



CITY OF LONG BEACH

DEPARTMENT OF COMMUNITY DEVELOPMENT

333 WEST OCEAN BOULEVARD • LONG BEACH, CALIFORNIA 90802

November 16, 2004

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

SUBJECT: Set a Hearing Date to Consider the Proposed Ninth Amendment to the Poly High Redevelopment Plan (District 6)

DISCUSSION

The Redevelopment Agency of the City of Long Beach has proposed a Ninth Amendment to the Poly High Redevelopment Plan (Proposed Amendment) to modify the current tax increment limit for the Poly High Redevelopment Project. The current Poly High Redevelopment Plan contains three limits: a limit on redevelopment activity of 2016, a limit on the collection of tax increment to repay debt of 2026 and a cumulative tax increment limit of \$9,810,000.

At current rates, the project area will reach its tax increment limit of \$9,810,000 in 2012, well before the Redevelopment Plan's time limits on redevelopment activity of 2016 and repayment of debt of 2026. The Proposed Amendment would increase the tax increment limit from \$9,810,000 to \$25,000,000 and allow the Agency to continue its efforts to eliminate blight within the Poly High Redevelopment Project Area beyond 2012.

On November 8, 2004, the Redevelopment Agency Board approved the Report to City Council for the Proposed Amendment and hereby submits the report to the City Council for review (Exhibit A). The Planning Commission will review the Proposed Amendment and make a recommendation on November 18, 2004. Their recommendation will be provided for your consideration at a later date. The Report to City Council includes justification for the Proposed Amendment and documentation for the related Negative Declaration. The City Council and Redevelopment Agency Board are required to conduct public hearings on the Proposed Amendment and Negative Declaration.

This item was reviewed by Assistant City Attorney Heather Mahood on October 20, 2004, and Budget Management Officer David Wodynski on November 5, 2004.

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TIMING CONSIDERATIONS

City Council action is requested on November 16, 2004, to accommodate public notification requirements for the associated public hearings.

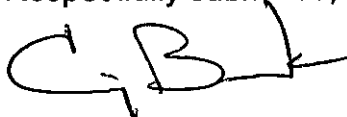
FISCAL IMPACT

There will be no fiscal impact associated with the recommended action. If, after a public hearing, the City Council approves the Proposed Amendment, the amount of tax increment that can be received by the Poly High Redevelopment Project will be increased from \$9,810,000 to \$25,000,000. While the tax increment limit will be increased by \$15,190,000, current projections indicate that with the Proposed Amendment the Poly High Redevelopment Project would likely receive an additional \$9,975,000 to fund redevelopment projects and programs.

IT IS RECOMMENDED THAT THE CITY COUNCIL:

Receive supporting documentation and adopt the attached Resolution setting a hearing date for Tuesday, February 1, 2005, at 5:00 p.m.

Respectfully submitted,



for MELANIE S. FALLON
DIRECTOR OF COMMUNITY DEVELOPMENT

APPROVED:



GERALD R. MILLER
CITY MANAGER

MSF:JMV:jmv

Attachments: Exhibit A -- Report to City Council
Resolution