



THE CITY OF SAN DIEGO
Redevelopment Agency's Report

DATE ISSUED: June 14, 2006

REPORT NO.: RA-06-29
RTC-06-069

ATTENTION: Honorable Chair and Members of the Redevelopment Agency
Council President and City Council
Docket of June 20, 2006

SUBJECT: One year extension of the time limits for the effectiveness of the Barrio Logan, City Heights, College Grove, College Community, Naval Training Center, North Bay, North Park and San Ysidro Redevelopment Plans and the date all debt must be repaid to receive tax increment.

REQUESTED ACTION:

- 1) That the Redevelopment Agency recommend to the City Council adoption of ordinances extending by one year the time limits for the effectiveness of the Barrio Logan, City Heights, College Grove, College Community, Naval Training Center, North Bay, North Park and San Ysidro Redevelopment Plans and the date all debt must be repaid to receive tax increment.
- 2) That the City Council adopt ordinances extending by one year the time limits for the effectiveness of the Barrio Logan, City Heights, College Grove, College Community, Naval Training Center, North Bay, North Park and San Ysidro Redevelopment Plans and the date all debt must be repaid to receive tax increment.

STAFF RECOMMENDATION TO THE REDEVELOPMENT AGENCY:

Recommend to the City Council adoption of ordinances extending by one year the time limits for the effectiveness of the Barrio Logan, City Heights, College Grove, College Community, Naval Training Center, North Bay, North Park and San Ysidro Redevelopment Plans and the date all debt must be repaid to receive tax increment.

STAFF RECOMMENDATION TO THE CITY COUNCIL:

Adopt ordinances extending by one year the time limits for the effectiveness of the Barrio Logan, City Heights, College Grove, College Community, Naval Training Center, North Bay, North Park and San Ysidro Redevelopment Plans and the date all debt must be repaid to receive tax increment.

SUMMARY:

In September 2003, Senate Bill No. 1045 was passed which mandated a \$135 million statewide funding shift in fiscal year 2003-04 from redevelopment agencies to the Educational Revenue

Augmentation Fund (ERAF) to balance the State budget. To offset the loss of tax increment revenue diverted to ERAF, the bill included a provision allowing agencies to adopt by ordinance one year extensions of redevelopment plans and the date all debt must be repaid to receive tax increment. Approval of the requested action would extend the time limits of the effectiveness of the redevelopment plans and the date all debt must be paid as shown in the following table.

Project Area	Current Time Limit for Effectiveness of Plan	Extended Time Limit for Effectiveness of Plan		Current Time Limit to Repay all Debt	Extended Time Limit to Repay all Debt
Barrio Logan	2031	2032		2041	2042
City Heights	2032	2033		2042	2043
College Community	2033	2034		2043	2044
College Grove	2026	2027		2036	2027
Naval Training Center	2034	2035		2049	2050
North Bay	2028	2029		2043	2044
North Park	2027	2028		2042	2043
San Ysidro	2026	2027		2041	2042

FISCAL CONSIDERATIONS: None with this action.

PREVIOUS COUNCIL and/or COMMITTEE ACTION:

On April 4, 2006 the City Council approved an ordinance to extend the time limits of the effectiveness of the Centre City and Horton Plaza Project Areas.

COMMUNITY PARTICIPATION & PUBLIC OUTREACH EFFORTS:

The Project Area Committees were notified of this request at their April meetings. No objections were raised.

KEY STAKEHOLDERS: None.

Respectfully submitted,

Maureen Ostrye
Acting Deputy Director

Approved: James T. Waring
Deputy Chief Operating Officer
Land Use and Economic Development

WARING/MO