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ORDINANCE NO. C-

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF LONG BEACH, CALIFORNIA, AMENDING ORDINANCE NOS. C-5063, C-5138, C-5275, C-6311, C-7295, C-7576, C-7597, C-7885, AND C-7913 AND APPROVING AND ADOPTING THE NINTH AMENDMENT TO THE REDEVELOPMENT PLAN FOR THE POLY HIGH REDEVELOPMENT PROJECT

WHEREAS, the City Council of the City of Long Beach (the "City Council") adopted Ordinance No. C-5063 on April 3, 1973, approving and adopting the Redevelopment Plan (the "Redevelopment Plan") for the Poly High Redevelopment Project (the "Project"); and

WHEREAS, the City Council adopted Ordinance Nos. C-5138 on August 20, 1974; C-5275 on December 14, 1976; C-6311 on November 11, 1986; C-7295 on December 13, 1994; C-7576 on November 17, 1998; C-7597 on March 16, 1999; C-7885 on November 11, 2003; and C-7913 on April 6, 2004, amending the Redevelopment Plan; and

WHEREAS, the Redevelopment Agency of the City of Long Beach (the "Agency") has been designated as the official redevelopment agency to carry out in the City of Long Beach the functions and requirements of the Community Redevelopment Law of the State of California (Health and Safety Code Section 33000 et seq.) and to implement the Redevelopment Plan; and

WHEREAS, the Agency has proposed a Ninth Amendment to the Redevelopment Plan for the Poly High Redevelopment Project (the "Amendment") to make certain financial changes and other textual changes in connection therewith; and ////

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WHEREAS, the Planning Commission of the City of Long Beach (the "Planning Commission") has reviewed the Amendment and recommended the approval and adoption of the Amendment, together with its certification that the Amendment conforms to the General Plan of the City of Long Beach; and

WHEREAS, the City Council has received from the Agency the proposed Amendment, together with the Report of the Agency and the Negative Declaration related thereto; and

WHEREAS, the City Council and the Agency duly published a notice of a public hearings. The Agency public hearing was held on January 10, 2005 and the City Council public hearing was held on February 1, 2005 on adoption of the Amendment, in the City Council Chambers, City Hall, 333 West Ocean Boulevard, Long Beach, California; and

WHEREAS, the notices of said hearings was duly and regularly published in the Long Beach Press Telegram, a newspaper of general circulation in the City of Long Beach, once a week for four successive weeks prior to the date of each hearing, and a copy of said notices and affidavits of publication are on file with the City Clerk and the Agency; and

WHEREAS, copies of the notice of public hearings were mailed by firstclass mail with return receipt requested to the last known address of each assessee of each parcel of land in the Project Area, as shown on the last equalized assessment roll of the County of Los Angeles; and

WHEREAS, copies of the notice of public hearing were mailed by firstclass mail with return receipt requested to the businesses and residents within the boundaries of the Project Area; and

WHEREAS, copies of the notice of public hearings were mailed by certified mail with return receipt requested to the governing body of each taxing agency which receives taxes from property in the Project Area; and

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WHEREAS, on January 10, 2005 by Resolution No. R. A. 1-2005 the Agency approved the Ninth Amendment to the Redevelopment Plan for the Poly High Redevelopment Project; and

WHEREAS, the City Council has considered the Report of the Agency and the report and recommendation of the Planning Commission, the Amendment and its economic feasibility, the Negative Declaration, and provided an opportunity for all persons to be heard, and has received and considered all evidence and testimony presented for or against any and all aspects of the Amendment;

NOW, THEREFORE, the City Council of the City of Long Beach ordains as follows:

Section 1. The purposes and intent of the City Council with respect to the Amendment are:

- A. To provide the framework within which restoration for the economic and social health of the Project Area and its environs will be accomplished by public and/or private actions.
- B. The elimination and prevention of the spread of blight and deterioration and the conservation, rehabilitation, renewal and redevelopment of the Project Area to the extent permitted by law and specified in the Redevelopment Plan.
- C. The removal of structurally substandard buildings to permit the return of the Project Area land to economically viable use and new construction.
- D. The elimination of certain environmental deficiencies, including among others, small and irregular lots, incompatible land uses, overcrowding of people in dwelling units, overcrowding of structures on the land, obsolete and aged building type, substandard alleys, deteriorated parking improvements and lack of sufficient off-street school parking.

