

RESOLUTION NO. 12-11

A RESOLUTION OF THE LANCASTER REDEVELOPMENT AGENCY, ADOPTING THE PROPOSED LANCASTER REDEVELOPMENT AGENCY FISCAL YEAR 2011-12 BUDGET AS SUBMITTED

WHEREAS, the Redevelopment Agency Directors have reviewed the proposed Fiscal Year 2011-12 budget at the Budget Public Hearing regarding the adoption of the budget on June 8, 2010, as listed below:

Economic Development Operations	\$ 1,299,810
Economic Development Programs & Projects	50,000
Low and Moderate Income Housing Operations	2,574,555
Low & Mod. Income Housing Programs & Projects	0
Debt Service	21,040,185
Tax Increment Pass-Through	<u>36,773,000</u>
Total Lancaster Redevelopment Agency Budget	\$ <u>61,737,550</u>

NOW, THEREFORE, BE IT RESOLVED BY THE LANCASTER REDEVELOPMENT AGENCY AS FOLLOWS:

Section 1. The Lancaster Redevelopment Agency Fiscal Year 2011-12 Budget, as submitted, is hereby adopted.

Section 2. Unused appropriations at the end of Fiscal Year 2010-11 for programmatic and capital projects that are to continue into Fiscal Year 2011-12 shall be carried forward and become part of the budget.

Section 3. The Chairman and Executive Director are hereby authorized and directed to enter into any agreements and to execute any documents as may be necessary or advisable to implement the provisions of this budget.

PASSED, APPROVED, and ADOPTED this _____ day of _____, 2011, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST:

APPROVED:

GERI K. BRYAN, CMC
Agency Secretary
Lancaster Redevelopment Agency

R. REX PARRIS
Chairman
Lancaster Redevelopment Agency

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES)ss
CITY OF LANCASTER)

CERTIFICATION OF RESOLUTION
REDEVELOPMENT AGENCY

I, _____, _____, Lancaster Redevelopment Agency, do hereby certify that this is a true and correct copy of the original Resolution No. 12-11 , for which the original is on file in my office.

WITNESS MY HAND AND THE SEAL OF THE LANCASTER REDEVELOPMENT AGENCY, on this _____ day of _____, _____.

(seal)

RESOLUTION NO. 13-11

A RESOLUTION OF THE LANCASTER REDEVELOPMENT AGENCY, FINDING THAT THE ACQUISITION OF PROPERTY OR CONSTRUCTION OF VARIOUS IMPROVEMENTS AS APPROVED PURSUANT TO THE ADOPTION OF THE FISCAL YEAR 2011-12 BUDGET WILL BE OF BENEFIT TO THE REDEVELOPMENT PROJECT

WHEREAS, the City of Lancaster (the "City") has adopted the Redevelopment Plans for the Lancaster Residential Redevelopment Project ("Residential"), Lancaster Central Business District Redevelopment Project ("CBD"), Fox Field Redevelopment Project ("Fox"), Amargosa Project ("Amargosa"), Redevelopment Project No. 5 ("No. 5"), Redevelopment Project No. 6 ("No. 6"), and Redevelopment Project No. 7 ("No. 7") collectively known as the "Project Areas" which result in tax increment revenues from the Project Areas being allocated to the Lancaster Redevelopment Agency (the "Agency") for the purposes of redevelopment; and

WHEREAS, the Agency has issued bonds and notes secured by a pledge of tax increment revenues with respect to each of the Project Areas; and

WHEREAS, the City and Agency have adopted Annual Budgets (the "Budgets") for the 2011-12 fiscal year; and

WHEREAS, the Agency low and moderate income housing planning and administrative expenses as adopted in the budget are necessary for the production, improvement, and preservation of low and moderate income housing pursuant to section 33334.3(d); and

WHEREAS, consistent with the adoption of such Budgets, funding of certain projects require a transfer of monies from one project area to another, pursuant to a finding of benefit consistent with Section 33445; and

WHEREAS, the City and Agency have undertaken the implementation of various projects requiring benefit findings identified as:

