

City Council Staff Report

DATE:

May 16, 2012

PUBLIC HEARING

SUBJECT:

DELINQUENT WASTE DISPOSAL CHARGES

FROM:

David H. Ready, City Manager

BY:

Director of Public Works/City Engineer

SUMMARY

All residential properties, in accordance with the Municipal code, must have trash collection services and pay a mandatory waste disposal fee, unless granted an exemption from the City. Annually, the City receives a list from its franchised waste hauler, Palm Springs Disposal Services, of all properties that have not paid their waste disposal fee. In order to collect the unpaid charges, Palm Springs Disposal Services, pursuant to their franchise agreement with the City, has requested that these properties be placed on the County Property Tax Rolls for collection. The waste hauler has made all reasonable efforts to diligently pursue and collect all fees and charges due to them. However, several accounts still remain unpaid as indicated in the list on file in the City Clerk's Office. This action is consistent with past practice and the applicable legal requirements for placement of a lien against property.

RECOMMENDATION:

- Adopt Resolution No. _____ "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PALM SPRINGS, CALIFORNIA DETERMINING CERTAIN WASTE DISPOSAL ACCOUNTS TO BE DELINQUENT AND DIRECTING THE PLACEMENT OF THESE ACCOUNTS ON THE COUNTY PROPERTY TAX ROLLS FOR COLLECTION.
- 2. Authorize the City Manager to execute all documents necessary to effectuate this action.

STAFF ANALYSIS:

The City requires all residential properties to have trash collection services and to pay a mandatory waste disposal service fee, unless granted an exemption as provided under Palm Springs Municipal Code Section 6.04.200(d). The collection of trash from all inhabited properties is essential to maintaining the health and safety of the community at large. For this reason, solid waste charges, if unpaid, are considered a civil debt.

Each year Palm Springs Disposal Services provides a list of all delinquent accounts to the City for placement on the property tax rolls. Collection of delinquent solid waste charges through the tax rolls is authorized under Palm Springs Municipal Code Section 6.04.215 pursuant to Sections 38790.1 and 25831 of the California Government Code. This year, a total of 1,164 delinquent accounts have been identified. In April, Palm Springs Disposal Services mailed notices, pursuant to Government Code Section 25831(b), to all delinquent accounts advising them that unless payment was immediately received the delinquent charges would be placed on the property tax rolls for collection.

Notification of this hearing was mailed to each property owner on the delinquent list on April 13, 2012. Since mailing of these notices, Palm Springs Disposal Services has received payment in full from 204 accounts. This leaves a balance of 960 delinquent accounts representing approximately \$279,143.37 in lost revenues to the waste disposal company. A list of all delinquent accounts is on file with the City Clerk's Office for public inspection.

A final list, with any payments, credits and other adjustments received after the public hearing, will be submitted to the County Auditor-Controller's Office on June 30, 2012. Any account still delinquent after this date will be placed on the County property tax rolls for collection. All amounts collected by the County will be remitted to the City. Palm Springs Disposal Services has agreed to pay the City 10% of the total amount collected as reimbursement of its cost to place these accounts on the tax rolls.

The proposed hearing is consistent with past practice and applicable legal requirements. Action to collect debts through the tax roll process is a cost effective and efficient method of debt collection. Moreover, if Palm Springs Disposal Services is unable to collect from these delinquent accounts, the service fees for all other customers may have to be increased to cover the bad debt.

FISCAL IMPACT:

Since the City receives franchise, administrative, recycling and diversion facility fees from Palm Springs Disposal Services, collection from all delinquent accounts should provide an additional \$27,914.34 in revenues to the City. In addition, Palm Springs Disposal Services has agreed to pay the City 10% of the total amount collected as reimbursement of its expenses for placing these delinquent accounts on the tax roll.

David J. Barakian, Director of Public Works/City Engineer

David H. Ready, City Manager

Attachment:

1. Resolution Determining Certain Waste Disposal Accounts to be Delinquent and Directing the Placement of these Accounts on the County Property Tax Rolls for Collection

RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE **CITY** OF PALM **SPRINGS** CALIFORNIA, DETERMINING CERTAIN WASTE **DISPOSAL** ACCOUNTS TO BE DELINQUENT AND DIRECTING THE PLACEMENT OF THESE ACCOUNTS ON THE COUNTY PROPERTY TAX ROLL **FOR** COLLECTION

WHEREAS, the City Council has determined that the collection of trash from all inhabited properties is essential to maintaining the health and safety of the community at large; and

