

**SUBMITTAL TO THE BOARD OF DIRECTORS OF THE
REDEVELOPMENT AGENCY
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**



FROM: Supervisor John J. Benoit

SUBMITTAL DATE:
March 10, 2011

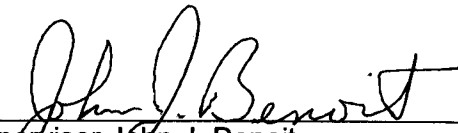
SUBJECT: Authorize Transmittal to the County of Riverside Auditor-Controller

RECOMMENDED MOTION: That the Board of Supervisors adopt Resolution No. 2011-013, and authorize transmittal to the County of Riverside Auditor-Controller's Office.

BACKGROUND: On January 10, 2011, Governor Brown proposed the elimination of all redevelopment agencies throughout the State of California as a component of his budget proposal. Subsequently, on February 23, 2011, the Department of Finance of the State of California released draft legislation that, in Section 6, dissolves redevelopment agencies effective July 1, 2011.

Part 1.85, Chapter 1, Section 34173(2)(B) of the proposed legislation states that *the determination of the first local agency that elects to become the successor agency shall be made by the county auditor-controller based on the earliest receipt by it of a copy of a duly adopted resolution of the local agency's governing board authorizing such an election.*

While Resolution No. 2011-013 authorizes the designation of a Successor Agency pursuant to the proposed legislation, adoption of this resolution does not indicate that the Board of Directors has accepted the proposal to eliminate redevelopment. The Board remains opposed to the proposed legislation.



Supervisor John J. Benoit

Departmental Concurrence

Prev. Agn. Ref.:

District: All

Agenda Number:

RF: LB: ER: RD: rd #10702 S:\RDACOM\RDA_ADMN\Successor Agency Docs\RDA Form 11a.doc

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Resolution No. 2011-013 designates the Riverside County Economic Development Agency (EDA) as the Successor Agency to the Redevelopment Agency for the County of Riverside, effective July 1, 2011. The Redevelopment Agency is currently a division of EDA, and therefore is the best equipped to manage the activities related to the gradual cessation of redevelopment activity.

As of this date, the legislation has not been adopted into law. Thus, the designation set forth in Resolution No. 2011-013 shall only become implemented upon adoption of this proposed legislation or a similar version which eliminates redevelopment agencies and requires the designation of a successor agency.

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3 RESOLUTION NO. RDA 2011-013
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5 RESOLUTION OF THE BOARD OF DIRECTORS OF THE REDEVELOPMENT
6 AGENCY FOR THE COUNTY OF RIVERSIDE DESIGNATING THE RIVERSIDE
7 COUNTY ECONOMIC DEVELOPMENT AGENCY AS THE SUCCESSOR AGENCY
8 TO THE REDEVELOPMENT AGENCY FOR THE COUNTY OF RIVERSIDE
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10 WHEREAS, on January 10, 2011, Governor Brown proposed the elimination of
11 all redevelopment agencies throughout the State of California as a component of his
12 budget proposal;

13 WHEREAS, the Department of Finance of the State of California released draft
14 legislation on February 23, 2011 that is generally consistent with Governor Brown's
15 budget proposal;

16 WHEREAS, Section 6 of the proposed legislation dissolves redevelopment
17 agencies effective July 1, 2011;

18 WHEREAS, Part 1.85, Chapter 1, Section 34171(j), of the proposed legislation
19 defines "Successor Agency" as the *county, city, or city and county that authorized the*
20 *creation of each redevelopment agency or another entity as provided in Section 34173;*

21 WHEREAS, Part 1.85, Chapter 1, Section 34173(2)(A), of the proposed
22 legislation states that *If a city, county, city and county or any member of a joint powers*
23 *authority that authorized the creation of the redevelopment agency elects not to serve*
24 *as a successor agency under this part, it shall not receive any property tax allocation*
25 *from the funds disbursed for the Redevelopment Property Tax Trust Fund pursuant to*
26 *paragraph (5) of subdivision (a) and paragraph (4) of subdivision (e) of Section 34183.*
27 *Instead, that share of property tax shall be allocated to the first local agency in the*
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1 county that elects to become the successor agency by submitting to the county auditor-
2 controller a duly adopted resolution of its governing body to that effect;

3 **WHEREAS**, Part 1.85, Chapter 1, Section 34173(2)(B), of the proposed
4 legislation states that *the determination of the first local agency that elects to become*
5 *the successor agency shall be made by the county auditor-controller based on the*
6 *earliest receipt by it of a copy of a duly adopted resolution of the local agency's*
7 *governing board authorizing such an election;*

8 **WHEREAS**, this resolution does not indicate that the Board of Directors has
9 accepted the proposal to eliminate redevelopment and remains opposed to the
10 proposed legislation; and,

11 **WHEREAS**, in anticipation of the adoption of the proposed or similar legislation,
12 the Board of Directors wishes to designate the Riverside County Economic
13 Development Agency as the Successor Agency for the Redevelopment Agency for the
14 County of Riverside.

15 **NOW THEREFORE BE IT RESOLVED** that the Board of Directors:

16 **Section 1. Designation of Successor Agency.** The Board of Directors of the
17 Redevelopment Agency for the County of Riverside designates the Riverside County
18 Economic Development Agency as the Successor Agency for the Redevelopment
19 Agency for the County of Riverside. This designation shall not be implemented until the
20 proposed or similar legislation requiring designation of a successor agency is enacted
21 into law.

22 **Section 2. Effective Date.** This resolution shall take effect as of July 1, 2011.

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