



Meeting Date: 02/07/06

ACTION	TYPE OF ITEM
<input type="checkbox"/> Approved Recommendation	<input checked="" type="checkbox"/> Info/Consent
<input type="checkbox"/> Ord. No(s). _____	<input type="checkbox"/> Report
<input type="checkbox"/> Res. No(s). _____	<input type="checkbox"/> Public Hearing (Info/consent)
<input type="checkbox"/> Other _____	<input type="checkbox"/> Other _____

Prepared By: Kymberly R. Horner *K.H.* Agenda Item No. I-3

Reviewed By: City Manager *[Signature]* City Attorney *[Signature]* Finance *[Signature]* Other N/A

DATE: January 26, 2006

TO: Community Development Commission

FROM: Curtis P. Cannon, Community Development Director
Community Development Department

Brian D. Lindleton (for)

SUBJECT: Notification to the Ventura County Auditor-Controller's Office Regarding Education Revenue Augmentation Fund Payment

RECOMMENDATION

That the Community Development Commission (CDC) approve and authorize the Community Development Director to notify the Ventura County Auditor-Controller's Office of the sources of revenue from which the CDC will pay the State mandated Education Revenue Augmentation Fund ("ERAF").

BACKGROUND

On November 10, 2005, California redevelopment agencies and community development commissions (collectively commissions) were notified by the State of California Department of Finance to shift \$250 million in property tax revenues into the ERAF to assist K-12 schools and community colleges. The percentage of gross tax increment each commission is responsible for was determined by the California State Director of Finance. The director based his calculations in part on the State's \$37.5 billion deficit, the State's gross tax increment and the amount of tax increment received by commission during fiscal year 2003-2004. Chapter 610, Statutes of 2004, requires each commission to remit its full amount of tax increment as determined by the State to the county auditor for deposit into ERAF on or before May 10, 2006. The CDC will be required to transfer \$819,745.92 into ERAF for fiscal year 2005-2006. Section 33681.11 of the Health and Safety Code requires that all commissions report to the county auditor how the commission intends to fund the required obligation.

00019

FINANCIAL IMPACT

The ERAF payment of \$819,745.92 is determined by the State's Department of Finance and is based on the amount of tax increment generated by the CDC in fiscal year 2003-2004. A check in the amount of \$819,745.92 will be issued to the County Auditor-Controller's Office on or before April 10, 2006. These funds will be appropriated in the 2005-2006 mid-year budget cycle from the following accounts:

Project Area	From	Amount	Deposit	Payment Amount
Historic Enhancement and Revitalization of Oxnard (HERO)	HERO Fund Balance	\$500,000	405-8701-862-8487	\$500,000
Ormond Beach	Ormond Beach Fund Balance	\$200,000	404-8501-862-8487	\$200,000
Southwinds	Southwinds Fund Balance	\$119,746	403-8401-862-8487	\$119,746

Attachment #1 - Letter to Ventura County Auditor-Controller

00020



CURTIS P. CANNON
Community Development Director

Community Development Department
305 West Third Street • Oxnard, CA 93030 • (805) 385-7407 • Fax (805) 385-7408

February 7, 2006

Ms. Christine L. Cohen
Auditor-Controller
County of Ventura
800 South Victoria Avenue
Ventura, CA 93009-1540

Dear Ms. Cohen:

In accordance with the provisions of Section 33681.7, of the Health and Safety Code, this letter serves as notification of a future obligation the Oxnard Community Development Commission (Commission) is required to allocate to the Ventura County Auditor-Controller's Office.

The Commission will facilitate the transfer of the State mandated Education Revenue Augmentation Fund (ERAF) payment to you as required by Chapter 610, Statutes of 2004. Payment in the amount of \$819,745.92, as determined by the State of California Department of Finance will be remitted to your office on or before May 10, 2006. The Commission will use tax increment funds, CRA/ERAF Loan Program, or other funds/loans available to the Commission. Therefore, Oxnard Community Development Commission requests that you not withhold money from the Commission's secured property tax allocation.

Should you have further questions regarding the ERAF payment, please contact Kymberly Horner, Management Analyst at (805) 385-7853. I will also be working with the Commission's Controller, Orlando Capulong, on this matter to assure that the transaction occurs on or before the aforementioned date. Should you have questions for Mr. Capulong, he can be contacted at (805) 385-7475.

Sincerely,

Curtis P. Cannon
Community Development Director

CPC/el

cc: Sandra J. Bickford, Chief Deputy Auditor –Controller
Kymberly R. Horner, Management Analyst
Orlando Capulong, Controller, Community Development Commission

00021

Attachment #1