WHEREAS, the City requires all residential properties to have trash collection services and to pay a mandatory waste disposal service fee unless granted an exemption as provided under Palm Springs Municipal Code Section 6.04.200(d); and

WHEREAS, the City's franchised waste hauler, Palm Springs Disposal Services, is required to provide trash collection services to all residential properties regardless whether payment has been made; and

WHEREAS, in lieu of Palm Springs Disposal Services discontinuing service where accounts become delinquent, the City of Palm Springs has agreed that the collection of delinquent accounts shall, after public hearing thereon, be made in the same manner, and at the same time, as the collection of ad valorem tax assessments; and

WHEREAS, Section 38790.1 of the California Government Code authorizes the City to collect delinquent refuse bills through the placement of a special assessment to be collected with county taxes; and

WHEREAS, pursuant to Section 38790.1 and 25831 of the California Government Code all property owners have been notified of the delinquent account and the public hearing has been noticed and scheduled for May 16, 2012; and

WHEREAS, the City Council, on May 16, 2012, held a duly-noticed public hearing on the delinquent accounts, heard all protests thereto, and found that said accounts were delinquent and should be placed on the tax roll to be collected as ad valorem tax assessments, as provided by California Government Code Section 38790.1 and Section 6.04.215 of the Palm Springs Municipal Code.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Palm Springs, California, as follows:

Resolution No. Page 2

- Section 1. That Section 6.04.200 of the Palm Springs Municipal Code provides that trash collection services is mandatory and the City Council hereby finds that the collection of the delinquent waste disposal charges, together with general taxes, is in the best interest of the health and welfare of the community.
- Section 2. The list of properties and the amount to be collected, on file in the office of the City Clerk, shall be forwarded to the County Auditor-Controller for placement on the tax bill as a special assessment in accordance with the provisions of Section 38790.1 of the Government Code and Section 6.04.215 of the Palm Springs Municipal Code. The list shall be updated prior to submission to the County Auditor-Controller to reflect all payments, credits and any other adjustments as of June 30, 2012.

PASSED AND ADOPTED at a regular meeting of the City Council of the City of Palm Springs held May 16, 2012.

| | CITY OF PALM SPRINGS |
|--|--------------------------------|
| ATTEST: | David H. Ready City Manager |
| James Thompson City Clerk | |
| | CERTIFICATION |
| STATE OF CALIFORNIA) COUNTY OF RIVERSIDE) CITY OF PALM SPRINGS) | SS. |
| I, JAMES THOMPSON, City Clerk of the City of Palm Springs, hereby certify that Resolution No is a full, true and correct copy, and was duly adopted at a regular meeting of the City Council of the City of Palm Springs on May 18, 2011, by the following vote: | |
| AYES: NOES: ABSENT: ABSTAIN: | |
| | James Thompson, City Clerk |

Palm Springs Disposal Services

4690 East Mesquite Avenue P O Box 2711 Palm Springs, CA 92263-2711 www.palmspringsdisposal.com Telephone: (760) 327-1351 Fax: (760) 323-5132

March 19, 2012

Mr. Geoffrey Kiehl Director of Finance City of Palm Springs P.O. Box 2743 Palm Springs, CA 92263-2743 2012 MAR 21 AM 8: 14

JAMES THOMPSON

Dear Mr. Kiehl:

We are requesting a date on the City Council Agenda for the "Public Hearing" in order for Palm Springs Disposal Services Inc. to place delinquent billings on the County Tax Rolls.

Due to time constraints from the County of Riverside we would appreciate your help getting this item on the agenda no later than May 16, 2012.

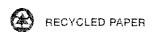
You may email me at <u>della@palmspringsdisposal.com</u> or call me at Ext. 304 with your approval of this date.

Thank you,

Della Roop
Office Manager

DR/sa

cc: James Thompson, City Clerk
David Barakian-Director of Public Works



Palm Springs Disposal Services

4690 E. Mesquite Ave. P.O. Box 2711 Palm Springs CA 92263 Telephone: 760-327-1351

May 2, 2012

Mr. David Barakian
Public Works Department
City of Palm Springs
P.O. Box 2743
Palm Springs, CA 92263-2743

Dear Mr. Barakian:

Enclosed are the items you require with regard to placing accounts in arrears on the tax roll for collection, and for the Public Hearing scheduled on May 16, 2012.

- 1. An Affidavit certifying the mailing of notice to accounts in arrears.
- 2. Sample of notices sent.
- 3. Printout dated May 2, 2012, listing the accounts in arrears, which we are submitting for presentation to the City Council. The report was emailed to Tabitha Richards as well if additional copies are needed.