Purpose

Economic Development Fund

Convention & Visitors' Bureau
Positioning for Prosperity
Boulevard Association Partnership
Downtown Infrastructure Improvements
23rd Street West Environmental Remediation
Tax Deeded Parcel Acquisition & Assembly
Marketing/Branding/Way-finding Program
Business Park Utility Study

Housing Fund

North Downtown Transit Village Project
Lowtree Neighborhood Project
NE Gateway Corridor
South Downtown Transit Village Project
Trend Tract Neighborhood Revitalization
El Dorado Neighborhood Revitalization
Parkview Neighborhood Revitalization
Joshua Neighborhood Revitalization
Yucca Neighborhood Revitalization

Purpose

Housing Fund

Tierra Bonita Neighborhood Revitalization
Columbia Neighborhood Revitalization
Lincoln Neighborhood Revitalization
Challenger Neighborhood Revitalization
Solutions To Public Concerns
Housing Program Implementation

WHEREAS, Section 33445 of the California Community Redevelopment Law (Health and Safety Code Section 33000 et seq.) permits the Agency, with the consent of the legislative body, to pay all or part of the value of the land for and the cost of the installation and construction of any building, facility, structure, or other improvement which is publicly-owned either within or outside the Project Areas with the consent of the legislative body; and

WHEREAS, Health & Safety Code §33334.2(g) provides as follows: “The agency may use these funds inside or outside the project area. The agency may only use these funds outside the project area upon a resolution of the agency and the legislative body that the use will be of benefit to the project. The determination by the agency and the legislative body shall be final and conclusive as to the issue of benefit to the project area. The Legislature finds and declares that the provision of replacement housing pursuant to Section 33413 is always of benefit to a project. Unless the legislative body finds, before the redevelopment plan is adopted, that the provision of low- and moderate-income housing outside the project area will be of benefit to the project, the project area shall include property suitable for low- and moderate-income housing.”

NOW THEREFORE, BE IT RESOLVED BY THE LANCASTER REDEVELOPMENT AGENCY AS FOLLOWS:

Section 1. The buildings, facilities, structures or other such improvements are of benefit to the Project Areas or the immediate neighborhood in which the project is located, regardless of whether the improvements are within another project area. The use of tax allocation bond and note proceeds allocated from the Redevelopment Agency for the purpose of participating in the cost of public improvements identified herein are of benefit to the community and such improvements will result in the alleviation of blight within each of the Project Areas.

Section 2. The real property on building sites improved with onsite and offsite improvements are part of the new construction or rehabilitation of affordable housing units for low or moderate income persons that are directly benefited by the improvements, and the improvements are a reasonable and fundamental component of such housing units. The Agency shall require that the units remain available at affordable housing costs to, and occupied by, persons and families of low or moderate income in the manner required by Section 33334.3(f)(2) of the Health and Safety Code.

Section 3. The Lancaster Redevelopment Agency reaffirms Benefit Finding Resolution No. 14-90, whereas any low- and moderate-income housing expenditures in the City are of benefit to each and every Project Area in the City, pursuant to Section 33334.3(d) of the Health and Safety Code.

Section 4. There are no other reasonable means of financing the cost of the public improvements available to the community and such improvements will result in the alleviation of blight within each of the Project Areas.

PASSED, APPROVED and ADOPTED this _____ day of _____, 2011, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST:

APPROVED:

GERI K. BRYAN, CMC
Agency Secretary
Lancaster Redevelopment Agency

R. REX PARRIS
Chairman
Lancaster Redevelopment Agency

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) ss
CITY OF LANCASTER)

CERTIFICATION OF RESOLUTION
REDEVELOPMENT AGENCY

I, _____, _____ Lancaster Redevelopment Agency, do hereby certify that this is a true and correct copy of the original Resolution No. 13-11, for which the original is on file in my office.

WITNESS MY HAND AND THE SEAL OF THE LANCASTER REDEVELOPMENT AGENCY, on this ____ day of _____, _____.

