



CITY OF MARTINEZ

**CITY COUNCIL AGENDA
September 7, 2011**

TO: Mayor and City Council
FROM: Cathy Spinella, Finance Manager
SUBJECT: Resolution Approving the General Obligation Bond Tax Rate for the 2011/12 Tax Roll
DATE: August 22, 2011

RECOMMENDATION:

Adopt a Resolution approving the General Obligation Bond Tax Rate for the 2011/12 tax roll and directing submittal to Contra Costa County.

BACKGROUND:

In November 2008, voters approved Measure H, a measure authorizing issuance of up to \$30 million in General Obligation Bonds to finance the costs of improvement to parks, the library, and the swimming pool. On April 1, 2009, the City Council passed Resolution No.027-09, authorizing issuance of the first series of bonds in the amount of \$15,000,000.

The Bond Official Statement states that the bonds are payable solely from *ad valorem* property taxes (value of property) levied by the City and collected by the County, and the City is empowered and obligated, to annually levy *ad valorem* taxes for the payment of the bonds and the interest thereon upon all property within the City subject to taxation by the City.

Based on debt service requirements for fiscal year 2011/12, a tax rate of \$34.71 per \$100,000 of assessed value would need to be levied. Contra Costa County requires the City Council to pass a resolution setting the tax rate for the General Obligation Bond.

FISCAL IMPACT:

The estimated amount required to pay the debt service for the next year is \$908,144 which this levy is expected to generate.

ACTION:

Motion adopting a resolution approving the General Obligation Bond Tax Rate for the Fiscal Year 2011/12 tax roll and directing submittal to Contra Costa County.

Attachment: Resolution

APPROVED BY: City Manager

RESOLUTION NO. -11

APPROVING THE GENERAL OBLIGATION BOND TAX RATE FOR THE
2011/12 TAX ROLL AND DIRECTING SUBMITTAL TO
CONTRA COSTA COUNTY

WHEREAS, in November 2008, the voters of the City of Martinez approved the issuance of General Obligation Bonds to finance the costs of acquiring and constructing parks, library improvements, and pool safety improvements; and

WHEREAS, in April 2009, the Council passed Resolution No. 027-09, authorizing issuance of the first series of bonds in the amount of \$15,000,000; and

WHEREAS, based on the estimated debt service requirements for fiscal year 2010/11 and the assessed value provided by Contra Costa County a tax rate of \$0.0347 per \$100 of assessed value needs to be levied against all property in the City of Martinez.

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Martinez, hereby approves the tax rate of \$0.0347 per \$100 of assessed value to be levied against all taxable property within the City of Martinez for 2011/12 General Obligation Bond debt service, and authorizes submittal of this resolution to Contra Costa County.

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I HEREBY CERTIFY that the foregoing is a true and correct copy of a resolution duly adopted by the City Council of the City of Martinez at a Regular Meeting of said Council held on the 7th day of September, 2011 by the following vote:

AYES:

NOES:

ABSENT:

RICHARD G. HERNANDEZ, CITY CLERK
CITY OF MARTINEZ