

**OTAY MESA ENHANCED INFRASTRUCTURE FINANCING  
DISTRICT PUBLIC FINANCING AUTHORITY  
Meeting of June 22, 2023**

**DATE ISSUED:** June 15, 2023

**SUBJECT:**

Otay Mesa Enhanced Infrastructure Financing District (District) Fiscal Year (FY) 2022 Annual Report and annual review of the Infrastructure Financing Plan (IFP)

**CONTACT/PHONE NUMBER:**

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**DESCRIPTIVE SUMMARY OF ITEM:**

This item includes:

1. Adoption of the District's FY 2022 Annual Report;
2. Annual review of the District's IFP.

**STAFF RECOMMENDATION:**

Adopt a resolution approving the District's FY 2022 Annual Report and annual review of the District's IFP.

**EXECUTIVE SUMMARY OF ITEM:**

FY 2022 Annual Report

The California Government Code §53398.66.(j)(3) requires the Public Financing Authority (Authority) adopt an Annual Report containing certain District information for the prior fiscal year on or before June 30 of each year after holding a public hearing.

The FY 2022 Annual Report has been prepared by the Department of Finance (Attachment 1). The report was made available to the public on the District's website on May 19, 2023. Written notices were mailed to all residents and land

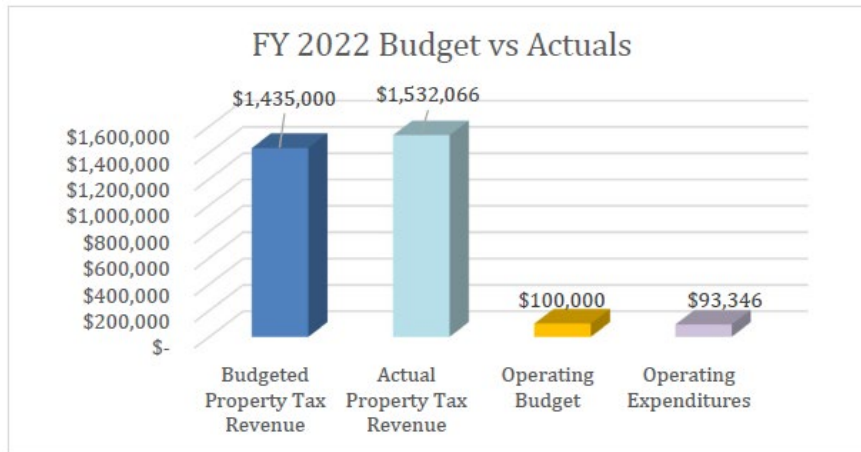
owners within the area covered by the District, advising them of the availability of the Annual Report on the District’s website and the June 22, 2023 public hearing.

In compliance with statutory requirements, the District’s FY 2022 Annual Report includes the following information:

**Description of projects undertaken in the fiscal year**

The La Media Road Improvements (S-15018) is the only project that was funded by the District during FY 2022.

**Chart comparing budget to actual revenues and expenses**



FY 2022 property tax revenues were \$1,532,066, 6.8% over the budgeted amount of \$1,435,000. Operating expenditures were \$93,346, 6.7% under the budgeted amount of \$100,000.

**Amount of tax increment revenues received**

As shown above, a total of \$1,532,066 in tax increment revenues were received.

**Assessment of the status of the District’s projects**

The La Media Road Improvements Project (S-15018) was the only active District project during FY 2022. A total of \$1,435,000 in tax increment net revenue was allocated to the project. During FY 2022, staff completed the final design and started working on the construction contract and specifications to get the project ready for the advertisement phase. Staff also continued their efforts towards obtaining the required resource agency permits and authorizations, and continued coordination with Caltrans to obtain the necessary encroachment permit.

**Amount of revenues expended to assist private business**

The primary purpose of the District is to fund capital improvements that serve the community at-large. In FY 2022, revenues were not expended to assist private businesses. Furthermore, it is not anticipated that District revenues will be used to assist private businesses going forward.

Review of District's IFP

Pursuant to Government Code section 53398.66(j)(1), the Authority is required to review the District's IFP, at least annually, and make any amendments that are necessary and appropriate. For the current year, staff has no recommended amendments to the IFP for the Authority's consideration.

**ENVIRONMENTAL IMPACT:**

This activity is not a project as defined by the California Environmental Quality Act (CEQA) Section 21065 and CEQA Guidelines Section 15378(b)(4) as it is a government fiscal activity which does not involve any commitment to any specific project which may result in a potentially significant physical impact on the environment, and therefore this activity is not subject to CEQA pursuant to CEQA Guidelines Section 15060(c)(3).

**CONCLUSION:**

The Annual Report for the District has been reviewed by the Department of Finance, Planning, and City Attorney. It is recommended that the Authority adopt the resolution approving the District's FY 2022 Annual Report and confirm the annual review of the District's IFP.

Respectfully submitted,

Richard Eyre  
Financial Operations Manager  
City of San Diego  
Department of Finance – Debt Management Division

**Attachment:**

Attachment 1: Otay Mesa EIFD Fiscal Year 2022 Annual Report