

**RESOLUTION NO. 2018 - \_\_\_\_\_**

**A RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY  
OF LAKE DECLARING RESULTS OF MAJORITY PROTEST  
PROCEEDINGS AND ESTABLISHING THE LAKE COUNTY TOURISM  
IMPROVEMENT DISTRICT (LCTID)**

**WHEREAS**, the Property and Business Improvement District Law of 1994 (Streets and Highways Code §36600 et. seq.) authorizes the County to establish business improvement districts upon petition by a weighted majority of the business owners located within the boundaries of the district; and

**WHEREAS**, lodging business owners who will pay more than fifty percent (50%) of the proposed assessment, as weighted according to the amount of the assessment to be paid by the petitioner, within the boundaries of the LCTID have petitioned the Board of Supervisors to establish the LCTID; and

**WHEREAS**, the proposed LCTID includes lodging businesses in the cities of Lakeport and Clearlake; and

**WHEREAS**, consent to include lodging businesses in their respective jurisdictions has been received from the cities of Lakeport and Clearlake; and

**WHEREAS**, included with the petitions was a Management District Plan (Plan) summary that describes the proposed assessment to be levied on lodging businesses within the LCTID to pay for sales and marketing programs, and other improvements and activities set forth in the Plan; and

**WHEREAS**, the assessed lodging businesses within the LCTID will receive a specific benefit from the activities and improvements set forth in the Plan; and

**WHEREAS**, on June 19, 2018 at 9:00 AM at the Lake County Courthouse, 255 North Forbes Street, Lakeport, CA 95453, the Board of Supervisors adopted a Resolution of Intention, Resolution No. 2018- 75 ; and

**WHEREAS**, the public meeting and public hearing to consider the establishment of the LCTID have been properly noticed in accordance with Streets and Highways Code §36623; and

**WHEREAS**, on July 24, 2018 at 9:00 AM at the Lake County Courthouse, 255 North Forbes Street, Lakeport, CA 95453, the Board of Supervisors held a public meeting regarding the establishment of the LCTID, and the Board of Supervisors heard and received objections and protests, if any, to the establishment of the LCTID and the levy of the proposed assessment; and

**WHEREAS**, on August 7, 2018 at 9:00 AM at the Lake County Courthouse, 255 North Forbes Street, Lakeport, CA 95453, the Board of Supervisors held a public hearing regarding the

establishment of the LCTID, and the Board of Supervisors heard and received all objections and protests, if any, to the establishment of the LCTID and the levy of the proposed assessment; and

**WHEREAS**, the Clerk of the Board has determined that there was no majority protest. A majority protest is defined as written protests received from owners of businesses in the proposed LCTID which would pay fifty percent (50%) or more of the assessments proposed to be levied. Protests are weighted based on the assessment proposed to be levied on each lodging business; and

**WHEREAS**, the County bears the burden of proving by a preponderance of the evidence that an assessment imposed for a specific benefit or specific government service is not a tax, that the amount is no more than necessary to cover the costs to the County in providing the specific benefit or specific government service, and that the manner in which those costs are allocated to a payor bear a fair or reasonable relationship to the specific benefits or specific government services received by the payor.

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS THAT:**

1. The recitals set forth herein are adopted by the Board of Supervisors as findings and they are true and correct.
2. The LCTID is hereby established for a five (5) year term, beginning September 1, 2018 through August 30, 2023.
3. The Plan dated March 21 2018 is hereby adopted and approved.
4. The activities to be provided to benefit businesses in the LCTID will be funded by the levy of the assessment. The revenue from the assessment levy shall not be used: to provide activities that directly benefit businesses outside the LCTID; to provide activities or improvements outside the LCTID; or for any purpose other than the purposes specified in this Resolution, the Resolution of Intention, and the Plan. Notwithstanding the foregoing, improvements and activities that must be provided outside the LCTID boundaries to create a specific benefit to the assessed businesses may be provided, but shall be limited to marketing or signage pointing to the LCTID.
5. The Board of Supervisors finds as follows:
  - a) The activities funded by the assessment will provide a specific benefit to assessed businesses within the LCTID that is not provided to those not paying the assessment.
  - b) The assessment is a charge imposed for a specific benefit conferred or privilege granted directly to the payor that is not provided to those not charged, and which does not exceed the reasonable costs to the local government of conferring the benefit or granting the privilege.
  - c) The assessment is a charge imposed for a specific government service or product provided directly to the payor that is not provided to those not charged, and which does not exceed the reasonable costs to the local government of providing the service or product.

d) Assessments imposed pursuant to the LCTID are levied solely upon the assessed business, and the business owner is solely responsible for payment of the assessment when due. If the owner chooses to collect any portion of the assessment from a transient, that portion shall be specifically called out and identified for the transient in any and all communications from the business owner as the "LCTID Assessment" or "Tourism Assessment" as specified in the Plan.

6. The assessments levied for the LCTID shall be applied towards sales and marketing programs to market Lake County lodging businesses as tourist, meeting and event destinations, and other improvements and activities as set forth in the Plan.

7. Assessments levied on lodging businesses pursuant to this resolution shall be levied on the basis of benefit. Because the services provided are intended to increase room rentals, an assessment based on room rentals is the best measure of benefit.

8. The assessments for the entire LCTID will total approximately \$340,000 in year one (1).

9. Bonds shall not be issued to fund the LCTID.

10. The LCTID shall include all lodging business located within the boundaries of the cities of Lakeport and Clearlake and the unincorporated area of Lake County. A boundary map is attached hereto and incorporated herein by reference.

11. The assessments shall be used for the purposes set forth above and any funds remaining at the end of any year may be used in subsequent years in which the LCTID assessment is levied as long as they are used consistent with the requirements set forth herein.

12. The assessments to fund the activities and improvements for the LCTID will be collected by the County on a monthly or quarterly basis, and in accordance with Streets and Highways Code §36631.

13. The Board of Supervisors, through adoption of this Resolution and the Plan, has the right pursuant to Streets and Highways Code §36651, to identify the body that shall implement the proposed program, which shall be the Owners' Association of the LCTID as defined in Streets and Highways Code §36612. The Board of Supervisors has determined that Visit Lake County California shall be the LCTID Owners' Association.

14. Visit Lake County California, pursuant to Streets and Highways Code §36650, shall cause to be prepared a report for each fiscal year, except the first year, for which assessments are to be levied and collected to pay the costs of the improvement and activities described in the report. The first report shall be due after the first year of operation of the LCTID.

15. The LCTID established pursuant to this resolution will be subject to any amendments to the Property and Business Improvement District Law of 1994 (California Streets and Highways Code §36600 et. seq.).

16. The Clerk of the Board, or his or her designee, is directed to take all necessary actions to complete the establishment of the LCTID and to levy the assessments.

17. This Resolution shall take effect immediately upon its adoption by the Board of Supervisors.

**I HEREBY CERTIFY that the foregoing Resolution of Formation was introduced and adopted at a regular meeting of the Board of Supervisors on the 7th day of August, 2018 by the following vote:**

**AYES:**

**NOES:**

**ABSENT OR NOT VOTING:**

**ATTEST: CAROL J. HUCHINGSON**  
**Clerk of the Board**

By: \_\_\_\_\_  
**Deputy**

\_\_\_\_\_  
**Chair, Board of Supervisors**

**APPROVED AS TO FORM;**  
**ANITA L. GRANT**  
**County Counsel**

By:  \_\_\_\_\_

Boundary Map



