



SACRAMENTO HOUSING AND REDEVELOPMENT AGENCY



October 2, 1989

Redevelopment Agency of the
City of Sacramento
Sacramento, California

Honorable Members in Session:

SUBJECT: Amendments to the 1989 Agency Budget Regarding Oak
Park Redevelopment Project Area No. 7

SUMMARY

This report requests authorization to amend the 1989 Agency Budget adopted by the Governing Boards in December 1988. The proposed amendments transfer 1) \$288,769.62 from Oak Park Unallocated Fund Balance to the Oak Park Commercial Loan and Grant Program, 2) transfers \$4,799 from Oak Park Unallocated Fund Balance and \$70,201 from Oak Park Paint and Beautification Program to Oak Park Neighborhood Housing Services, and 3) transfers \$31,605 from Oak Park Developers Assistance to Oak Park Broadway and Stockton Project.

BACKGROUND

The Agency budget is periodically amended to allocate any uncommitted fund balance and surplus funds from completed projects to active projects. Attached as Exhibit A is a chart titled Oak Park Budget Adjustments and Reallocation, which outlines the following recommended budget amendments:

1. Commercial Loan and Grants. In 1985, the Oak Park Redevelopment Plan was amended and as a result a greater emphasis was placed on the commercial revitalization of the project area. Since that time approximately \$881,000 has been awarded in the Oak Park Commercial Revitalization Target Area through the Oak Park Commercial Loan and Grant Program. This influx of tax increment funds has leveraged over \$1.4 million of private investment in commercial enterprises in Oak Park. As a result of the increased activity of the Commercial Loan and Grant program there are no funds available for any new activity and currently an additional \$89,938 is needed for projects awaiting funding.

(1)

10-10-89
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(19)

**SACRAMENTO
HOUSING AND REDEVELOPMENT
AGENCY**



October 10, 1989

Budget and Finance Committee
of the City Council
Sacramento, CA

Honorable Members in Session:

SUBJECT: Amendments to the 1989 Agency Budget Broadway and
Stockton - Project Oak Park Redevelopment Project Area

SUMMARY

The attached report is submitted to you for review and recommendation prior to consideration by the Redevelopment Agency of the City of Sacramento.

RECOMMENDATION

The staff recommends approval of the attached resolution approving the proposed funding amendments.

Respectfully submitted,

ROBERT E. SMITH
Executive Director

TRANSMITTAL TO COMMITTEE:

JACK R. CRIST
Deputy City Manager

Attachment

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In order to continue the progress and interest generated in the economic growth of Oak Park, staff is recommending that \$288,769 of the Oak Park Unallocated Tax Increment Fund Balance be transferred to the Oak Park Commercial Loan and Grant Program for current and future loans and grants.

2. Sacramento Neighborhood Housing Services. Additional Unallocated Fund Balance funds of \$4,799 and \$70,201 from Oak Park Paint and Beautification will be reallocated to the Oak Park Neighborhood Housing Services. This is a purely administrative function to fulfill a three year funding commitment to Neighborhood Housing Services that was made in 1987 (Resolution No. RA-86-046).

3. Oak Park Broadway and Stockton Redevelopment Project. On April 25, 1989 the Agency authorized the Executive Director to execute a contract to decontaminate the groundwater at the Broadway and Stockton Boulevard Development Site (Resolution No. 89-034). The total project cost of \$95,700 did not include \$15,000 of necessary equipment or a 15% contingency fund. Staff has determined these increases to be necessary and consistent with the contractor's bid and Agency budgeting practices for construction contracts. Therefore, staff is requesting that \$31,605 (\$15,000 equipment and \$16,605 contingency) be transferred from the Oak Park Developer Assistance Fund to Oak Park Broadway and Stockton Development to assure that sufficient funds are available to complete the project.

FINANCIAL DATA

There are sufficient funds in the Unallocated Fund Balance for these recommended transfers. The Finance Department is in the process of reviewing recent technical corrections in order to determine the remaining Unallocated Fund Balance which will be allocated as a part of the Oak Park Project Area No. 7 1990 Budget.

MBE/WBE

Not applicable to this item.

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ENVIRONMENTAL REVIEW

Projects previously approved.

POLICY IMPLICATION

The recommended action is consistent with Agency policies and procedures.

VOTE AND RECOMMENDATION OF THE OAK PARK PROJECT AREA COMMITTEE (PAC)

At its general meetings of April 5 and July 5, 1989, the PAC considered the recommendations regarding the Oak Park Commercial Loans and Grants and the Oak Park Broadway and Stockton Decontamination, respectively, as presented in this report. The PAC voted unanimously to accept the staff recommendations. The funding levels for Neighborhood Housing Services Project were previously approved in July 1986.

VOTE AND RECOMMENDATION OF COMMISSION

At its meeting of October 2, 1989, the Sacramento Housing and Redevelopment Commission adopted a motion recommending approval of the attached resolution.

AYES: Amundson, Moose, Simon, Strong, Wooley, Yew, Wiggins

NOES: None

ABSENT: Pernell, Simpson

NOT PRESENT TO VOTE: Sheldon

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RECOMMENDATION

The staff recommends adoption of the resolution amending the 1989 Agency Budget as set forth in Exhibit A.

Respectfully submitted,



ROBERT E. SMITH
Executive Director

TRANSMITTAL TO COUNCIL:

WALTER J. SLIPE
City Manager

Contact Person: Anne Moore, 440-1315

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RESOLUTION NO.

ADOPTED BY THE REDEVELOPMENT AGENCY OF THE CITY OF SACRAMENTO

ON DATE OF _____

AMENDMENTS TO THE 1989 BUDGET
REGARDING OAK PARK PROJECT AREA NO. 7

BE IT RESOLVED BY THE REDEVELOPMENT AGENCY OF THE CITY
OF SACRAMENTO:

Section 1: The 1989 Agency Budget is amended to reflect
the changes set forth in Exhibit A attached and incorporated by
reference.

CHAIR

ATTEST:

SECRETARY

429-1100WPP2

FOR CITY CLERK USE ONLY

RESOLUTION NO.: _____

DATE ADOPTED:

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OAK PARK BUDGET ADJUSTMENTS AND REALLOCATION

(6)

EXHIBIT A

YEAR/COST CENTER	PROJECT	CURRENT ALLOCATION	RECOMMENDED ALLOCATION	NET CHANGE	COMMENTS
A. SURPLUS FUNDS					
1986/A01704	O.P Paint and Beautification	\$ 70,201.00	-0-	(\$ 70,201.00)	Project Complete
1989	Unallocated Fund Balance	\$ 293,568.00	-0-*	(\$293,568.00)	Unallocated funds available to continue existing projects
1989/B00730	O.P. Developers Assistance	\$1,550,893.00	\$1,519,288.00	<u>(\$ 31,605.00)</u>	Unencumbered funds available for specific development projects.
			TOTAL SURPLUS	(\$395,374.00)	
B. REALLOCATION OF SURPLUS FUNDS					
1987/A00703	O.P. Commercial Loans and Grants	\$ 89,939.00	\$198,830.00	+\$288,769.00	Funds will be utilized to continue economic development activities along the Broadway Commercial Strip.
1986/A01703	O.P. Neighborhood Housing Services	\$ 68,736.00	\$143,736.00	+\$ 75,000.00	Funds needed to fulfill final year of a three year funding commitment.
1989/A00734	O.P. Broadway/ Stockton	\$ 95,700.00	\$127,305.00	<u>+\$ 31,605.00</u>	Funds needed to cover project costs.
			TOTAL REALLOCATION	+\$395,374.00	

* Under review by Finance Department