

RESOLUTION NO. 35-22

**APPROVING A PROPERTY TAX REIMBURSEMENT AGREEMENT
WITH YUBA COUNTY**

WHEREAS The State Controller's Office conducted an audit of the COUNTY's property tax procedures and calculations for the fiscal years 2014/2015 through 2020/2021 to determine whether the COUNTY complied with California statutes pursuant to the requirements of Government Code section 12468; and

WHEREAS the audit found the COUNTY over collected property tax administration fees (PTAF) from the CITY for the years 2017/18 through 2020/21. For that period, the CITY was overcharged by \$49,807.37. The COUNTY corrected the error for the 2021/22 fiscal year; and

WHEREAS the audit also found the COUNTY made errors in the VLF (Vehicle License Fee) calculation for the years 2015/16 through 2020/21. The VLF shift calculation for the CITY incorrectly factored the annexation in the year 2015/16 resulting in an overpayment of the revenue to the CITY from ERAF in the amount of \$257,723.97; and

WHEREAS, due to the timing of the audit and the findings, the COUNTY Auditor-Controller elected not to adjust the VLF calculation for the 2021/22 fiscal year. The corrections for the 2021/22 fiscal result in the CITY owing ERAF an additional \$50,501.68; and

WHEREAS, as a result of the audit findings relating to VLF, the COUNTY and CITY agree the CITY owes a total of \$308,225.65 to ERAF and the COUNTY; and

WHEREAS, as a result of Audit findings Yuba County owes CITY \$49,807.37 for over collected property tax administration fees (PTAF); and

WHEREAS, the CITY and COUNTY have agreed to a Reimbursement Agreement that is attached to this resolution as Exhibit 1.

THEREFORE,

The Wheatland City Council approves the Reimbursement Agreement (Exhibit 1) and directs the Mayor to sign.

AYES: Coe, Shelton, West

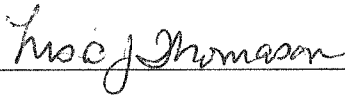
NOES:

ABSENT: McIntosh, Pendergraph

ABSTAIN:



Rick West, Mayor

ATTEST: 

Lisa J. Thomason, City Clerk