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- E. The provision of a substantial number of housing units of low or moderate cost on land to be disposed of for residential purposes.
 - F. The provision of land for public uses and facilities.
- G. The achievement of changes in land use through the development of coordinated and compact clusters of a variety of properly integrated uses, including various housing types, commercial establishments and public facilities.
- Н. Guide and stimulate the development of sound and attractive residences available to persons of varied incomes and ages, with emphasis on the provision of low and/or moderate priced housing.
- l. Removal of impediments to land disposition and development through assembly of land into reasonably sized and shaped parcels served by an improved street system and improved public utilities.
- J. The achievement of an environment reflecting a high level of concern for architectural and urban design principals, appropriate to the objective of the Redevelopment Plan developed through encouragement, guidance, appropriate controls and professional assistance to other participants and redevelopers.
 - K. The preservation of historical monuments and buildings.
- Sec. 2. The City Council hereby readopts the findings, determinations and other provisions of Ordinance Nos. C-5063, C-5138, C-5275, C-6311, C-7295, C-7576, C-7597, C-7885, and C-7913 (hereinafter the "Ordinance"), and does hereby specifically find and determine that:
 - Α. Significant blight remains within the Project Area, the redevelopment of which is necessary to effectuate the public purposes declared in the Community Redevelopment Law. This finding is based upon the facts contained in Part III of the Agency's Report to the City Council, including, without limitation, the following:

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The Project Area is characterized by conditions of 1. physical blight, including, without limitation: (i) buildings in which it is unsafe and unhealthy for persons to live and work; (ii) factors that prevent or substantially hinder the economically viable use or capacity of buildings or lots; and (iii) lots of irregular shape and inadequate size for proper usefulness and development that are in multiple ownership. The pertinent physical conditions impacting the Project Area are summarized below:

a. Thirteen structures or eight percent of all structure within the Project Area were rated as deteriorated. An additional nine buildings or six percent of the structures were observed to have faulty wiring. The 13 structures that were identified as exhibiting unsafe or potentially unhealthy living conditions are in need of substantial rehabilitation. The cost to rehabilitate these structure is estimated at \$663,121, which is based upon substantial rehabilitation defined as 25 percent of the assessed valuation.

Approximately 80 percent of the single-family b. residential units are less than 1,852 square feet, which is the average size of a contemporary single-family home built in the Project Area after 1980. Furthermore, 65 percent of the homes in the Project Area are 15 percent smaller than the average size of a home built after 1990 that has sold in the past five years within 1.7 miles radius of the Project Area. The small size of the singlefamily homes contributes to overcrowding and reduced value.

Approximately 36 percent of the multi-family C. units are less than 780 square feet, which is the average size of an apartment unit at the relatively new Pacific Coast Villa Apartments in the Project Area that are primary developed with one-bedroom apartments. These small units do not adequately house the average family size estimated at 3.53 persons.

The enrollment at Poly High School is 4,268 d. students. The total building square footage of permanent buildings at Poly High

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School is 372,516, which is 20,140 square feet less than the school standard of 92 square feet per pupil. Even factoring in the temporary structures, the school is deficient by 5,260 square feet. However, the larger issue is that Poly High School is inadequate in size to serve the community's educational needs and "buses" 3,000 students in the school's service area to attend other high schools.

None of the commercial parcels along Pacific e. Highway are large enough to accommodate the needed neighborhood serving uses identified in the Strategic Guide for the Central Study Area including an office supply store, bookstore and coffee shop. An office supply store requires a 60,000 square foot parcel. A contemporary bookstore requires a 75,000 square foot parcel: a coffee shop requires a 9,000 square foot parcel. Four of the five parcels along PCH are less than 30,000 square feet. Furthermore, the consolidation of the commercial parcels which would provide 96,703 square feet, is not large enough to accommodate a neighborhood shopping center, which requires 130,680 square feet and typically houses the types of neighborhood uses desired.

- f. The Poly High School site consists of 30 acres, which is 47 acres less than the desired standard for a school that contains 4,000+ students.
- 2. The Project Area is characterized by conditions of economic blight including, without limitation: (i) depreciated or stagnant property values; (ii) impaired investments; (iii) residential overcrowding; and (iv) a high crime rate that constitutes a serious threat to public safety and welfare. The pertinent economic conditions impacting the Project Area are summarized below:
- a. The total assessed valuation of the Project Area increased by a total of two percent in the past five year (0.4 percent annually) from 1998-99 to 2003-04 compared to a growth of 46 percent for the City of Long Beach, and 47 percent for the County of Los Angeles during the

same time period.