(seal)

RESOLUTION NO. 14-11

A RESOLUTION OF THE LANCASTER REDEVELOPMENT AGENCY, ESTABLISHING THE TERMS AND CONDITIONS AND AUTHORIZING THE EXECUTION OF A PROMISSORY NOTE IN FAVOR OF THE CITY OF LANCASTER FOR THE DISTRIBUTION OF FUNDS TO THE REVOLVING FUND OF THE LANCASTER REDEVELOPMENT AGENCY PURSUANT TO THE IMPLEMENTATION OF THE FISCAL YEAR 2011-2012 BUDGET

WHEREAS, pursuant to the adopted Fiscal Year 2011-12 budget of the Lancaster Redevelopment Agency ("Agency"), the Agency has incurred certain expenses for project expenditures which require a loan from the City of Lancaster ("City"); and

WHEREAS, the City of Lancaster will advance up to \$190,800 to the Agency's Revolving Fund for the implementation of certain project expenditures to cover such expenses of the Agency related to the implementation of the Fiscal Year 2011-12 budget in the following project areas:

Revolving Fund

Amargosa	\$ <u>190,800</u>
Total Loan	\$ 190,800

WHEREAS, the Agency will receive tax increment revenues periodically throughout the fiscal year and the Agency will not be able to reimburse the City until other debt repayment obligations of the Agency have been fulfilled; and

WHEREAS, the Agency and City desire to formalize this debt obligation of the Agency for the reimbursement of project expenses of the Agency during the Fiscal Year 2011-12; and

WHEREAS, the City Council of the City of Lancaster will consider a corresponding action to consider the adoption of a City Council Resolution setting forth the terms and conditions of a Promissory Note (as shown on Exhibit A) in an amount sufficient to cover such expense, including authorization to the City Manager to execute said Promissory Note; and

WHEREAS, the term of this Promissory Note shall be made on an annual basis for expenses incurred for this purpose during the Fiscal Year 2011-12 with principal due on or before June 30, 2012 unless extended as provided herein.

NOW, THEREFORE, THE LANCASTER REDEVELOPMENT AGENCY DOES HEREBY RESOLVE AS FOLLOWS:

Section 1. The Agency hereby authorizes and directs the Executive Director, or appropriate officers and employees, to execute the Promissory Note and to take whatever actions are required pursuant to the corresponding City Council Resolution.

PASSED, APPROVED and ADOPTED this _____ day of _____, _____, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST:

APPROVED:

GERI K. BRYAN, CMC
Agency Secretary
Lancaster Redevelopment Agency

R. REX PARRIS
Chairman
Lancaster Redevelopment Agency

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) ss
CITY OF LANCASTER)

CERTIFICATION OF RESOLUTION
REDEVELOPMENT AGENCY

I, _____, _____ Lancaster Redevelopment Agency, do hereby certify that this is a true and correct copy of the original Resolution No. 14-11, for which the original is on file in my office.

WITNESS MY HAND AND THE SEAL OF THE LANCASTER REDEVELOPMENT AGENCY, on this _____ day of _____, _____.

(seal)

EXHIBIT "A"

PROMISSORY NOTE

Amount
\$190,800

Lancaster, California
June 28, 2011

1. Promise to Pay. The Lancaster Redevelopment Agency ("Agency"), a public body, corporate and politic, duly organized and existing under the laws of the State of California, for value received, hereby promises to pay to the order of the City of Lancaster, a public body, corporate and politic, duly organized and existing under the laws of the State of California ("City"), the principal due pursuant to the terms of this Note. This Note is being executed to evidence the monetary obligations of the Agency to the City arising from the adoption of the Fiscal Year 2011-12 budget relating to project expenses ("Revolving Fund") of the Agency. The principal balance hereof, from time to time outstanding, shall equal the amount advanced after presentation of evidence of expenses incurred by the Agency, but in no event shall the obligations of the Agency hereunder exceed the sum of One Hundred Ninety Thousand Eight Hundred Dollars and no cents (\$190,800).

