

**SUBMITTAL TO THE BOARD OF SUPERVISORS  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**



**FROM:** Supervisor John Tavaglione

**SUBMITTAL DATE:**  
June 30, 2009

**SUBJECT:** Opposition to State Legislature Shifting Redevelopment Funds from the County

**RECOMMENDED MOTION:** Oppose the California State Legislatures effort to shift, divert, or appropriate the Redevelopment Funds of the County of Riverside, all counties, all cities, and all Redevelopment Agencies for any and all purposes. Further, authorize our Sacramento based legislative advocates to actively engage the State Senate, the State Assembly, the leadership of both houses, committees of jurisdiction, and the Governor on this matter and urge a No vote or outright veto if necessary.

**BACKGROUND:** The State Senate and State Assembly are attempting to balance a budget that is substantially out of balance. As part of that effort, influential members of both houses of the legislature have identified redevelopment funds as a potential source of new revenue and propose to take a total of \$350 million this year, and a combined \$700 million more over the next two years, from the state's redevelopment agencies.

Riverside County's targeted share would mean a loss of \$5.7 million per year in redevelopment dollars. This loss of redevelopment agency (RDA) funds will impact each of the five supervisorial districts, all 5 project areas, 28 communities, 5 airports, and all of the other 25 redevelopment agencies in the county. It is estimated that a combined \$117 million dollars would be diverted from RDA's in the County of Riverside, and that would mean further job loss of 10, 383 over a three year period.

Additionally, calculations provided by Time Structures, Inc., show that 507 local jobs will be lost on an annual basis (1,521 local jobs over a three-year period) by the state's proposed shift of \$5.7 million over each of the next three years. The \$17.1 million shift in RDA funds will also have a great impact on our ability to bond, and this loss of both funding and jobs will be even more devastating to the short and long-term goals for our redevelopment programs.

John Tavaglione, Supervisor – District 2

Departmental Concurrence

Prev. Agn. Ref.:

District: All

Agenda Number:

3.87b

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