b. Retail sales tax revenues generated within the Project Area increased by eight percent for the five year period from 1999 to 2003. In comparison, retail sales tax revenues generated along Anaheim Street and Pacific Coast Highway from the LA River to Redondo Avenue, increased by 45 and 51 percent, respectively, while the City as a whole increased by 25 percent during the same time period.

c. The average sales prices for a single-family home in the Project Area over the past five years from 1999-2004 was \$189,875 compared to \$238,990 for the 1.7 mile radius surrounding the Project Area or 26 percent higher in the surrounding area. The average sales price per square foot for a single-family home in the Project Area between 1999-2004 was \$135.94 compared to \$196.16 for the surrounding area or 44 percent higher in the surrounding area.

d. In 2003, the hotel/motels in the Project Area generated an average of \$34,818 of transient occupancy tax per establishment for the City of Long Beach. The hotel/motels outside of the Project Area generated an average of \$109,863 per business or 216 percent higher than the hotel/motels within the Project Area.

- e. Approximately 44 percent of the residential housing units within the Project Area are either overcrowded or severely overcrowded compared to only 22 percent for the City and 23 percent for the County.
- f. The Project Area had a crime rate of 90.4 crimes per 1,000 people compared to the City crime rate of 40.3 crimes per 1,000 people.
- B. The conditions of blight identified in paragraph A., above, cannot be eliminated without the establishment of additional debt and the

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increase in the limitation on the number of dollars to be allocated to the Agency pursuant to the Amendment. This finding is based upon the facts contained in Parts IV and V of the Agency's Report to the City Council including without limitation, the following:

- 1. The current limitation on the number of dollars to be allocated to the Agency under the existing Redevelopment Plan is \$9.8 million.
- 2. Through fiscal year 2003-04, the Agency has received \$444,188 in tax increment from the Project Area.
- 3. The programs, projects and activities needed to remediate remaining bight in the Project Area and described in Part IV of the Agency's Report to the City Council will require approximately \$25 million to implement.
- C. The Redevelopment Plan, as amended by the Amendment, will enable the Project Area to be redeveloped in conformity with the Community Redevelopment Law and in the interests of the public peace, health, safety and welfare. This finding is based upon the fact that the Redevelopment Plan, as amended, will implement the objectives of the Community Redevelopment Law by aiding in the elimination and correction of the conditions of physical and economic blight and deterioration in the Project Area; provide for the rehabilitation of structures and improvements by present owners, their successors, and the Agency; provide for participation by owners and tenants presently located in the Project Area by extending preferences to remain or relocate within the Project Area or in adjacent areas; acquisition of real property; demolition or removal of buildings and improvements; relocation assistance to displace residential and non-residential occupants; installation, construction, or reconstruction of streets, utilities, and other public improvements; disposition of property for use in accordance with the Redevelopment Plan, and redevelopment of land for uses in accordance with the Redevelopment Plan.

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D	The adoption and carrying out of the Redevelopment Plan,
as amended by	the Amendment, is economically sound and feasible. This
finding is based	upon the facts contained in Part V of the Agency's Report to the
City Council, in	cluding, without limitation, the following:

- 1. Under the Redevelopment Plan, as proposed to be amended, the Agency will be authorized to seek and utilize a variety of potential financing resources, including assistance from any or all of the following sources:
 - a. City of Long Beach;
 - b. State of California;
 - c. The federal government;
- d. Tax increment revenue in accordance with the Community Redevelopment Law;
 - e. Agency bonds;
 - f. Interest income;
 - g. Loans from private financial institutions;
 - h. Sale or lease of Agency owned property;
 - i. Donations;
 - i. Any other legally available public or private

sources.

- 2. No public redevelopment activity will be undertaken unless the Agency can demonstrate that there is adequate revenue to finance the activity.
- 3. The feasibility cash flow contained in Part V of the Agency's Report to the City Council demonstrates that adequate revenues will be available to fund project costs.
- E. The Redevelopment Plan, as amended by the Amendment, is consistent with the General Plan of the City of Long Beach, including, but not limited to, the Housing Element, which substantially complies with the

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requirements of Article 10.6 (commencing with Sections 65580) of Chapter 3 of Division 1 of Title 7 of the Government Code. This finding is based upon the report of the Planning Commission that the Amendment conforms to the General Plan of the City of Long Beach.

