

**MOORPARK CITY COUNCIL
AS SUCCESSOR AGENCY OF THE
REDEVELOPMENT AGENCY OF THE CITY OF MOORPARK
AGENDA REPORT**

TO: Honorable City Council

FROM: David C. Moe II, Redevelopment Manager 

DATE: March 7, 2012 (Successor Agency Meeting of March 21, 2012)

SUBJECT: Consider Adopting an Administrative Budget as Required by ABX1 26 for the Successor Agency of the Redevelopment Agency of the City of Moorpark

BACKGROUND & DISCUSSION

On June 29, 2011, as part of adopting the State of California Fiscal Year (FY) 2011-12 budget, the Governor signed two trailer bills, ABX1 26 ("Dissolution Act") and ABX1 27 ("Voluntary Alternative Redevelopment Program"), into law. The legislation became effective on June 29, 2011. The California Redevelopment Association and League of California Cities sued the State of California on the grounds that ABX1 26 and 27 were unconstitutional. The California Supreme Court upheld ABX1 26 and declared ABX1 27 unconstitutional. This ruling eliminated redevelopment agencies throughout California.

On January 4, 2012, the City of Moorpark ("City") confirmed the fact that the City will serve as the Successor Agency of the Redevelopment Agency of the City of Moorpark.

ABX1 26 requires a successor agency to prepare an administrative budget for the oversight board's approval and pay administrative expenses every six months. Administrative expenses are limited to 5% of the allocated tax increment to the successor agency in FY 2011/12 and 3% annually thereafter; however, the amount permitted for administrative expenses shall not be less than \$250,000.00. The Successor Agency of the Redevelopment Agency of the City of Moorpark will receive \$250,000.00 for administrative expenses. Any staff time associated with finishing existing projects and selling the assets does not apply to the administrative cap.

Staff recommends adopting the attached Administrative Budget ("Attachment 1") for the period of February 1, 2012 – June 30, 2012.

FISCAL IMPACT

None.

STAFF RECOMMENDATION (ROLL CALL VOTE)

Adopt attached Administrative Budget for the Successor Agency of the Redevelopment Agency of the City of Moorpark.

Attachment 1 Administrative Budget

Attachment 1

Successor Agency of the former Redevelopment Agency of the City of Moorpark Administrative Budget

Expense	Period	Funding Sources					Detail
		Tax	Bond	Low/Mod	Reserve	Red. Property	
	2/1/12 -	Increment	Proceeds	Housing Fund	Balance	Tax Trust Fund	
Salary, Benefits and Overhead	6/30/12					238,670.00	
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Office Supplies	630.00					630.00	Paper, Pens, Ink Cartridges
Publications & Subscriptions	40.00					40.00	Various Successor Agency Publications
Mileage Reimbursement	80.00					80.00	Mileage Allowance - RDA Manager
Postage	80.00					80.00	Mailings
Printing	80.00					80.00	Printing and Copying
Advertising	130.00					130.00	Notices in Newspaper
Contractual Services	10,000.00					10,000.00	Miscellaneous Consultant Services
Office Equipment Maint.	290.00					290.00	Maintaining Existing Office Equipment
Total:	250,000.00					250,000.00	