

COUNTY OF LOS ANGELES

TREASURER AND TAX COLLECTOR

KENNETH HAHN HALL OF ADMINISTRATION 500 WEST TEMPLE STREET, ROOM 437 LOS ANGELES, CA 90012



MARK J. SALADINO
TREASURER AND TAX COLLECTOR

March 20, 2012

The Honorable Board of Supervisors County of Los Angeles 383 Kenneth Hahn Hall of Administration 500 West Temple Street Los Angeles, California 90012

Dear Supervisors:

ADOPTED

BOARD OF SUPERVISORS COUNTY OF LOS ANGELES

20 March 20, 2012

SACHI A. HAMAI EXECUTIVE OFFICER

AGREEMENT TO PURCHASE
"TAX DEFAULTED SUBJECT TO POWER TO SELL" PROPERTY
SUPERVISORIAL DISTRICT 4 - AGREEMENT 2693
(3 VOTES)

SUBJECT

The City of Rancho Palos Verdes is seeking to buy one (1) tax-defaulted property through the Chapter 8 Agreement sale process. The Chapter 8 Agreement sale is designed to allow eligible government agencies and non-profit organizations the opportunity to buy tax defaulted property for a qualifying public purpose or benefit. The City of Rancho Palos Verdes intends to utilize the property to increase the City's access from Cherry Hill Lane to the bottom of Portuguese Canyon where there are existing drainage improvements.

IT IS RECOMMENDED THAT YOUR BOARD:

Approve and instruct the Chairman to sign the Purchase Agreement Number 2693 of "Tax Defaulted Subject to Power to Sell" property being acquired by the City of Rancho Palos Verdes (a public agency) pursuant to the Revenue and Taxation Code, with revenue to be provided to recover a portion, if not all, of back property taxes, penalties, and costs on the delinquent parcel and any remaining tax balance to be cancelled from the existing tax rolls and approve publication of the Purchase Agreement of "Tax Defaulted Subject to Power to Sell" property.

The Honorable Board of Supervisors 3/20/2012 Page 2

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

The property described in the agreement may be sold in accordance with the provisions of Division 1, Part 6, Chapter 8 of the Revenue and Taxation Code and with the policy adopted by Board action on November 24, 1970. Exhibit "A" attached to the Agreement, indicates the legal description and selling price of the parcel.

Upon approval, the attached agreement is to be signed by the Chairman and returned to the Tax Collector for transmittal to the State Controller for further approval. County Counsel has approved the agreement as to form.

The Chapter 8 Agreement sale procedure permits eligible government agencies and non profit organizations to acquire "Tax Defaulted Subject to Power to Sell" property without the necessity of a public auction. The property described in this letter will be acquired by one (1) public agency. The agreement is with the City of Rancho Palos Verdes which intends to utilize the property to increase the City's access from Cherry Hill Lane to the bottom of Portuguese Canyon where there are existing drainage improvements.

<u>Implementation of Strategic Plan Goals</u>

Approval of the agreement is in accordance with the Countywide Strategic Plan Goals of Fiscal Responsibility and Collaboration Across Jurisdictional Boundaries. Delinquent property taxes and costs are recovered, and the limited-use parcel is identified for appropriate public purposes.

FISCAL IMPACT/FINANCING

Revenue will be provided to the County for apportionment among the affected taxing agencies, which will recover a portion, if not all, of back property taxes, penalties, and costs on the delinquent parcel. Any remaining tax balance will be cancelled from the existing tax rolls.

Existing appropriation is available in the Treasurer and Tax Collector's budget for publication costs. Publishing, in accordance with Section 3798 of the Revenue and Taxation Code, is the most cost-effective method of giving adequate notification to parties of interest.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

The Chapter 8 Agreement sale procedure permits eligible public agencies and non-profit organizations to acquire "Tax Defaulted Subject to Power to Sell" property pursuant to Section 3791, et seq., of the Revenue and Taxation Code.

