



Contra
Costa
County

To: Board of Supervisors
From: David Twa, County Administrator
Date: February 25, 2020

Subject: Property Tax Administrative Cost Recovery

RECOMMENDATION(S):

- OPEN a public hearing, previously fixed for February 25, 2020 at 9:30 a.m., on implementation of the property tax cost recovery provisions of Revenue and Taxation Code section 95.3;
- RECEIVE testimony and CLOSE the public hearing;
- ADOPT the report of the Auditor-Controller filed on January 21, 2020 of the 2018-2019 fiscal year property tax-related costs of the Assessor, Tax Collector, Auditor, and Assessment Appeals Board, including the proposed charges against each local jurisdiction excepting school entities, for the local jurisdiction's proportionate share of such administrative costs; and
- ADOPT Resolution No. 2020/47 regarding the implementation of the property tax administrative cost recovery provisions of Revenue and Taxation Code section 95.3 for fiscal year 2019-2020.

☒ APPROVE

☐ OTHER

☒ RECOMMENDATION OF CNTY
ADMINISTRATOR

☐ RECOMMENDATION OF BOARD
COMMITTEE

Action of Board On: **02/25/2020** ☒ APPROVED AS RECOMMENDED ☐ OTHER

Clerks Notes:

VOTE OF SUPERVISORS

AYE: John Gioia, District I Supervisor
Candace Andersen, District II Supervisor
Diane Burgis, District III Supervisor
Karen Mitchoff, District IV Supervisor
Federal D. Glover, District V Supervisor

I hereby certify that this is a true and correct copy of an action taken and entered on the minutes of the Board of Supervisors on the date shown.

ATTESTED: February 25, 2020

David Twa, County Administrator and Clerk of the Board of Supervisors

Contact: Lisa Driscoll, County
Finance Director (925) 335-1023

By: June McHuen, Deputy

cc:

RECOMMENDATION(S): (CONT'D)

FISCAL IMPACT:

The fiscal year 2018-2019 net cost of property tax administration was \$16,410,381. This amounts to approximately 0.56% of all 2018-2019 property taxes levied countywide. This cost is allocated to each taxing entity in the County based on net revenues of each entity as a percentage of total revenues. School districts, community college districts, and the County Office of Education are exempt from cost recovery. As a result, the County absorbs the schools' share, which this year amounts to \$7,889,347. The net recovery to the County is \$6,568,597.

Total cost of property tax administration	\$16,410,381
Exempt School share of costs	-\$7,889,347
County share of costs	-\$1,952,437
Net recovery to the County	\$6,568,597

BACKGROUND:

In 1997, the Board adopted Resolution No. 97/129, which provides procedures for property tax administrative cost recovery. The recommended actions are necessary for implementation of Resolution No. 97/129 for the current fiscal year.

CONSEQUENCE OF NEGATIVE ACTION:

The County would not recover \$6,568,597 in property tax administrative costs.

ATTACHMENTS

Resolution 2020/47

2019-20 Property Tax Administration Charges