- F. The carrying out of the Redevelopment Plan, as amended by the Amendment, will promote the public peace, health, safety and welfare of the City of Long Beach and will effectuate the purposes and policies of the Community Redevelopment Law. This finding is based upon the fact that redevelopment, as contemplated by the Redevelopment Plan, as amended by the Amendment, will benefit the Project Area by correcting conditions of blight and by coordinating public and private actions to stimulate development and improve the economic, social and physical condition of the Project Area and surrounding areas.
- The elimination of blight and the redevelopment of the G. Project Area could not be reasonably expected to be accomplished by private enterprise acting alone without the aid and assistance of the Agency. This finding is based upon the existence of blighting influences, and the inability of individual developers to economically remove these blighting influences without public assistance, and the inadequacy of other governmental programs and financing mechanisms to eliminate blight, including the provision of necessary public improvements and facilities.
- Н. The Project Area is predominantly urbanized, as defined by subdivision (b) of Section 33320.1 of the Health and Safety Code. This finding is based upon the facts contained in Part III.A. of the Agency's Report to the City Council including, without limitation, the fact that Project Area exceeds the 80 percent urbanized area requirements.
- The limitation on the number of dollars to be allocated to the ١. Agency contained in the Redevelopment Plan as amended, is reasonably related

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to the proposed projects to be implemented in the Project Area, and to the ability of the Agency to eliminate blight within the Project Area. This finding is based upon the facts contained in Part V. of the Agency's Report to the City Council, including, without limitation, the estimated total project costs and the comparative cash flow analysis.

- Sec. 3. The City Council is satisfied that all written objections received before or at the noticed public hearing have been responded to in writing. Written findings have been adopted in response to each written objection filed with the City Clerk either before or at the noticed public hearings.
- The Redevelopment Plan is hereby amended as set forth in Sec. 4. the proposed "Ninth Amendment to the Redevelopment Plan for the Poly High Redevelopment Project," attached hereto as Attachment No. 1 and incorporated herein and made a part hereof by reference. As so amended, the Redevelopment Plan is hereby designated as the official Redevelopment Plan for the Poly High Redevelopment Project.
- In order to implement and facilitate the effectuation of the Sec. 5. Amendment hereby approved, it may be necessary for the City Council to take certain actions, and accordingly, this City Council hereby:
 - Pledges its cooperation in helping to carry out the Amendment:
 - B. Requests the various officials, departments, boards and agencies of the City having administrative responsibilities in the Project Area likewise to cooperate to such end and to exercise their respective functions and powers in a manner consistent with the redevelopment of the Project Area pursuant to the Amendment;
 - Stands ready to consider and take appropriate action upon C. proposals and measures designed to effectuate the Amendment; and

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D. Declares its intention to undertake and complete any proceedings necessary to be carried out by the City under the provisions of the Amendment.

Sec. 6. Ordinance Nos. C-5063, C-5138, C-5275, C-6311, C-7295, C-7576, C-7597, C-7885, and C-7913 are continued in full force and effect as amended by this Ordinance.

Sec. 7. The City Clerk is hereby directed to send a certified copy of this Ordinance to the Agency, whereupon the Agency is vested with the responsibility for carrying out the Redevelopment Plan as amended by the Amendment.

Sec. 8. The City Clerk is hereby directed to record with the County Recorder of Los Angeles County a notice of the approval and adoption of the Amendment pursuant to this Ordinance.

Sec. 9. The City Clerk is hereby directed to transmit a copy of the description and statement recorded pursuant to Section 10 of this Ordinance, a copy of this Ordinance, and a map or plat indicating the boundaries of the Project Areas, to the auditor and assessor of the County of Los Angels, to the governing body of each of the taxing agencies which levies taxes upon any property in the Project Area and to the State Board of Equalization with thirty (30) days following adoption of this Ordinance.

Sec. 10. <u>Publication</u>. The City Clerk is hereby ordered and directed to certify to the passage of this Ordinance and to cause the same to be published once in the Long Beach Press Telegram, a newspaper of general circulation, published and circulated in the City of Long Beach, California.

Sec. 11. <u>Severability</u>. If any part of this Ordinance, or the Amendment which it approves, is held to be invalid for any reason, such decision shall not affect the validity of the remaining portion of this Ordinance or of the Amendment, and this City Council hereby declares that it would have passed the remainder of the Ordinance, or approved the remainder of the Amendment, if such invalid portion thereof had been deleted.

by the City Council and cause it to be posted in three conspicuous places in the City of Long Beach, and it shall take effect on the thirty-first day after it is approved by the Mayor. 5 7 following vote: Councilmembers: 8 Ayes: 9 10 11 Councilmembers: Noes: 12 13 Councilmembers: Absent: 14 15 16 17 18 19 Approved: (Date) (Mayor) 20 21 22 23 24 25 26 27

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Sec. 12.