2. Interest Rate. Interest rate shall be charged by City for this Note equal to the amount of the weighted average yield of the City's investment portfolio per annum, from the date hereof to the date of repayment

3. Principal and Interest Payments. The Agency hereby pledges to advance any available tax increment monies from available tax increment sources until such time as the outstanding interest and principal are satisfied. The Principal amount due pursuant to this Note shall be due and paid in full by the Agency to the City prior to June 30, 2012; however, repayment of debt may be extended by action of the City Manager and Executive Director if sufficient funds are not available to the Agency.

4. Application of Payments. Both principal and interest hereof are payable in lawful money of the United States of America.

IN WITNESS WHEREOF, the parties hereto have executed this Promissory Note as of the date first set forth in this Promissory Note.

ATTEST:

CITY OF LANCASTER

By: _____
City Clerk

By: _____
City Manager

ATTEST:

LANCASTER REDEVELOPMENT AGENCY

By: _____
Agency Secretary

By: _____
Executive Director

RESOLUTION NO. 15-11

A RESOLUTION OF THE LANCASTER REDEVELOPMENT AGENCY, ESTABLISHING THE TERMS AND CONDITIONS AND AUTHORIZING THE EXECUTION OF A PROMISSORY NOTE IN FAVOR OF THE CITY OF LANCASTER FOR THE DISTRIBUTION OF FUNDS TO THE REVOLVING FUND OF THE LANCASTER REDEVELOPMENT AGENCY PURSUANT TO THE YEAR END ADJUSTMENT OF THE FISCAL YEAR 2010-2011 BUDGET

WHEREAS, pursuant to the adopted Fiscal Year 2010-11 budget of the Lancaster Redevelopment Agency ("Agency"), the Agency has incurred certain expenses for project expenditures which require a loan from the City of Lancaster ("City"); and

WHEREAS, the City of Lancaster will advance up to \$103,350 to the Agency's Revolving Fund for the implementation of certain project expenditures to cover such expenses of the Agency related to the implementation of the Fiscal Year 2010-11 budget in the following project areas:

Revolving Fund

Amargosa	\$ <u>103,350</u>
Total Loan	\$ 103,350

WHEREAS, the Agency will receive tax increment revenues periodically throughout the fiscal year and the Agency will not be able to reimburse the City until other debt repayment obligations of the Agency have been fulfilled; and

WHEREAS, the Agency and City desire to formalize this debt obligation of the Agency for the reimbursement of project expenses of the Agency during the Fiscal Year 2010-11; and

WHEREAS, the City Council of the City of Lancaster will consider a corresponding action to consider the adoption of a City Council Resolution setting forth the terms and conditions of a Promissory Note (as shown on Exhibit A) in an amount sufficient to cover such expense, including authorization to the City Manager to execute said Promissory Note; and

WHEREAS, the term of this Promissory Note shall be made on an annual basis for expenses incurred for this purpose during the Fiscal Year 2010-11 with principal due on or before June 30, 2011 unless extended as provided herein.

NOW, THEREFORE, THE LANCASTER REDEVELOPMENT AGENCY DOES HEREBY RESOLVE AS FOLLOWS:

Section 1. The Agency hereby authorizes and directs the Executive Director, or appropriate officers and employees, to execute the Promissory Note and to take whatever actions are required pursuant to the corresponding City Council Resolution.

PASSED, APPROVED and ADOPTED this _____ day of _____, 2011, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST:

APPROVED:

GERI K. BRYAN, CMC
Agency Secretary
Lancaster Redevelopment Agency

R. REX PARRIS
Chairman
Lancaster Redevelopment Agency

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) ss
CITY OF LANCASTER)

CERTIFICATION OF RESOLUTION
REDEVELOPMENT AGENCY

I, _____, _____ Lancaster Redevelopment Agency, do hereby certify that this is a true and correct copy of the original Resolution No. 15-11, for which the original is on file in my office.

WITNESS MY HAND AND THE SEAL OF THE LANCASTER REDEVELOPMENT AGENCY, on this ____ day of _____, _____.

