



# CITY OF LONG BEACH

DEPARTMENT OF COMMUNITY DEVELOPMENT

# R-43

333 WEST OCEAN BOULEVARD • LONG BEACH, CALIFORNIA 90802

November 14, 2006

HONORABLE MAYOR AND CITY COUNCIL  
City of Long Beach  
California

## RECOMMENDATION:

Adopt the attached resolution finding that the use of taxes allocated to the North Long Beach Redevelopment Project on behalf of the Central Long Beach Redevelopment Project for the purpose of increasing, improving and preserving the community's supply of low- and moderate-income housing will be of benefit to the North Long Beach Redevelopment Project. (Citywide)

## DISCUSSION

On September 12, 2006, the City Council approved the Fiscal Year 2007 (FY07) budget of the Redevelopment Agency of the City of Long Beach (Agency) as part of the City's overall budget. The Agency's FY07 budget includes a \$1.3 million payment to the City's Low- and Moderate- Income Housing Fund by the North Long Beach Redevelopment Project Area on behalf of the Central Long Beach Project Area. In turn, the Central Long Beach Redevelopment Area's FY07 Budget includes a \$1.3 million loan repayment to the City. This loan repayment continues a transfer of funds that started in Fiscal Year 2006 (FY06).

In order for the North Long Beach Redevelopment Project Area to pay a portion of the Central Long Beach Redevelopment Project Area's housing set aside obligation, the Agency and City Council must make a finding that the payment of additional housing set aside is of benefit to the project area making the additional payment. The Agency passed a resolution making such a finding on July 17, 2006.

This letter was reviewed by Assistant City Attorney Heather Mahood on October 11, 2006, and Budget Management Officer David Wodynski on October 25, 2006.

TIMING CONSIDERATIONS

Consideration of this item is requested on November 14, 2006, to expeditiously assist the City of Long Beach with its current FY07 General Fund budget.

FISCAL IMPACT

The \$1.3 million transfer of funds was included in both the Agency's FY07 budget and the City's FY07 General Fund budget. Approval of the attached resolution will generate \$1.3 million in revenue to be deposited in the General Fund.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



PATRICK H. WEST  
DIRECTOR OF COMMUNITY DEVELOPMENT

PHW:CB:LAF:laf

APPROVED:



GERALD R. MILLER  
CITY MANAGER

Attachment: Resolution

Robert E. Shannon  
City Attorney of Long Beach  
333 West Ocean Boulevard  
Long Beach, California 90802-4664  
Telephone (562) 570-2200

RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LONG BEACH FINDING THAT THE USE OF TAXES ALLOCATED TO THE NORTH REDEVELOPMENT PROJECT ON BEHALF OF THE CENTRAL REDEVELOPMENT PROJECT FOR THE PURPOSE OF INCREASING, IMPROVING AND PRESERVING THE COMMUNITY'S SUPPLY OF LOW- AND MODERATE-INCOME HOUSING WILL BE OF BENEFIT TO THE NORTH REDEVELOPMENT PROJECT

WHEREAS, the Redevelopment Agency of the City of Long Beach, California (the "Agency"), adopted redevelopment plans for the North Long Beach Redevelopment Project (the "North Project") and the Central Long Beach Redevelopment Project (the "Central Project"); and

WHEREAS, Section 33334.2 of the California Community Redevelopment Law (Health and Safety Code Section 33000 et seq.) requires that not less than twenty percent (20%) of all taxes allocated to each project area be used by the Agency for the purpose of increasing, improving and preserving the community's supply of low- and moderate-income housing available at affordable housing cost; and

WHEREAS, the Agency desires to utilize funds presently allocated to the North Project to assist the Central Project in meeting its twenty percent (20%) set aside obligation; and

WHEREAS, Section 33334.3 of the Community Redevelopment Law provides that the Agency may use such funds in this manner if a finding is made by resolution of the Agency and the City Council that such use will be of benefit to the North Project;

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1 NOW, THEREFORE, the City Council of the City of Long Beach resolves  
2 as follows:

3 Section 1. That the use of taxes allocated to the North Project to assist  
4 the Central Project's obligation of increasing, improving and preserving the community's  
5 supply of low- and moderate-income housing available at affordable housing cost will  
6 be of benefit to the North Project.

7 Sec. 2. This resolution shall take effect immediately upon its  
8 adoption by the City Council, and the City Clerk shall certify the vote adopting this  
9 resolution.

10 I hereby certify that the foregoing resolution was adopted by the City  
11 Council of the City of Long Beach at its meeting of \_\_\_\_\_, 2006,  
12 by the following vote:

13 Ayes: Councilmembers: \_\_\_\_\_  
14 \_\_\_\_\_  
15 \_\_\_\_\_  
16 \_\_\_\_\_

17 Noes: Councilmembers: \_\_\_\_\_  
18 \_\_\_\_\_

19 Absent: Councilmembers: \_\_\_\_\_  
20 \_\_\_\_\_

21 \_\_\_\_\_  
22 \_\_\_\_\_  
23 City Clerk

24  
25  
26  
27 HAM:fl  
5/31/06  
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