I hereby certify that the foregoing ordinance was adopted by the City Council of the City of Long Beach at its meeting of ______, 2004, by the City Clerk L:\APP\$\CtyLaw32\WPDOC\$\D011\P004\00069342.WPD #05-00146

The City Clerk shall certify to the passage of this ordinance

ATTACHMENT NO. 1

NINTH AMENDMENT TO THE REDEVELOPMENT PLAN FOR THE POLY HIGH REDEVELOPMENT PROJECT

The Redevelopment Plan for the Poly High Redevelopment Project originally adopted on April 3, 1973 by Ordinance No. C-5063, and amended on August 20, 1974 by Ordinance No. C-5138 ("First Amendment"), and on December 14, 1976 by Ordinance No. C-5276 ("Second Amendment"), and on November 11, 1986 by Ordinance No. C-6311 ("Third Amendment"), and on November 17, 1998 by Ordinance No. C-7576 ("Fourth Amendment"), and on December 13, 1994 by Ordinance No. C-7295 ("Fifth Amendment"), and on March 16, 1999 by Ordinance No. C-7597 ("Sixth Amendment"), and on November 11, 2003 by Ordinance No. C-7885 ("Seventh Amendment"), and on April 6, 2004 by Ordinance No. C-7913 ("Eighth Amendment") is hereby further amended as follows:

- 1. The second paragraph of Section 100 of the Redevelopment Plan is hereby deleted.
 - 2. Paragraph K of Section 200 of the Redevelopment Plan is hereby deleted.
- 3. Sections 528, 529 and 530 of the Redevelopment Plan are hereby deleted.
- 4. Sections 601 through 605 of the Redevelopment Plan are hereby amended to read as follows:
 - "A. [§ 601] Redevelopment Land Use Map

The Redevelopment Land Use Map (Revised 2004), attached hereto and incorporated herein by reference, illustrates the location of the Project Area boundaries, major streets within the Project Area, and the proposed land uses to be permitted in the Project for all land, public, semi-public and private.

- B. [§ 602] Designated Land Uses
 - 1. [§ 603] Residential Uses

The areas shown on the Redevelopment Land Use Map (Attachment No. 3) for residential uses shall be used for residential uses consistent with the Land Use Element of the General Plan as it may be amended from time to time.

2. [§ 604] Commercial Uses

The areas shown on the Redevelopment Land Use Map (Attachment No. 3) for commercial uses shall be used for commercial uses consistent with the Land Use Element of the General Plan as it may be amended from time to time.

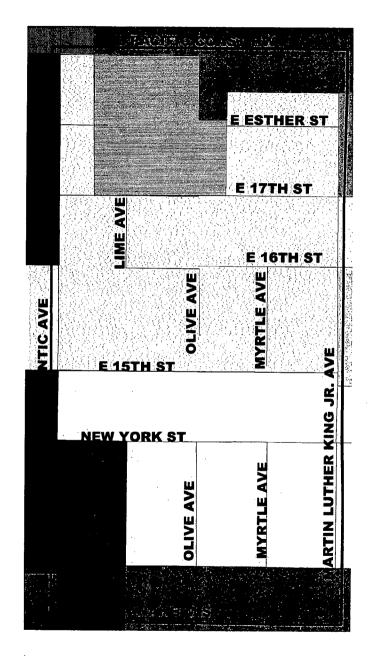
3. [§ 605] Industrial Uses

The areas shown on the Redevelopment Land Use Map (Attachment No. 3) for industrial uses shall be used for industrial uses consistent with the Land Use Element of the General Plan as it may be amended from time to time."

- 5. The second, third, fourth, fifth, sixth, seventh, eighth, and ninth paragraphs of Section 701 of the Redevelopment Plan are hereby deleted.
- 6. A new paragraph is added after the last paragraph of Section 702 of the Redevelopment Plan, as follows:

"The portion of taxes divided and allocated to the Agency pursuant to subdivision 2 of this Section 702 shall not exceed a cumulative total of TWENTY-FIVE MILLION DOLLARS (\$25,000,000)."

POLY HIGH PROJECT AREA / REDEVELOPMENT LAND USE MAP



General Plan Land Uses
Single Family
Mixed Style Homes
Townhomes
Moderate Density Residential
Mixed Uses
Traditional Retail Strip Commercial
Mixed Retail/Residential Strip
Shopping Nodes
Institutions/Schools
Open Space/Parks