(seal)

EXHIBIT "A"

PROMISSORY NOTE

Amount
\$103,350

Lancaster, California
June 28, 2011

1. Promise to Pay. The Lancaster Redevelopment Agency ("Agency"), a public body, corporate and politic, duly organized and existing under the laws of the State of California, for value received, hereby promises to pay to the order of the City of Lancaster, a public body, corporate and politic, duly organized and existing under the laws of the State of California ("City"), the principal due pursuant to the terms of this Note. This Note is being executed to evidence the monetary obligations of the Agency to the City arising from the adoption of the Fiscal Year 2010-11 budget relating to project expenses ("Revolving Fund") of the Agency. The principal balance hereof, from time to time outstanding, shall equal the amount advanced after presentation of evidence of expenses incurred by the Agency, but in no event shall the obligations of the Agency hereunder exceed the sum of One Hundred Three Thousand Three Hundred Fifty Dollars and no cents (\$103,350).

2. Interest Rate. Interest rate shall be charged by City for this Note equal to the amount of the weighted average yield of the City's investment portfolio per annum, from the date hereof to the date of repayment

3. Principal and Interest Payments. The Agency hereby pledges to advance any available tax increment monies from available tax increment sources until such time as the outstanding interest and principal are satisfied. The Principal amount due pursuant to this Note shall be due and paid in full by the Agency to the City prior to June 30, 2011; however, repayment of debt may be extended by action of the City Manager and Executive Director if sufficient funds are not available to the Agency.

4. Application of Payments. Both principal and interest hereof are payable in lawful money of the United States of America.

IN WITNESS WHEREOF, the parties hereto have executed this Promissory Note as of the date first set forth in this Promissory Note.

ATTEST:

CITY OF LANCASTER

By: _____
City Clerk

By: _____
City Manager

ATTEST:

LANCASTER REDEVELOPMENT AGENCY

By: _____
Agency Secretary

By: _____
Executive Director

RESOLUTION NO. 11-38

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LANCASTER, CALIFORNIA, ADOPTING THE PROPOSED CITY OF LANCASTER FISCAL YEAR 2011-12 GENERAL FUND OPERATING BUDGET, SPECIAL FUNDS BUDGET, AND CAPITAL IMPROVEMENTS BUDGET, AS SPECIFIED IN THE STAFF REPORT AND BUDGET DOCUMENT

WHEREAS, the City Council has reviewed the proposed Fiscal Year 2011-12 Budget, and held a Public Hearing regarding the adoption of the budget on June 14, 2011, as amended in Attachment A, and listed below:

City Council	\$ 118,275
City Manager's Office	1,189,070
Administrative Services	-933,585
Public Safety Administration	300,520
Public Safety Operations	24,697,475
City Attorney	1,016,340
City Clerk	677,100
Human Resources & Risk Mgmt	1,815,770
Finance	4,044,265
Planning	1,375,050
Parks, Recreation & Arts	11,147,005
Housing & Neighborhood Revitalization	3,726,810
Public Works	<u>28,480,505</u>
Operations Budget	\$ 77,654,600
Capital Improvement Projects	<u>14,793,445</u>
Total City of Lancaster Budget	<u>\$92,448,045</u>
General Fund	\$47,429,135
Special Revenue Funds	17,340,390
Maintenance Districts	13,575,115
Capital Replacement Fund	23,000
Special Reserves	1,630,500
Lancaster Performing Arts Center	1,823,540
Lancaster Community Services Foundation	10,000
Developer Fee Funds	6,629,410
Lancaster Housing Authority	686,950
Lancaster Power Authority	<u>3,300,005</u>
Total City of Lancaster Budget	<u>\$ 92,448,045</u>

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LANCASTER AS FOLLOWS:

Section 1. The City of Lancaster Fiscal Year 2011-12 General Fund Operating Budget, Special Funds Budget, and Capital Improvements Budget, as specified in the Staff Report and Budget Document are hereby adopted.

Section 2. Unused appropriations at the end of Fiscal Year 2010-11 for capital projects, special projects, and grant programs for programs and projects that are unfinished and continuing into Fiscal Year 2011-12 shall be carried forward and become part of the Fiscal Year 2011-12 budget.

