County Administrative Office

BOARD OF SUPERVISORS HEARING County Administrative Office

Statewide Community Infrastructure Program

Luther Snoke County Chief Operating Officer January 5, 2021

Background

What it is:

Statewide Community Infrastructure Program (SCIP) provides a financing mechanism for owners of property to finance development impact fees, public infrastructure/facilities costs, and/or public capital improvements.

Providing tax-exempt financing helps participating cities, counties and other public agencies cushion the impact of rising public capital improvements costs and development impact fees on developers and property owners.

How it works:

- If a developer/property owner chooses to participate and the project is approved by the California Statewide Communities Development Authority (CSCDA), the applicable development impact fees owed to the County or District and/or costs of the public infrastructure will be financed by the issuance of tax-exempt bonds by the CSCDA
- CSCDA will impose a special assessment via the tax roll on the owner's property to repay the portion of the bonds issued to finance the public capital improvements and/or fees paid with respect to the property

Key Benefits

- Only property owners/developers who choose to participate in the program will have assessments imposed on their property
- Developer receives low-cost, long-term tax-exempt financing for public capital improvements and/or development impact fees
- The property owner can choose to pay off the special assessments at any time
 - Because SCIP is a fixed lien assessment, payments will not escalate over time and no property owner is in any way responsible for another property's assessment
- The County/District is not liable to repay the bonds issued by CSCDA or the assessments imposed on the participating properties

Impact to County and District

- The County/District will likely incur administrative costs associated with property owner notification, fund administration, and to levy and collect fees
 - The County/District can and will implement and charge an administrative fee for staff time related to these activities
- The Acquisition Agreement for each CSCDA approved project application will require Board review and approval prior to proceeding with the tax-exempt financing and formation of assessment districts
- In short, there is no significant risk to the County/District in taking this action nor is there risk to subsequent home owners beyond the proportional assessment lien on their individual property

- Consider County and District Participation in SCIP
- Adopt a resolution approving the California Statewide Communities
 Development Authority (CSCDA) Joint Powers Agreement and the Flood Control District becoming a member of the CSCDA (County is already a member)
- Adopt resolutions approving County and District participation in the SCIP and approving the form of an acquisition agreement

END OF REPORT