transfer Transfer Transfer
unty		0	ills	ounty			ley	ay	*			inty							\$517,726	272,377	20,505	1991-92 Net Revenue Transfer
000	\$2,78	2,78			\$113,39					000	000		0	000	119,340	(5,950)	0		\$1,006,930	353,971	51,811	1992-93 Net Revenue Transfer
	\$28,017	28,017	0 0		\$291,254	0 0	0 (0	291.001	253									\$1,495,337	9//, 452	83,117	1993-94 Net Revenue Transfer
Pov Sar So	San [Vio	Ade	\$4, San I		3,				1	198	0.1%					0	\$1,982,864	1,353,756	114,423	1994-95 Net Revenue Transfer
Poway San Marcos Solana Beach Total	San Diego County	Total	Victorville*	Adelanto	971,892 \$1 Bernardino C			313,062			A.V.	1987-88 P	0.1% of the 1						\$2,469,427	1,730,061 593.636	145,730	
			ga		\$4,971,892 \$1,391,186\$341,465 San Bernardino County	6,093	1,280,373 53,253	104,720	288,212		Share	Prop Tax \$473,032	1987-88			462	10		\$2,954,926	2,106,365 671.525	177,036	1995-96 1996-97 Net Revenue Net Revenue Transfer Transfer
		\$0	0 0		465	0	253	0	212			032	0	0	0	462,080	,952	00000	\$3,439,256	2,482,669		1997-98 Net Revenue Transfer
00000																					0000	

2,368,783 434,892 229,908 1,245,890 \$4,279,473

141,894 224,591 \$366,485 109,737 83,594 1,637,662 132,575 248,477 311,387 \$2,523,432 1,067,231 927,508 927,508 334,283 447,982 \$1,261,792

97,175 167,996 \$265,171	52,456 111,402 \$163,858	7,736 54,807 \$62,544	\$* 0 0	\$ 00	\$ 0
360,419 204,672 1,056,857 \$3,693,506	285,946 179,435 867,824 \$3,107,539	211,473 154,199 678,791 \$2,521,573		0 62,527 78,490 103,726 111,693 300,726 \$775,618 \$1,349,639	78,490 111,693 \$775,618
2,071,558		1,477,109	1,179,885	882,661	585,436
91,311 205,685 249,154 \$2,092,316	50,046 162,893 186,921 \$1,769,686	8,781 120,101 124,688 \$1,445,922	0 77,309 62,455 \$1,153,611	34,517 222 \$869,141	0 0 0 \$654,105
0 73,517 1,472,650		0 53,023 1,139,329	0 42,629 971,218	0 32,147 802,256	0 21,586 632,520
814,008 770,198 212,514 357,234 \$982,712	560,785 612,887 90,745 266,486 \$703,631	307,562 455,576 0 175,737 \$455,576	54,339 298,266 0 84,989 \$298,266	140,955 0 0 \$140,955	\$000

State Total	Camarillo* Moorpark Simi Valley* Thousand Oaks*	Vonting County
\$128,582,633 \$44,288,382 (\$180,296) \$3,853,721 \$9,186,041 \$15,432,746 \$23,418,693 \$32,343,905 \$42,326,416 \$53,012,806 \$64,006,297 \$75,616,105	2,567,026 61,343 882,948 578,288 3,793,534 326,212 5,545,777 1,114,880 \$12,789,285 \$2,080,723	0.1% of the 1987-88 A.V.
44,288,382	61,343 578,288 578,212 326,212 1,114,880 \$2,080,723	1987-88 Prop Tax Share
(\$180,296)	86,773 0 (169,197) (223,715) (\$306,139)	1988-89 1989-90 IX Net Revenue Net Revenue Transfer Transfer
\$3,853,721	332,617 0 187,924 (246,087) \$274,454	
\$9,186,041	577,375 0 542,820 278,158 \$1,398,353	1990-91 Net Revenue Transfer
\$15,432,746	820,938 0 895,271 805,666 \$2,521,875	1990-91 1991-92 1992-93 We Net Revenue Net Revenue Transfer Transfer Transfer
\$23,418,693	332,617 577,375 820,938 1,063,189 1,303,993 0 0 0 0 0 187,924 542,820 895,271 1,245,031 1,591,831 (246,087) 278,158 805,666 1,330,467 1,852,290 \$274,454 \$1,398,353 \$2,521,875 \$3,638,687 \$4,748,114	1992-93 Net Revenue Transfer
\$32,343,905	1,303,993 0 1,591,831 1,852,290 \$4,748,114	1993-94 Net Revenue Transfer
\$42,326,416	1,543,207 39,776 1,935,378 2,370,839 \$5,889,200	1994-95 Net Revenue Transfer
\$53,012,806	1,543,207 1,780,674 2,016,215 39,776 128,070 216,365 1,935,378 2,275,342 2,611,369 2,370,839 2,885,784 3,396,765 \$5,889,200 \$7,069,870 \$8,240,715	1994-95 1995-96 1996-97 Net Revenue Net Revenue Transfer Transfer Transfer
\$64,006,297	2,016,215 216,365 2,611,369 3,396,765 \$8,240,715	
\$75,616,105	2,249,642 304,660 2,943,062 3,903,388 \$9,400,752	1997-98 Net Revenue Transfer

 $^{^\}star$ indicates that the city will lose its No Property Tax VLF subvention