

**RESOLUTION NO. 2022-040**

**A RESOLUTION OF THE BOARD OF SUPERVISORS  
OF THE COUNTY OF SHASTA  
ESTABLISHING A PROPERTY TAX EXCHANGE RELATED TO  
THE SHASTA COMMUNITY SERVICES DISTRICT FIRE SERVICES DIVESTITURE AND  
DESIGNATION OF SUCCESSOR AGENCY**

**WHEREAS**, Revenue and Taxation Code Section 99, as amended, provides for the affected agencies to determine an appropriate property tax transfer for all jurisdictional changes of organizations occurring within Shasta County prior to the proposal being considered by the Shasta Local Agency Formation Commission (“LAFCO”); and

**WHEREAS**, 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 districts, negotiate any exchange of property tax revenues; and

**WHEREAS**, the Shasta Community Services District (“Shasta CSD”) submitted an application, signed on November 18, 2021, to Shasta LAFCO for a reorganization that would transfer fire services to Shasta County Service Area #1 (“CSA # 1”), which is inside the Shasta CSD’s Sphere of Influence (the “Divestiture”); and

**WHEREAS**, a map showing the proposed service area to be divested and transferred to CSA # 1 is attached as Exhibit A; and

**WHEREAS**, the phrase “area of Divestiture” shall refer to the areas to be transferred to CSA # 1; and

**WHEREAS**, the current distribution of property taxes for the affected properties within the area of the Divestiture has been determined and provided to each affected agency; and

**WHEREAS**, by law, the Board of Supervisors shall determine the distribution of property tax revenues in the area of Divestiture among the affected special districts, after having provided notice and an opportunity to comment to the affected special districts.

**NOW, THEREFORE, BE IT RESOLVED AND ORDERED** that the Board of Supervisors of the County of Shasta **DOES HEREBY ESTABLISH** the following distribution of property taxes generated in the area of the Divestiture after the effective date of the Divestiture:

1. Base Year Property Tax Revenue, as defined by the Revenue & Taxation Code, shall be distributed as follows:
  - a. To CSA # 1, 90.94% of the 2021 base-year property tax revenue allocated to the Shasta CSD, after final approval from the Board of Equalization of the tax sharing agreement previously approved pursuant to Resolution No. 2019-009, pursuant to the Tax Rate Allocation Factors established by law.
  - b. To Shasta CSD, 9.06% of the 2021 base-year property tax revenue allocated to the Shasta CSD, after final approval from the Board of Equalization of the tax sharing agreement previously approved pursuant to Resolution No. 2019-009, pursuant to the Tax Rate

Allocation Factors established by law.

- c. No other Base Year Property Tax Revenues shall be changed or otherwise impacted by this resolution.
2. Annual Property Tax Increment Revenue, as defined by the Revenue & Taxation Code, shall be distributed as follows:
- a. To CSA # 1, 94.65% of the 2021 and future annual property tax increment revenue allocated to the Shasta CSD, after final approval from the Board of Equalization of the tax sharing agreement previously approved pursuant to Resolution No. 2019-009, pursuant to the Tax Rate Allocation Factors established by law.
  - b. To Shasta CSD, 5.35% of the 2021 and future annual property tax increment revenue allocated to the Shasta CSD, after final approval from the Board of Equalization of the tax sharing agreement previously approved pursuant to Resolution No. 2019-009, pursuant to the Tax Rate Allocation Factors established by law.
  - c. No other Property Tax Increment Factors shall be changed or otherwise impacted by this resolution.

**BE IT FURTHER RESOLVED** that the County Executive Officer, to the extent permissible by law, is hereby authorized to sign any documents pertaining to the implementation of this resolution and to act as the Board of Supervisors representative in the above-related tax exchange matter.

**DULY PASSED AND ADOPTED** this 19th day of April, 2022, by the Board of Supervisors of the County of Shasta, by the following vote:

AYES: Supervisors Rickert, Jones, Baugh, Chimenti, and Garman  
NOES: None  
ABSENT: None  
ABSTAIN: None  
RECUSE: None

  
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LES BAUGH, CHAIR  
Board of Supervisors  
County of Shasta  
State of California

ATTEST:

MATTHEW P. PONTES  
Clerk of the Board of Supervisors

By  \_\_\_\_\_  
Deputy

Exhibit A

