

HOLLY L. WOLCOTT
CITY CLERK

PETTY F. SANTOS
EXECUTIVE OFFICER

City of Los Angeles
CALIFORNIA



KAREN BASS
MAYOR

OFFICE OF THE
CITY CLERK

Neighborhood and
Business
Improvement District
Division
200 N. Spring Street,
Room 395
Los Angeles, CA. 90012
(213) 978-1099
FAX: (213) 978-1130

PATRICE LATTIMORE
DIVISION MANAGER

clerk.lacity.org

December 11, 2023

Honorable Members of the City Council
City Hall, Room 395
200 North Spring Street
Los Angeles, California 90012

Council Districts 5

REGARDING:

THE ENCINO COMMONS 2021-2029 (PROPERTY BASED) BUSINESS
IMPROVEMENT DISTRICT'S 2024 FISCAL YEAR ANNUAL PLANNING REPORT

Honorable Members:

The Office of the City Clerk has received the Annual Planning Report for the Encino Commons 2021-2029 Business Improvement District's ("District") 2024 fiscal year (CF 14-0995). The owners' association of the District has caused to be prepared the Annual Planning Report for City Council's consideration. In accordance with the Property and Business Improvement District Law of 1994, California Streets and Highways Code Section 36650, an Annual Planning Report for the District must be submitted for approval by the City Council. The Encino Commons 2021-2029 Business Improvement District's Annual Planning Report for the 2024 fiscal year is presented with this transmittal for City Council's consideration as "Attachment 1."

BACKGROUND

The Encino Commons 2021-2029 Business Improvement District was established on August 4, 2020 by and through the City Council's adoption of Ordinance No. 186709 which confirmed the assessments to be levied upon properties within the District, as described in the District's Management District Plan. The Council established the District pursuant to State Law.

ANNUAL PLANNING REPORT REQUIREMENTS

The State Law requires that the District's owners' association shall cause to be prepared, for City Council's consideration, an Annual Planning Report for each fiscal year for which assessments are to be levied and collected to pay for the costs of the planned District improvements and activities. The Annual Planning Report shall be filed with the City Clerk and shall refer to the district by name, specify the fiscal year to which the report applies, and,

with respect to that fiscal year, shall contain all of the following: any proposed changes in the boundaries of the district or in any benefit zones within the district; the improvements and activities to be provided for that fiscal year; an estimate of the cost of providing the improvements and activities for that fiscal year; the method and basis of levying the assessment in sufficient detail to allow each real property owner to estimate the amount of the assessment to be levied against his or her property for that fiscal year; the amount of any surplus or deficit revenues to be carried over from a previous fiscal year; and the amount of an contributions to be made from sources other than assessments levied.

The attached Annual Planning Report, which was approved by the District's Board at their meeting on December 7, 2023, complies with the requirements of the State Law and reports that programs will continue, as outlined in the Management District Plan adopted by the District property owners. The City Council may approve the Annual Planning Report as filed by the District's owners' association or may modify any particulars contained in the Annual Planning Report, in accordance with State Law, and approve it as modified.

FISCAL IMPACT

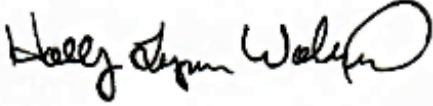
There is no impact to the General Fund associated with this action.

RECOMMENDATIONS

That the City Council:

1. FIND that the attached Annual Planning Report for the Encino Commons 2021-2029 Business Improvement District's 2024 fiscal year complies with the requirements of the State Law
2. FIND that the increase in the 2024 budget concurs with the intentions of the Encino Commons 2021-2029 Business Improvement District's Management District Plan and does not adversely impact the benefits received by assessed property owners.
3. ADOPT the attached Annual Planning Report for the Encino Commons 2021-2029 Business Improvement District's 2024 fiscal year, pursuant to the State Law.

Sincerely,

A handwritten signature in black ink, appearing to read "Holly L. Wolcott", is written over a light blue rectangular stamp. The stamp contains the text "CITY CLERK" and "ENCINO COMMONS" in a grid-like format.

Holly L. Wolcott
City Clerk

Attachment:

Encino Commons 2021-2029 Business Improvement District's 2024 Fiscal Year Annual Planning Report

December 8, 2023

Holly L. Wolcott, City Clerk
Office of the City Clerk
200 North Spring Street, Room 395
Los Angeles, CA. 90012

Subject: Encino Commons 2021-2029 PBID 2024 Annual Planning Report

Dear Ms. Wolcott:

As required by the Property and Business Improvement District Law of 1994, California Streets and Highways Code Section 36650, the Board of Directors of the Encino Commons 2021-2029 Business Improvement District has caused this Encino Commons 2021-2029 Business Improvement District Annual Planning Report to be prepared at its meeting on December 7, 2023.

This report covers proposed activities of the Encino Commons 2021-2029 BID from January 1, 2024 through December 31, 2024.

Sincerely,

A handwritten signature in cursive script that reads "Susan Levi".

Susan Levi

Encino Commons 2021-2029 Business Improvement District

2024 Annual Planning Report

District Name

This report is for the Encino Commons Business Improvement District (District). The District is operated by the Encino Property Business Improvement District, a California non-profit corporation.