Section 3. The Mayor and the City Manager are authorized and directed to enter into any agreements and to execute any documents as may be necessary or advisable to implement the provisions of this budget.

Section 4. The City Manager is authorized to offer a severance package to employees that voluntarily separate from the City of Lancaster no later than December 31, 2011 and results in a minimum savings of three-months salary of the position separated in the 2011-12 fiscal year and full year savings in the subsequent fiscal year.

PASSED, APPROVED, and ADOPTED this _____ day of _____, 2011, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST:

APPROVED:

GERI K. BRYAN, CMC
City Clerk
City of Lancaster

R. REX PARRIS
Mayor
City of Lancaster

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) ss
CITY OF LANCASTER)

CERTIFICATION OF RESOLUTION
CITY COUNCIL

I, _____, _____ City of Lancaster, CA, do hereby certify that this is a true and correct copy of the original Resolution No. 11-38, for which the original is on file in my office.

WITNESS MY HAND AND THE SEAL OF THE CITY OF LANCASTER, on this _____ day of _____.

(seal)

ATTACHMENT A
CITY OF LANCASTER
FISCAL YEAR 2011-12 BUDGET AMENDMENTS

101-4545-301 PROFESSIONAL SERVICES	-\$116,340
101-4400-303 ATTORNEY SERVICES	\$116,340

REPLACE PAGES PUBLIC WORKS-21 AND PUBLIC WORKS-22 WITH ATTACHED,
TOTALS REMAIN THE SAME.

RESOLUTION NO. 11-39

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LANCASTER, CALIFORNIA, FINDING THAT THE ACQUISITION OF PROPERTY OR CONSTRUCTION OF VARIOUS IMPROVEMENTS AS APPROVED PURSUANT TO THE ADOPTION OF THE FISCAL YEAR 2011-12 BUDGET WILL BE OF BENEFIT TO THE REDEVELOPMENT PROJECT

WHEREAS, the City of Lancaster (the "City") has adopted the Redevelopment Plans for the Lancaster Residential Redevelopment Project ("Residential"), Lancaster Central Business District Redevelopment Project ("CBD"), Fox Field Redevelopment Project ("Fox"), Amargosa Project ("Amargosa"), Redevelopment Project No. 5 ("No. 5"), Redevelopment Project No. 6 ("No. 6"), and Redevelopment Project No. 7 ("No. 7") collectively known as the "Project Areas" which result in tax increment revenues from the Project Areas being allocated to the Lancaster Redevelopment Agency (the "Agency") for the purposes of redevelopment; and

WHEREAS, the Agency has issued bonds and notes secured by a pledge of tax increment revenues with respect to each of the Project Areas; and

WHEREAS, the City and Agency has adopted Annual Budgets (the "Budgets") for the 2011-12 fiscal year; and

WHEREAS, the Agency low and moderate income housing planning and administrative expenses as adopted in the budget are necessary for the production, improvement, and preservation of low and moderate income housing pursuant to Section 33334.3(d); and

WHEREAS, consistent with the adoption of such Budgets funding of certain projects require a transfer of monies from one project area to another, pursuant to a finding of benefit consistent with Section 33445; and

WHEREAS, the City and Agency have undertaken the implementation of various projects requiring benefit findings identified as:

Purpose

Economic Development Fund

Convention & Visitors' Bureau
Positioning for Prosperity
Boulevard Association Partnership
Downtown Infrastructure Improvements
23rd Street West Environmental Remediation
Tax Deeded Parcel Acquisition & Assembly
Marketing/Branding/Way-finding Program
Business Park Utility Study

Housing Fund

North Downtown Transit Village Project
Lowtree Neighborhood Project
NE Gateway Corridor
South Downtown Transit Village Project
Trend Tract Neighborhood Revitalization
El Dorado Neighborhood Revitalization
Parkview Neighborhood Revitalization
Joshua Neighborhood Revitalization
Yucca Neighborhood Revitalization

Purpose

Housing Fund

Tierra Bonita Neighborhood Revitalization
Columbia Neighborhood Revitalization
Lincoln Neighborhood Revitalization
Challenger Neighborhood Revitalization
Solutions to Public Concerns
Housing Program Implementation

