

NOTICE OF ASSESSMENT
UNDERGROUND UTILITY ASSESSMENT DISTRICTS 19-12 AND 19-14

On October 1, 2019, the Manhattan Beach City Council approved the levy of an assessment to pay for the undergrounding of overhead utilities within Underground Utility Assessment District (UUAD) No. 19-12 and UUAD No.19-14. The assessment diagram, with respect to your property as referenced above, was recorded in the Office of the Los Angeles Courts Registrar-Recorder's Office on October 2, 2019. The Total Underground Utility Assessment Amount for each parcel was recorded in the Office of the Superintendent of Streets of the City of Manhattan Beach on October 2, 2019, and all sums assessed thereon are due and payable immediately. Of the ballots returned by the property owners, 62.27% and 64.19% (by weighted assessment) were in favor of forming UUAD No. 19-12 and UUAD No.19-14, respectively, in order to facilitate the financing of the underground projects. Each property owner within UUAD No. 19-12 and UUAD 19-14 was provided a Notice stating such property owner's Total Underground Utility Assessment Amount.

You may choose to pay all or part of your Total Underground Utility Assessment Amount to the City of Manhattan Beach, Department of Finance, 1400 Highland Ave., Manhattan Beach, CA 90266 on or before November 5, 2019. Please note there are three (3) possible options for payment.

- Payment Option 1: Pay the Discounted Total Underground Utility Assessment Amount in full on or before November 5, 2019, and remove the entire assessment lien from your property. The discounted amount reflects an approximate 9% reduction from the Total Underground Utility Assessment Amount since no bond costs will be incurred. Payments must be submitted to the City of Manhattan Beach as identified above.
- Payment Option 2: Pay a part or no part of the Total Underground Utility Assessment Amount by November 5, 2019, and the Total Underground Utility Assessment lien balance will remain on your property. If you pay a portion of the discounted Total Underground Utility Assessment, the Total Underground Utility Assessment will be proportionally reduced. A lien for the remainder of your Total Underground Utility Assessment Amount as of November 5, 2019 will remain on your property for a period not to exceed 20 years. If no payment is received, then the full amount of the Total Underground Utility Assessment will go to bond. The City intends to issue bonds pursuant to the Improvement Bonds Act of 1915 in the amount of the unpaid portion of your Total Underground Utility Assessment Amount as previously described in the ballot materials.
- Payment Option 3: Defer all or part of your Total Underground Utility Assessment Amount if you qualify under State of California, State Controller's Office guidelines. If you are 62 years of age or older, or blind or disabled at the time of filing (for a continuous period of at least one year) and had a total household income for the prior year of \$35,500 or less, you may qualify for property tax deferral. Please contact the State Controller's Office at (916) 327-5587 or (916) 445-2636 for additional information and applications.

City Assessment

Deferral Plan: If an owner selects Payment Option 2, annual debt service for the bonds to be issued will appear on the property tax bills starting in Fiscal Year 2020-2021. For

those owners whose total household income exceeds \$35,500, the City has implemented an Assessment Deferment Plan (ADP). Depending on income level, the City will contribute an amount toward annual debt service payment. The ADP was presented to City Council at the August 6, 2019 meeting. Included in the plan is a provision for deferring future connection costs for ADP participants. Throughout the deferral period, contributions plus interest will accumulate and be considered as a loan against the property.

If you have any questions, please contact the City's Project Manager, Anastasia Seims, at (310) 802-5361.