Attachment "A" is a summary of the public agency's purchase. This attachment indicates the affected Supervisorial District and the public use for which the property is being acquired. County Counsel has approved the agreement as to form. Attached to the agreement is the Assessor's parcel map showing the dimensions and general location of the affected parcel.

The Honorable Board of Supervisors 3/20/2012 Page 3

Efforts will be made to contact the owners and parties of interest to inform them of their tax liabilities and the provisions for the redemption of the property pursuant to Section 3799 of the Revenue and Taxation Code.

Section 3798 of the Revenue and Taxation Code mandates notice of agreements to be published once a week for three (3) consecutive weeks in a newspaper of general circulation published in the County.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

No impact.

CONCLUSION

Upon approval of the attached agreement forms, the Department of Treasurer and Tax Collector will need all original documents returned for submission to the State Controller, as the State Controller's Office has the final approval of this and all Chapter 8 Agreements.

Respectfully submitted,

MARK J. SALADINO

Treasurer and Tax Collector

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MJS:DJD:af

Enclosures

C: Assessor
 Chief Executive Officer
 Auditor-Controller
 County Counsel
 Executive Officer, Board of Supervisors

SUMMARY OF PUBLIC AGENCY'S PURCHASE FOURTH SUPERVISORIAL DISTRICT

AGREEMENT NUMBER 2693

AGENCY

City of Rancho Palos Verdes A public Agency

Selling price of the parcel shall be \$15,913.00

The agency intends to utilize the property to increase the City's access from Cherry Hill Lane to the bottom of Portuguese Canyon where there are existing drainage improvements

| SUPERVISORIAL | <u>LOCATION</u> | PARCEL | <u>MINIMUM</u> |
|---------------|--------------------------------|---------------|----------------|
| DISTRICT | | <u>NUMBER</u> | <u>BID</u> |
| 4TH | CITY OF RANCHO PALOS VERDES | 7572-004-032 | \$15,913.00 |

AGREEMENT NUMBER 2693

CITY OF RANCHO PALOS VERDES FOURTH SUPERVISORIAL DISTRICT



8 August 2011

Donna J. Doss, Assistant Treasurer & Tax Collector Los Angeles County Treasurer & Tax Collector Kenneth Hahn Hall of Administration 225 N. Hill St., Rm. 130 PO Box 512102 Los Angeles, CA 90051-0102

SUBJECT: 2011A Tax Sale - Request to Purchase APN 7572-004-032

Dear Ms. Doss:

At a regular meeting held on 2 August 2011, the Rancho Palos Verdes City Council authorized Staff to pursue the acquisition of the following tax-defaulted property located within our jurisdiction through a Chapter 8 Agreement: <u>APN 7572-004-032</u>.

The property is a vacant parcel on Cherry Hill Lane located in the active Portuguese Bend landslide area inland of Palos Verdes Drive South, between Peppertree Drive on the west and Portuguese Canyon on the east. The purpose of the acquisition would be to increase the City's access from Cherry Hill Lane to the bottom of Portuguese Canyon where there are existing drainage improvements. Maintenance of existing and future drainage improvements is critical to the effectiveness of the City's landslide abatement efforts in this area.

As instructed, a copy of the City's Mission Statement and a \$100.00 check for the preliminary research fee are enclosed. Please provide the City with the necessary agreements and instructions to purchase this property. The City understands that the offer of sale is subject to change or revocation due to the redemption of the defaulted taxes or the initiation of a legal process, such as a bankruptcy filing. If you have any questions, please feel free to contact me at (310) 544-5228 or via e-mail at kitf@rpv.com.

