



Meeting Date: 04/19/11

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-2**

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

DATE: April 11, 2011

TO: City Council

FROM: Curtis P. Cannon, Community Development Director
Community Development Department *[Signature]*

SUBJECT: Supplemental Educational Revenue Augmentation Fund ("SERAF") Remittance for Fiscal Year ("FY") 2010-2011

RECOMMENDATION

That the City Council:

1. Authorize the Community Development Director to transfer funds in the amount of \$1,285,249, from the Central City Revitalization Project Area ("CCRP"), the Downtown Project Area, the Ormond Beach Project Area, the Southwinds Project Area, and the Historic Enhancement and Revitalization of Oxnard ("HERO") Project Area, to the Ventura County Auditor-Controller's Office for remittance into SERAF for FY 2010-2011.
2. Approve a special budget appropriation in the amount of \$1,285,249 and approve the Community Development Director to transfer funds in the amount of \$1,285,249 from the fund balance of the CCRP, Downtown Project Area, Ormond Beach Project Area, Southwinds Project Area, and HERO Project Area for remittance into SERAF for FY 2010-2011.

BACKGROUND

Chapter 21, Statutes of 2009 of Assembly Bill No. 26 ("ABX4-26"), requires redevelopment agencies to shift \$350 million in property tax revenues to K-12 schools during the 2010-2011 fiscal year via the SERAF that ABX4-26 created in each County. This shift will have the effect of relieving the State's obligation to maintain minimum funding levels for schools under Proposition 98. In accordance with ABX4-26, the percentage of gross tax increment to be paid by each agency is determined by the California Director of Finance based upon a pro rata share of the amount of tax increment collected by each agency. The Director of Finance has determined that the amount owed by the City of Oxnard Community Development Commission (CDC) is \$1,285,249 ("SERAF Payment"). Accordingly, ABX4-26 requires the CDC to (i) remit the SERAF payment to the county auditor for deposit in the County SERAF prior to May 10, 2011 and (ii) provide a report to the county auditor by March 1, 2011

that states how the CDC intends to fund the SERAF payment. On February 15, 2011, the CDC approved staff to transmit a letter to the County Auditor Controller with the purpose of informing how the CDC intended to fund the SERAF, which staff did. Staff is now asking approval to transmit the required \$1,285,249 SERAF payment to the County in accordance with ABX4-26.

FINANCIAL IMPACT

The SERAF payment of \$1,285,249 is determined by the State’s Department of Finance and is based upon a pro rata share of the amount of tax increment collected by each agency. On February 15, 2011, the CDC approved the transfer of funds into SERAF. Staff is now requesting a special budget appropriation for \$1,285,249 to be appropriated from and to the following accounts:

<i>Project Area</i>	<i>Appropriation From</i>	<i>Appropriation Amount</i>	<i>Appropriation To</i>
CCRP	Fund Balance	(\$10,000.00)	401-8201-862-8487
Downtown	Fund Balance	(\$5,000.00)	402-8301-862-8487
Ormond Beach	Fund Balance	(\$100,000.00)	404-8501-862-8487
Southwinds	Fund Balance	(\$40,000.00)	403-8401-862-8487
HERO	Fund Balance	(\$1,130,249.00)	405-8701-862-8487
Total		(\$1,285,249.00)	

Attachment #1 - Special Budget Appropriation

KH/lt

CITY OF OXNARD
REQUEST FOR SPECIAL BUDGET APPROPRIATION

To the City Manager:

April 19, 2011

Request is hereby made for an appropriation of total

\$ 1,285,249

Reason for appropriation: State Mandated Supplemental Educational Revenue Augmentation Fund ("SERAF")

<u>FUND</u>	<u>DESCRIPTION/ACCOUNT</u>	<u>AMOUNT</u>
CCRP 401	401-8201-862-8487 Fund Balance	10,000 (10,000)
Downtown 402	402-8301-862-8487 Fund Balance	5,000 (5,000)
Ormond Beach 404	404-8501-862-8487 Fund Balance	100,000 (100,000)
Southwinds 403	403-8401-862-8487 Fund Balance	40,000 (40,000)
HERO 405	405-8701-862-8487 Fund Balance	1,130,249 (1,130,249)



 Manager

REQUIRES CITY COUNCIL APPROVAL

CHIEF FINANCIAL OFFICER



Disposition

Approved _____

Rejected _____

Transfer by Journal Voucher _____

 City Manager