

PLACER COUNTY
REDEVELOPMENT AGENCY
MEMORANDUM

TO: Honorable Members of the Redevelopment Agency Board
FROM: Thomas M. Miller, Director
James LoBue, Deputy Director
DATE: May 3, 2011
SUBJECT: Informing the Placer County Auditor-Controller that the Redevelopment Agency's Supplemental Education Revenue Augmentation Fund Payment of \$657,451 Will be Paid from the Agency's Current Year Tax Increment

ACTION REQUESTED: Adopt a resolution informing the Placer County Auditor-Controller (Auditor-Controller) that the Redevelopment Agency's (Agency) Supplemental Education Revenue Augmentation Fund (SERAF) payment of \$657,451 will be paid from the Agency's current year tax increment.

BACKGROUND: As a part of the State's FY 2009-10 budget the Legislature adopted Assembly Bill 26 which requires redevelopment agencies statewide to pay approximately two billion dollars over a two-year period beginning May 10, 2010 to K-12 schools via the SERAF. The Agency's obligation was \$3,850,782 payable over a two-year period. The Agency paid \$3,193,331 May 10, 2010. The balance of \$657,451 is due May 10, 2011.

The Agency will fund the obligation by using \$434,641 of current North Lake Tahoe Project Area commercial tax increment, \$102,957 of current North Auburn Project Area commercial tax increment, and \$119,853 of current Sunset Industrial Project Area commercial tax increment. These calculations and assumed payment were included in the Agency's approved FY 2010-11 Final Budget. The payment amount is allocated proportionally to projected tax increment revenue.

FISCAL IMPACT: The recommended action only reports the source of the SERAF payment to the Auditor-Controller, and has no direct fiscal impact. The Agency has sufficient reserves to continue operations in accordance with the approved Agency FY 2010-11 Final Budget. There is no impact to the County General Fund.

ENVIRONMENTAL STATUS: The proposed action is to inform the Auditor-Controller that the Agency will pay the SERAF with current year's tax increment and has no potential to have a significant effect on the environment. As a result, the proposed action is exempt from the California Environmental Quality Act (CEQA) pursuant to CEQA Guidelines Section 15061 (b)(3).

Attachment: Resolution

cc: Karin Schwab, Agency Counsel

Before the Redevelopment Agency of Placer County Board of Directors County of Placer, State of California

In the matter of:

Informing the Placer County Auditor-Controller that the Redevelopment Agency's Supplemental Education Revenue Augmentation Fund payment of \$657,451 will be paid from the Redevelopment Agency's current year tax increment

Resol. No:.....

Ord. No:.....

First Reading:

The following Resolution was duly passed by the Redevelopment Agency Board of the County of Placer at a regular meeting held _____,

by the following vote on roll call:

Ayes:

Noes:

Absent:

Signed and approved by me after its passage.

Attest:
Clerk of said Board

Chair, Agency Board

WHEREAS, as a part of the State's FY 2009-10 budget the Legislature adopted Assembly Bill 26 which requires redevelopment agencies statewide to pay approximately \$2 billion dollars over a two-year period beginning in May 2010 to K-12 schools via the Supplemental Educational Revenue Augmentation Funds;

WHEREAS, the Redevelopment Agency (Agency) must pay the \$657,451 allocated by the State Department of Finance to the Placer County Auditor-Controller for deposit into the Supplemental Educational Revenue Augmentation Fund (SERAF) on or before May 10, 2011; and

WHEREAS, the Agency must report to the Placer County Auditor-Controller how the Agency intends to fund its SERAF obligation.

NOW, THEREFORE, BE IT RESOLVED, in compliance with requirements of the Assembly Bill 26, the SERAF payment will be funded by using \$434,641 of current North Lake Tahoe Project Area commercial tax increment, \$102,957 of current North Auburn Project Area commercial tax increment, and \$119,853 of current Sunset Industrial Project Area commercial tax increment.