Sincerely,

Kit Fox, AICP

Associate Planner

Donna J. Doss 8 August 2011 Page 2

enclosures

- City of Rancho Palos Verdes Mission Statement
- Check No. 52050

cc: Carolyn Lehr, City Manager Carolynn Petru, Deputy City Manager

Application to Purchase Tax-Defaulted Property from County

This application is to be completed by eligible purchasing entities to commence purchase of tax-defaulted property by agreement sale from the county under applicable provisions of the California Revenue and Taxation Code. Please complete the following sections and supply supporting documentation accordingly. Completion of this application does not guarantee purchase approval.

| A. Purchaser Information |
|--|
| 1. Name of Organization: CITY OF RANCHO PALOS VERDES |
| 2. Corporate Structure – check the appropriate box below and provide corresponding information: |
| ☐ Nonprofit — provide Articles of incorporation |
| Public Agency – provide mission statement (If redevelopment agency, also provide agency survey map) |
| |
| B. Purchasing Information |
| Determine which category the parcel falls under and then check the appropriate box as it relates to the purchasing entity's corporate structure and the intended use of the parcel: |
| Category A: Parcel is currently scheduled for a Chapter 7 tax sale |
| ☐ No Purchase – State / county / taxing agency registering objection to preserve lien only |
| ☐ Purchase by State / county / tax agency / revenue district / redevelopment agency / special district to preserve its lien |
| Purchase by State / county / tax agency / revenue district / redevelopment agency / special district for public purpose |
| ☐ Purchase by nonprofit for low-income housing or to preserve open space |
| Category B: Parcel is not currently scheduled for a Chapter 7 tax sale |
| Purchase by State / county / taxing agency / revenue district / redevelopment agency / special district for public purpose |
| ☐ Purchase by nonprofit to use parcel(s) for low-income housing or to preserve open space |
| the state of the section of the sect |
| C. Property Detail |
| Provide the following information. If more space is needed for any of the criteria, consolidate the information into a separate "Exhibit" document and attach accordingly: |
| County where the parcel(s) is located: Los Angeles |
| |
| 2. List each parcel by Assessor's Parcel Number: APN 7572-004-032 |
| 3. State the purpose and intended use for each parcel: Increase the City's access from Cherry Hill Lane to the bottom of Portuguese Canyon, where there are existing drainage improvements |
| bottom of Fortuguese carryon, where there are existing dramage improvements |
| D. Acknowledgement Detail |
| Provide the signature of the purchasing entity's authorized officer |
| Mayor December 6, 2011 |
| Authorized Signature Title Date |
| |

CORE VALUES STATEMENT

The primary purpose of City government is to provide service. As your City government, our commitment is to wisely use our resources to provide competent, responsive and reliable services in an atmosphere, which demonstrates our commitment to accessibility, customer service, honesty and integrity. In all we do and in every decision we make we will ask ourselves, "Is this best for the City of Rancho Palos Verdes?"

VISION STATEMENT

Vision: After an extensive community outreach program, the City Council hereby affirms that the City's vision for Rancho Palos Verdes is to have a community that has the following qualities:

A safe community where citizens can enjoy their property and community amenities without fear for their safety;

Both public and private property will be maintained in a manner that will be compatible with the aesthetic setting of the Peninsula;

A sound community economic base will be developed and maintained;

As part of the economic base, the City will provide an opportunity for the development of quality recreation facilities;

There will be a high "customer satisfaction" level among users of City services;

A commitment to maintaining open space and public access in a manner that will not harm critical resources.

Adopted by the City Council September 21, 1993

Chapter 8 Agreement No. 2693 Statement of Public Purpose and/or Intended Use of the Parcel December 6, 2011

The purpose of the acquisition would be to increase the City's access from Cherry Hill Lane to the bottom of Portuguese Canyon where there are existing drainage improvements. Maintenance of existing and future drainage improvements is critical to the effectiveness of the City's landslide abatement efforts in this area.

Chapter 8 Agreement No. 2693 List of Properties Being Requested for Purchase December 6, 2011

Assessor's Identification No. 7572-004-032
 Lot 9 in Block 4 of Tract No. 14118, Cherry Hill Lane, Rancho Palos Verdes



CERTIFIED EXCERPT OF MINUTES RANCHO PALOS VERDES CITY COUNCIL

The following is an excerpt from minutes of the regular meeting of the City Council of the City of Rancho Palos Verdes held on August 2, 2011 at the hour of 7:00 P.M. at 29301 Hawthorne Boulevard, Rancho Palos Verdes, California.

