

RESOLUTION NO. R.A. 1-2009

A RESOLUTION OF THE REDEVELOPMENT  
AGENCY OF THE CITY OF LONG BEACH, CALIFORNIA,  
MAKING CERTAIN FINDINGS REGARDING THE  
PAYMENT OF THE AGENCY'S EDUCATIONAL REVENUE  
AUGMENTATION FUND (ERAF) ALLOCATION FOR  
FISCAL YEAR 2008-2009

WHEREAS, Chapter 751, Statutes of 2008 requires redevelopment agencies to shift property tax revenues to schools and community colleges through the Educational Revenue Augmentation Fund (ERAF) for fiscal year 2008-2009; and

WHEREAS, the Redevelopment Agency has insufficient funds to pay its 2008-2009 ERAF allocation amount from non-setaside funds, and must borrow certain funds from the Agency's Low and Moderate Income Housing Fund in order to pay such allocation;

NOW, THEREFORE, the Redevelopment Agency of the City of Long Beach, California resolves as follows:

Section 1. The Agency hereby borrows the following amounts from funds allocated to following project areas' Low and Moderate Income Housing Funds for fiscal year 2008-2009:

Central Redevelopment Project Area	\$279,607
Downtown Redevelopment Project Area	\$277,936
Los Altos Redevelopment Project Area	\$9,716
North Redevelopment Project Area	\$517,095
Poly High Redevelopment Project Area	\$10,332
West Beach Redevelopment Project Area	\$23,398
West Long Beach Industrial Redevelopment Project Area	\$96,115

Such funds shall be utilized solely to pay the Agency's required contribution to the ERAF, and shall be repaid to each project area's Low and Moderate Income Housing Fund within ten years of remittance of such funds.

Section 2. The Agency determines that there are insufficient other moneys to meet the Agency's ERAF contribution requirement for fiscal year 2008-2009. This finding is supported by the following facts:

Economic conditions have led to high property assessment appeals and low property tax collection rates, which at this point in the fiscal year are estimated to result in less tax increment revenue being allocated to the Agency during fiscal year 2009 than previously anticipated. The result is that all of the project areas will have insufficient funds to cover estimated expenses. At this point in the fiscal year, each project area's expenses are expected to exceed available funds, leading to insufficient funds to make the entire ERAF payment from gross tax increment net of the Low and Moderate Income Housing Fund.

Section 3. The Agency further determines there are no executed contracts that would be impaired as a result of the loan described in Section 1 above.

APPROVED AND ADOPTED by the Redevelopment Agency of the City of Long Beach, California this 2nd day of February, 2009.



Executive Director/Secretary

APPROVED:



Chair