Agenda Item No: 1.f

PLACENTIA CITY COUNCIL AGENDA REPORT

Meeting Date: May 19, 2026

Submitted by: Matthew Di Mario

From: Public Works

Subject:
RESOLUTION RELATING TO FISCAL YEAR 2026-27 ANNEXATIONS AND LEVY OF ASSESSMENTS TO THE CITY OF PLACENTIA LANDSCAPE MAINTENANCE DISTRICT NO. 92-1 AND SETTING A PUBLIC HEARING FOR JUNE 2, 2026 AT 6:00 P.M.

Financial Impact:
None.

Summary:
Each year, the City must conduct a public hearing to provide for the Levy of Assessments for the City of Placentia Landscape Maintenance District (LMD) No. 92-1, prepare a final Engineer's Report, and provide for any annexations into the District as proposed. This action will adopt resolutions necessary to set forth a public hearing for June 2, 2026, to provide for the Fiscal Year 2026-27 Annual Levy of Assessments for LMD No. 92-1 as well as finalize the annual Engineer's Report.

Recommended Action:
It is recommended that the City Council:

1. Adopt Resolution R-2026-27, a Resolution of the City Council of the City of Placentia, California, directing preparation of the Engineer's Report for Fiscal Year 2026-27 for the continuation of the annual assessments for the Landscape Maintenance District No. 92-1; and
2. Adopt Resolution R-2026-28, a Resolution of the City Council of the City of Placentia, California, declaring its intention to provide for the annexation and annual levy and collection of assessments for certain maintenance within the existing Landscape Maintenance District No. 92-1, pursuant to the provisions of Division 15, Part 2, of the California Streets and Highways Code and setting the time and place for a public hearing thereon.

Strategic Plan Statement:
There is no specific strategic planning goal or objective associated with this agenda item.

Discussion:
LMD No. 92-1 (the "District") assesses various parcels located within the District a flat amount each year to provide funding to maintain various perimeter and median landscapes, as well as other improvements (e.g., entrance signs, parkway vistas). The current maximum assessment

rate per assessment unit for single family residential parcels is $154.87 per year. This rate cannot be increased without the approval of the property owners within the District.

The District was established pursuant to the provisions of the “Landscaping and Lighting Act of 1972,” Division 15 of the Streets and Highways Code. The annual levy of assessments is for providing landscape maintenance of specific improvements in those areas within the Boundary Map of the District and outlined in the FY 2025-26 Engineer’s Report (Attachment 3), which is on file in the offices of the City Engineer and City Clerk. This Engineer's Report is for reference. A final annual Engineer’s Report will be prepared and presented to the City Council for its consideration as required by law.

The legal authority for setting the assessments in LMD No. 92-1 is set forth in the Landscape and Lighting Act of 1972 which is found in Streets and Highways Code Section 22500, et seq., and pertinent provisions of the California Government Code. The District is exempt from and not subject to the procedures and approval processes set forth in Article XIII D, Section 4 of the California Constitution enacted by Proposition 218 on November 5, 1996. That is due to the fact that Proposition 218 also enacted Article XIII D, Sections 5 and 5(b) which exempts assessment districts formed prior to November 6, 1996 and which were formed pursuant to a petition signed by those owning all the parcels subject to the assessment at the time the assessment was initially imposed, provided there is no increase in the amount assessed on a property owner in a particular category from the prior year.

In Placentia, LMD No. 92-1 was formed prior to November 6, 1996, and pursuant to a petition signed by those owning all the parcels, subject to the assessment at the time the assessment was initially imposed. In addition, there is no increase in the amount assessed on a property owner in the category of assessment unit for Fiscal Year (FY) 2026-27 as compared to FY 2025-26. Therefore, the District is exempt from the procedures and approval processes of Proposition 218 for FY 2026-27.

Two (2) resolutions have been prepared for City Council consideration. The first resolution (Attachment 1) orders the preparation of an Engineer’s Report to include the plans, specifications, cost estimate, and diagram of the landscape improvements. The second resolution (Attachment 2) declares the Council’s intention to provide for the annual levy and collection of assessments, as well as establishing June 2, 2026, as the public hearing date.

Financial Summary:
For FY 2026-27, LMD No. 92-1 will have an estimated $443,105 in expenditures and projected assessment revenue of $511,038. There is no impact on the General Fund associated with these recommended actions.

Attachments
Attachment 1 - Resolution No. R-2026-27
Attachment 2 - Resolution No. R-2026-28
Attachment 3 - LMD 92-1 Engineers Report - FY 2025-26