A quorum was declared after the following roll call:

PRESENT:

Campbell, Misetich, Stern, Wolowicz*, and Mayor Long

ABSENT:

None

*Councilman Wolowicz was present via teleconference from 6:20 P.M. to 9:50 P.M. from the Denali Princess Wilderness Lodge, Mile 238.5 George Parks Hwy., Meeting Room–Building 1A–Conference Room, Denali National Park, Alaska 99755.

Councilman Wolowicz left the meeting from his remote location at 9:50 P.M.

Purchase of Tax Defaulted Property on Cherry Hill Lane

City Clerk Morreale reported that this item was removed from the Consent Calendar by Mayor Pro Tem Misetich and Mayor Long for separate consideration; and late correspondence was distributed prior to the meeting regarding this item.

Mayor Pro Tem Misetich requested a staff report for clarification and Mayor Long inquired as to the justification of the price for the property.

Deputy City Manager Petru provided a brief staff report regarding this item.

Councilman Stern moved, seconded by Councilman Campbell, to adopt staff recommendation to: Authorize the Mayor and City Clerk to sign an Agreement to Purchase Tax-Defaulted Property with the Los Angeles County Tax Collector for a 0.39-acre vacant parcel located on Cherry Hill Lane in the Portuguese Bend Landslide area.

The motion passed on the following roll call vote:

AYES:

Campbell, Misetich, Stern, and Mayor Long

NOES:

None

ABSENT:

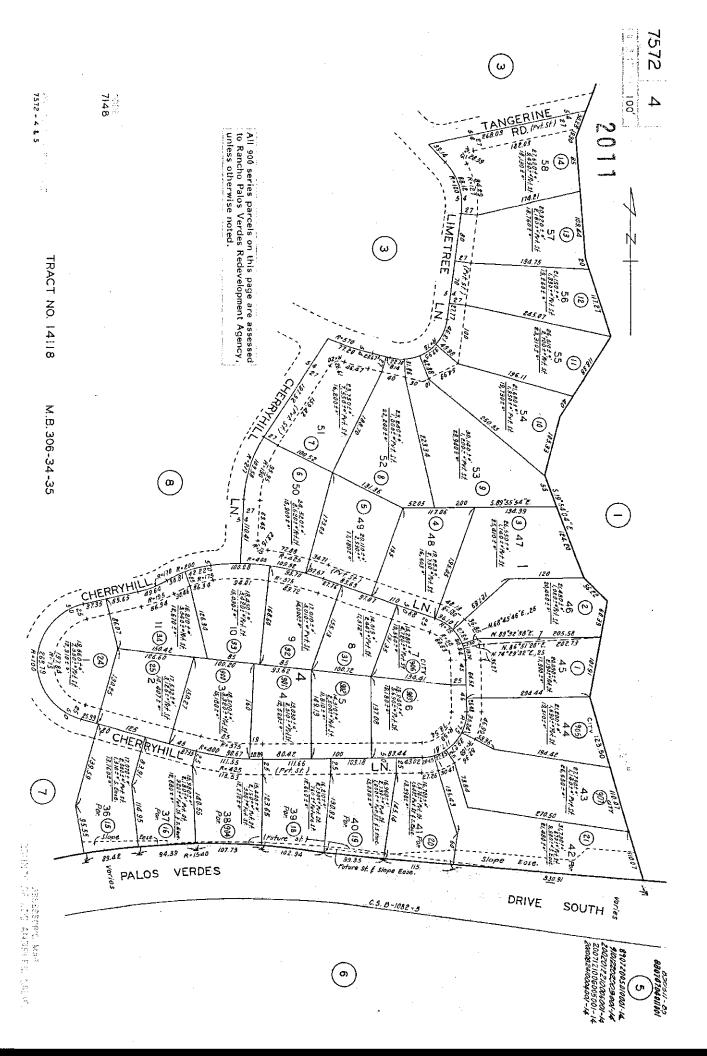
Wolowicz

ABSTAIN:

None

I, Carla Morreale, HEREBY CERTIFY that the foregoing is a full, true and correct excerpt of minutes on this subject at said meeting and in witness whereof, I have hereunto set my hand and affixed the seal of the City of Rancho Palos Verdes on November 28, 2011.