We submit the proposed accounts and request that arrears be placed on the tax roll for collection. Any payments received will be applied against the arrears up to the deadline established for the County submittal. If arrears are paid and are received prior to the deadline, the account will be deleted from the final County report.

May 2, 2012, Report totals: 960 accounts; total due is \$279,143.37.

Sincerely,

Uller Royp

Della Roop Office Manager

Enclosures

CC: R. Wade

I, Della Roop, declare as follows: I am an employee of Palm Springs Disposal Services, over the age of 18. My business address is 4690 East Mesquite Avenue, P.O. Box 2711, Palm Springs, California, 92263-2711. On April 13, 2012, I served the attached NOTICE OF FILING REPORT AND NOTICE OF HEARING RE: COLLECTION OF DELINQUENT WASTE DISPOSAL CHARGES WITH GENERAL TAXES by placing a copy thereof, postage paid, in an envelope addressed to each of the persons listed and at the addresses shown on that certain document entitled "List All Tax Roll Candidates for the City of Palm Springs as of This Date—May 2, 2012, a copy of which is on file with the Audit Division, Finance Department, City of Palm Springs, CA, and placed each of said envelopes for mailing in the United States Post Office at Palm Springs, California.

I declare under penalty of perjury that the foregoing is true and correct.

Executed at Palm Springs, California on May 2th 2012.

Re: Service Address:

Account #:

County Assessment #:

Current Amount Due Now: \$1,057.36

NOTICE OF PUBLIC HEARING CITY COUNCIL CITY OF PALM SPRINGS

PLACEMENT OF DELINQUENT TRASH SERVICE FEES AS OF JUNE 30, 2012 ON THE COUNTY TAX ROLLS

NOTICE IS HEREBY GIVEN that the City Council of the City of Palm Springs, California, will hold a public hearing in the Council Chamber at City Hall, 3200 East Tahquitz Canyon Way, Palm Springs beginning at 6:00 p.m., on May 16, 2012, to consider the following:

Pursuant to Health and Safety Code Section 5473(a) and Government Code Section 25831, a written report has been filed with the City Clerk of the City of Palm Springs, containing a description of each parcel of real property receiving waste disposal service for which payment is delinquent and containing the amount of delinquent waste disposal service charges for each such parcel for the period ending June 30, 2012, computed in conformity with the charges prescribed in Section 6.04.200 of the Palm Springs Municipal Code.

The purpose of the hearing is to determine whether the delinquent waste disposal charges described in said report shall be collected on the tax roll in the same manner, by the same person and at the same time as, together with and not separately from, the general taxes of the City of Palm Springs. This means that, if the delinquent charges are not paid in a timely manner, they may be assessed against the property and collected as a tax lien.

The written report describing each parcel of real property receiving waste disposal service for which payment is delinquent is available for review at the Office of the City Clerk between the hours of 8:00 a.m. and 6:00 p.m., Monday through Thursday. Please contact the Office of the City Clerk, at (760) 323-8204 if you would like to schedule an appointment to review the report of parcels that are currently delinquent in their payment of disposal service fees.

If you wish to protest the charges you may respond to this notice verbally at the public hearing and/or in writing before the public hearing. Written comments can be made to the City Council by letter (for mail or hand delivery) to:

James Thompson, City Clerk 3200 E. Tahquitz Canyon Way Palm Springs, CA 92263

An opportunity will be given at said hearing for all interested persons to be heard. Questions regarding this matter may be directed to Tabitha Richards, Public Works & Engineering, (760) 323-8253 Ext. 8750.

Si necesita ayuda con esta carta, porfavor llame a la Ciudad de Palm Springs y puede hablar con Nadine Fieger telefono (760) 323-8245.

James Thompson, City Clerk

To avoid having a lien placed against your property you must make payment directly to the City's contractor, Palm Springs Disposal Services by June 15, 2012. When making payment please write LIEN on your payment envelope as well as your check/money order. The contractor's address is:

Palm Springs Disposal Services P. O. Box 2711 Palm Springs CA 92263-2711 760-327-1351

Palm Springs Disposal Services

4690 E. Mesquite Ave. P.O. Box 2711 Palm Springs CA 92263 Telephone: 760-327-1351

May 2, 2012

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City of Palm Springs
P.O. Box 2743
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I declare under penalty of perjury that the foregoing is true and correct.

Executed at Palm Springs, California on May 2th 2012.

(Signature)