Fiscal Year of Report

The report applies to the 2024 Fiscal Year. The District Board of Directors approved the 2024 Annual Planning Report at the December 7, 2023 Board of Director's meeting.

Boundaries

There are no changes to the District boundaries for 2024.

Benefit Zones

There are no changes to the District's benefit zone(s) for 2024.

2024 IMPROVEMENTS, ACTIVITIES AND SERVICES

Marketing: \$750.00 (0.47%)

The Marketing includes newsletters, website and social media management, development and distribution of promotional materials, media advertising, and other programs that will promote the array of goods and services available within the Encino BID.

Streetscape Services: \$105,807.66 (65.70%)

Streetscape Services/Improvements is the primary focus of the BID. Services include: Landscaping will be pruned, shaped or trimmed to maintain their size in respect to safety, pedestrian clearance, species, size of planter or relative surroundings. Sprinkler systems will be continually checked and serviced, while planters without automatic irrigation will be hand watered, including the hanging basket flowers if the use of artificial plants/flowers does not provide for an acceptable alternative to live plants/flowers. Curbs, parking and paved areas will be kept clean and trash receptacles will be emptied, wiped down and kept graffiti free on a regular basis. Additionally, all sidewalks within the district will be pressure washed quarterly. Physical amenities, including benches theme signage, planters and hanging baskets will be replaced, as needed when damaged or excessively worn. Additional theme signage as well as street furniture and other streetscape/landscape amenities may be installed within the BID, as funds allow.

+++++++

The BID had been reserving funds to replace the 140 artificial flower baskets with an anticipated cost of \$48,000. Due to the continued rise of costs for the artificial flowers, the BID sought other alternatives. In November 2023, the BID installed succulent plants in the hanging baskets and has reallocated the remaining portion of the replacement funds to the ongoing cost of watering which is anticipated to be \$23-\$30,000 annually. Any remaining funds will be allocated for future years' maintenance and replacing any plants necessary.

Program Management: \$32,400.00 (20.12%)

Program Management includes the cost of personnel to oversee implementation of the Management District Plan and the various programs, services and improvement projects delineated in the Plan during the District's 9-year term. This element also includes oversight of the Owners' Association's compliance with the terms of its contract with the City.

Operations: \$22,100.00 (13.72%)

Operating Expenses includes costs associated with a BID management operation such as professional services (e.g. legal, accounting, insurance), printing, postage, supplies, production of the Annual Planning Report and Budget and quarterly reports and participation in professional peer/best practice forums such as the LA BID Consortium, the California Downtown Association or the International Downtown Association. It also covers the costs associated with District renewal, as well as City and/or County fees associated with their oversight of the District.

Total Estimate of Cost for 2024

A breakdown of the total estimated 2024 budget is attached to this report as **Appendix A**.

Method and Basis of Levying the Assessment

The Method for levying the 2024 assessment remains the same as listed in the Management District Plan. Annual assessments are based upon an allocation of program costs and a calculation of assessable square footage. Assessments are determined by building square footage, land area and prime (Ventura Boulevard) street frontage. The Management District Plan allows for maximum annual assessment increase of 5%. The Board voted for no CPI increase for 2024. The assessment rates for 2024 are as follows:

Building Area: \$0.0490 per square foot
Land Area: \$0.0135 per square foot
Frontage: \$4.226 per linear foot

(There is No CPI increase for 2024)

Surplus Revenues: \$28,700.00

The BID had been reserving funds to replace the 140 artificial flower baskets with an anticipated cost of \$48,000. Due to the continued rise of costs for the artificial flowers, the BID sought other alternatives. In November 2023, the BID installed succulents in the hanging baskets and has reallocated the remaining portion of the replacement funds to the ongoing cost of watering which is anticipated to be \$23-\$30,000 annually. Any remaining funds will be allocated for future years' maintenance and replacing any plants necessary.

Anticipated Deficit Revenues

There are no deficit revenues that will be carried over to 2024.

Contribution from Sources other than assessments: \$2,407.00

General Benefit

APPENDIX A- TOTAL ESTIMATED REVENUES/EXPENDITURES FOR THE Encino Commons 2021-2029 BID- FY 2024

<u>2024 Assessments</u>	<u>\$129,950.66</u>	
<u>Estimated Carryover from 2023</u>	<u>\$28,700.00</u>	
<u>Other Income</u>	<u>\$2,407.00</u>	
<u>Total Estimated Revenues</u>	<u>\$161,057.66</u>	
<u>2024 Estimated Expenditures</u>		<u>Pct.</u>
<u>Marketing</u>	<u>\$750.00</u>	<u>0.47%</u>
<u>Streetscape Services</u>	<u>\$105,807.66</u>	<u>65.70%</u>
<u>Program Management</u>	<u>\$32,400.00</u>	<u>20.12%</u>
<u>Operations</u>	<u>\$22,100.00</u>	<u>13.72%</u>
<u>Total Estimated Expenditures</u>	<u>\$161,057.66</u>	<u>100%</u>