Carla Morreale, City Clerk



AGREEMENT TO PURCHASE LOS ANGELES COUNTY TAX-DEFAULTED PROPERTY

(Public/Taxing Agency)

| This Agreement is made this | | , 20, by and |
|---|------------------------------------|----------------------|
| between the Board of Supervisors of | f Los Angeles County, State | of California, and |
| the CITY OF RANCHO PALOS VERDES ("I | Purchaser"), pursuant to the provi | sions of Division 1, |
| Part 6. Chapter 8, of the Revenue and Taxat | tion Code. | |

The real property situated within said county, hereinafter set forth and described in Exhibit "A" attached hereto and made a part hereof, is tax-defaulted and is subject to the power of sale by the tax collector of said county for the nonpayment of taxes, pursuant to provision of law.

It is mutually agreed as follows:

- 1. That as provided by Section 3800 of the Revenue and Taxation Code, the cost of giving notice of this agreement shall be paid by the PURCHASER.
- 2. That the PURCHASER agrees to pay the total purchase price listed for each real property described in Exhibit "A" within 14 days after the date this agreement becomes effective. Upon payment of said sum to the tax collector, the tax collector shall execute and deliver a deed conveying title to said property to PURCHASER.
- 3. That the PURCHASER agrees that the real property be used for the public use specified on Exhibit "A" of this agreement.
- 4. That if said PURCHASER is a <u>TAXING AGENCY</u>, said agency would not share in the distribution of the payment required by this Agreement as defined by § 3791 and § 3720 of the Revenue and Taxation Code.

APPROVED AS TO FORM:

ANDREA SHERIDAN ORDIN County Counsel

Senior Associate County Counsel

If all or any portion of any individual parcel listed in Exhibit "A" is redeemed prior to the effective date of this agreement, this agreement shall be null and void only as it pertains to that individual parcel. This agreement shall also become null and void and the right of redemption restored upon the PURCHASER'S failure to comply with the terms and conditions of this agreement. Time is of the essence.

0§§3791, 3791.3 3793 R&T Code

X: ID:Chptr 8 Pubagency form Revised 6/24/03

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| By Can |
| Mayor |
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| Board of Supervisors |
| Los Angeles County |
| Ву |
| Chairman of the Board of Supervisors |
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| |

SUPERVISORIAL DISTRICT 4 AGREEMENT NUMBER 2693

EXHIBIT "A"

| LOCATION | FIRST YEAR DELINQUENCY | DEFAULT NUMBER | PURCHASE PRICE | PURPOSE OF ACQUISITION |
|--------------------------------|---------------------------|-------------------|-------------------|--|
| CITY OF RANCHO PALOS VERDES | 2006 | 7572-004-032 | \$15,913.00* | TO INCREASE THE CITY'S ACCESS FROM CHERRY HILL LANE TO THE BOTTOM OF PORTUGUESE CANYON WHERE DRAINAGE IMPROVEMENT EXISTS |

LEGAL DESCRIPTION

TRACT NO 14118 LOT 9 BLK 4

The purchase price quoted on this Exhibit "A" is a projection of the purchase price for a schedule of twelve (12) months. In addition, all cost related to the sale will be added to this price as follows: Cost of Notification, Cost of Publication, Cost of Postage, STPTS Fees, Title Report Fee and Forfeited State Lands Fee. If the agreement is completed in less than the twelve (12) month projection time, then the purchase price will be decreased; however if the completion of the agreement is longer than the twelve (12) month projection time, the price will increase accordingly.

