



# CITY OF LONG BEACH

# R-19

DEPARTMENT OF COMMUNITY DEVELOPMENT

333 WEST OCEAN BOULEVARD • LONG BEACH, CALIFORNIA 90802

October 16, 2007

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 11, 2007, the City Council approved the Fiscal Year 2008 (FY08) budget of the Redevelopment Agency of the City of Long Beach (Agency) as part of the City's overall budget. The Agency's FY08 budget includes a \$1.3 million payment to the City's Low- and Moderate-Income Housing Fund by the North Long Beach Redevelopment Project on behalf of the Central Long Beach Project. In turn, the Central Long Beach Redevelopment Project's FY08 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 (FY/06).

In order for the North Long Beach Redevelopment Project to pay a portion of the Central Long Beach Redevelopment Project's housing set-aside obligation, the Agency and the City Council must make a finding that the payment of a portion of Central Long Beach Redevelopment Project's housing set-aside is of benefit to the North Long Beach Redevelopment Project. The Agency passed a resolution making such a finding on June 18, 2007.

This letter was reviewed by Assistant City Attorney Heather Mahood on October 3, 2007, and Budget Management Officer Victoria Bell on October 4, 2007.

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TIMING CONSIDERATIONS

Consideration of this item is requested on October 16, 2007, to expedite the repayment of the loan.

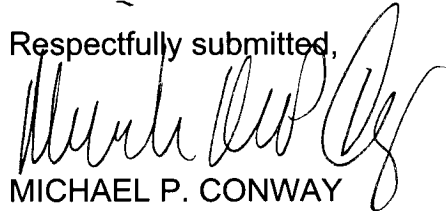
FISCAL IMPACT

The \$1.3 million transfer of funds is included in both the Agency's FY08 budget and the City's FY08 General Fund budget. Approval of the attached resolution will provide \$1.3 million in revenue to be deposited in the General Fund.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

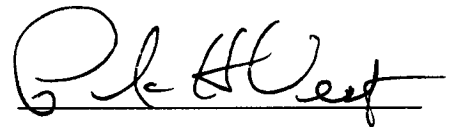


MICHAEL P. CONWAY  
ACTING DIRECTOR OF COMMUNITY DEVELOPMENT

MPC:CAB:LAF:laf

Attachment: Resolution

APPROVED:



PATRICK H. WEST  
CITY MANAGER

1 RESOLUTION NO.

2  
3 A RESOLUTION OF THE CITY COUNCIL OF THE  
4 CITY OF LONG BEACH FINDING THAT THE USE OF  
5 TAXES ALLOCATED TO THE NORTH REDEVELOPMENT  
6 PROJECT ON BEHALF OF THE CENTRAL  
7 REDEVELOPMENT PROJECT FOR THE PURPOSE OF  
8 INCREASING, IMPROVING AND PRESERVING THE  
9 COMMUNITY'S SUPPLY OF LOW-AND-MODERATE-  
10 INCOME HOUSING WILL BE OF BENEFIT TO THE  
11 NORTH REDEVELOPMENT PROJECT

12  
13 WHEREAS, the Redevelopment Agency of the City of Long Beach,  
14 California (the "Agency"), adopted redevelopment plans for the North Long Beach  
15 Redevelopment Project (the "North Project") and the Central Long Beach Redevelopment  
16 Project (the "Central Project"); and

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

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

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

OFFICE OF THE CITY ATTORNEY  
ROBERT E. SHANNON, City Attorney  
333 West Ocean Boulevard, 11th Floor  
Long Beach, CA 90802-4664

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

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

Section 2. This resolution shall take effect immediately upon its adoption by the City Council, and the City Clerk shall certify to the vote adopting this resolution.

I hereby certify that the foregoing resolution was adopted by the City Council of the City of Long Beach at its meeting of \_\_\_\_\_, 2007 by the following vote:

Ayes: Councilmembers: \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Noes: Councilmembers: \_\_\_\_\_

\_\_\_\_\_

Absent: Councilmembers: \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

City Clerk

HAM:fl  
6/4/07  
#07-02756