

STAFF REPORT
City of Lancaster
Lancaster Redevelopment Agency

| |
|----------|
| JNB 1 |
| 02/22/11 |
| MVB |

Date: February 22, 2011

To: Mayor/Chairman Parris and City Council/Agency Directors

From: Barbara Boswell, Finance Director

Subject: **Approval of Cooperation Agreement between City and Agency**

Recommendations:

Agency Recommendation:

Approve the Cooperation Agreement between the City of Lancaster and the Lancaster Redevelopment Agency related to reimbursement for administrative costs.

City Council Recommendation:

Approve the Cooperation Agreement between the City of Lancaster and the Lancaster Redevelopment Agency related to reimbursement for administrative costs.

Fiscal Impact:

No anticipated impact to adopted City or Agency budgets.

Background:

The purpose of the Cooperation Agreement is to memorialize the obligation of the Agency to reimburse the City for the cost of providing employees and other administrative services for the benefit of the Agency. This is consistent with the way the City has handled such expenses since the activation of the Agency, but provides an express pledge of tax increment to the repayment of such expenses by the City. The pledge is subordinate to all other obligations of the Agency whether existing or hereafter incurred.

BB:pg

Attachment:

Cooperation Agreement