AGREEMENT TO PURCHASE LOS ANGELES COUNTY TAX-DEFAULTED PROPERTY

(Public/Taxing Agency)

| This Agreement is made this | day of | , 20, by and |
|---|------------------------------------|----------------------|
| between the Board of Supervisors of | Los Angeles County, State | of California, and |
| the CITY OF RANCHO PALOS VERDES (" | Purchaser"), pursuant to the provi | sions of Division 1, |
| Part 6, Chapter 8, of the Revenue and Taxat | tion Code. | |

The real property situated within said county, hereinafter set forth and described in Exhibit "A" attached hereto and made a part hereof, is tax-defaulted and is subject to the power of sale by the tax collector of said county for the nonpayment of taxes, pursuant to provision of law.

It is mutually agreed as follows:

- That as provided by Section 3800 of the Revenue and Taxation Code, the cost of giving notice of this agreement shall be paid by the PURCHASER.
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APPROVED AS TO FORM:

ANDREA SHERIDAN ORDIN

County Counsel

Senior Associate County Counsel

If all or any portion of any individual parcel listed in Exhibit "A" is redeemed prior to the effective date of this agreement, this agreement shall be null and void only as it pertains to that individual parcel. This agreement shall also become null and void and the right of redemption restored upon the PURCHASER'S failure to comply with the terms and conditions of this agreement. Time is of the essence.

0§§3791, 3791.3 3793 R&T Code

X: ID:Chptr & Pubagency form Revised 6/24/03

| The undersigned hereby agree to the terms | s and conditions of this agreement and are |
|---|--|
| authorized to sign for said agencies. | $\Omega(I)$ |
| ATTEST: | |
| CITY OF RANCHO PALOS VERDES | By |
| Carla Morreale | Mayor |
| (Seal) City Clerk | |
| A TTTE OTT. | Board of Supervisors / Los Angeles County |
| ATTEST: | Los Angeles County |
| ByClerk of the Board of Supervisors | ByChairman of the Board of Supervisors |
| Clerk of the Board of Supervisors | Chairman of the Board of Supervisors |
| • | |
| , | |
| Deputy Deputy | |
| (seal) | |
| governing body of the City of N/A hereby a agreement. | 5 of the Revenue and Taxation Code the grees to the selling price as provided in this |
| ATTEST: | City of N/A |
| · | |
| | By Mayor |
| | wayor . |
| (seal) | |
| This agreement was submitted to me before have compared the same with the records property described therein. | e execution by the board of supervisors and it of Los Angeles County relating to the real |
| | 4.1651.1 |
| | Los Angeles County Tax Collector |
| | 1 |
| Pursuant to the provisions of Sections 37: Code, the Controller agrees to the selling p foregoing agreement this day of | 75 and 3795 of the Revenue and Taxation rice hereinbefore set forth and approves the _, 20 |
| By: | , STATE CONTROLLER |

SUPERVISORIAL DISTRICT 4 AGREEMENT NUMBER 2693

EXHIBIT "A"

| LOCATION | FIRST YEAR DELINQUENCY | DEFAULT NUMBER | PURCHASE PRICE | PURPOSE OF ACQUISITION |
|--------------------------------|---------------------------|-------------------|-------------------|--|
| CITY OF RANCHO PALOS VERDES | 2006 | 7572-004-032 | \$15,913.00* | TO INCREASE THE CITY'S ACCESS FROM CHERRY HILL LANE TO THE BOTTOM OF PORTUGUESE CANYON WHERE DRAINAGE IMPROVEMENT EXISTS |

LEGAL DESCRIPTION

TRACT NO 14118 LOT 9 BLK 4

The purchase price quoted on this Exhibit "A" is a projection of the purchase price for a schedule of twelve (12) months. In addition, all cost related to the sale will be added to this price as follows: Cost of Notification, Cost of Publication, Cost of Postage, STPTS Fees, Title Report Fee and Forfeited State Lands Fee. If the agreement is completed in less than the twelve (12) month projection time, then the purchase price will be decreased; however if the completion of the agreement is longer than the twelve (12) month projection time, the price will increase accordingly.