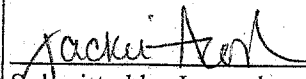


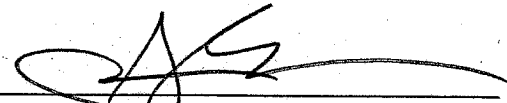


City of Carson Report to Redevelopment Agency

September 21, 2010
New Business Consent

SUBJECT: CONSIDER APPROVAL OF REDEVELOPMENT AGENCY REIMBURSEMENT TO THE GENERAL FUND FOR FY 2009/10 EXPENDITURES


Submitted by Jacquelyn Acosta
Administrative Services General Manager


Approved by Jerome G. Groomes
City Manager

I. SUMMARY

It is standard statewide procedure that at the end of each fiscal year, redevelopment agencies transfer funds to their cities to reimburse the city for the cost of services provided to the Agency by the city during the prior fiscal year. Based on the formula developed by Management Services Institute (MSI) and staff calculation, it is recommended that our Agency reimburse the city in the amount of \$3,770,394.00.

II. RECOMMENDATION

AUTHORIZE the Agency Treasurer to make the payment of \$3,770,394.00 from the Carson Redevelopment Agency Funds to the city's General Fund.

III. ALTERNATIVES

DO NOT REIMBURSE the General Fund.

IV. BACKGROUND

For many years, the city has provided administrative and other services to the Carson Redevelopment Agency. In 1993, the City Council and management deemed it appropriate to have an analysis made of the reimbursable costs. The firm of Management Services Institute (MSI) was retained for this purpose. The allocation method determined by MSI has been used since FY 1992/93, and is considered sound and reasonable by industry standards. The same general methodology has been applied to FY 2009/10 to calculate the amount due the city as shown on Exhibit No.1. Staff likewise updated the expense ratios based on the level of redevelopment activities attributable to the past fiscal year.

V. FISCAL IMPACT

Redevelopment Agency funds, in the amount of \$3,770,394.00, will be paid to the General Fund for FY 2009/10 as reimbursement for administrative expenses. The breakdown of the reimbursement by Redevelopment Project Area is attached as Exhibit No. 2.

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