WHEREAS, Section 33445 of the California Community Redevelopment Law (Health and Safety Code Section 33000 et seq.) permits the Agency, with the consent of the legislative body, to pay all or part of the value of the land for and the cost of the installation and construction of any building, facility, structure, or other improvement which is publicly-owned either within or outside the Project Areas with the consent of the legislative body; and

WHEREAS, Health & Safety Code §33334.2(g) provides as follows: “The agency may use these funds inside or outside the project area. The agency may only use these funds outside the project area upon a resolution of the agency and the legislative body that the use will be of benefit to the project. The determination by the agency and the legislative body shall be final and conclusive as to the issue of benefit to the project area. The Legislature finds and declares that the provision of replacement housing pursuant to Section 33413 is always of benefit to a project. Unless the legislative body finds, before the redevelopment plan is adopted, that the provision of low- and moderate-income housing outside the project area will be of benefit to the project, the project area shall include property suitable for low- and moderate-income housing.”

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LANCASTER AS FOLLOWS:

Section 1. The buildings, facilities, structures or other such improvements are of benefit to the Project Areas or the immediate neighborhood in which the project is located, regardless of whether the improvements are within another project area. The use of tax allocation bond and note proceeds allocated from the Redevelopment Agency for the purpose of participating in the cost of public improvements identified herein are of benefit to the community and such improvements will result in the alleviation of blight within each of the Project Areas.

Section 2. That the real property on building sites improved with onsite and offsite improvements are part of the new construction or rehabilitation of affordable housing units for low or moderate income persons that are directly benefited by the improvements, and the improvements are a reasonable and fundamental component of such housing units. The Agency shall require that the units remain available at affordable housing costs to, and occupied by, persons and families of low or moderate income in the manner required by Section 33334.3(f)(2) of the Health and Safety Code.

Section 3. The Lancaster City Council reaffirms the Lancaster Redevelopment Agency's Benefit Finding Resolution No. 14-90, whereas any low- and moderate-income housing expenditures in the City are of benefit to each and every Project Area in the City, pursuant to Section 33334.3(d) of the Health and Safety Code.

Section 4. There are no other reasonable means of financing the cost of the public improvements available to the community and such improvements will result in the alleviation of blight within each of the Project Areas.

PASSED, APPROVED and ADOPTED this _____ day of _____, 2011 by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST:

APPROVED:

GERI K. BRYAN, CMC
City Clerk
City of Lancaster

R. REX PARRIS
Mayor
City of Lancaster

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) ss
CITY OF LANCASTER)

CERTIFICATION OF RESOLUTION
CITY COUNCIL

I, _____, _____ City of Lancaster, CA, do hereby certify that this is a true and correct copy of the original Resolution No. 11-39, for which the original is on file in my office.

WITNESS MY HAND AND THE SEAL OF THE CITY OF LANCASTER, on this _____ day of _____, _____.

(seal)

RESOLUTION NO. 11-40

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
LANCASTER, CALIFORNIA, ESTABLISHING THE ANNUAL
APPROPRIATIONS LIMIT FOR FISCAL YEAR 2011-12

WHEREAS, the voters of California, on November 6, 1979, added Article XIII B to the State Constitution placing various limitations on the appropriations of the state and local governments; and

WHEREAS, Article XIII B provides that the appropriations limit for the Fiscal Year 2011-12 is to be calculated by adjusting the appropriations limit of the previous fiscal year for changes in the cost of living and population; and

WHEREAS, the information necessary for making these adjustments is found in Exhibit "A", attached hereto and made a part hereof by reference; and

WHEREAS, the City of Lancaster has complied with all the provisions of Article XIII B in determining the appropriations limit for Fiscal Year 2011-12.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LANCASTER AS FOLLOWS:

Section 1. The appropriations subject to limitation for the City of Lancaster in Fiscal Year 2011-12 shall be \$148,401,994.

PASSED, APPROVED, and ADOPTED this _____ day of _____, 2011, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST:

APPROVED:

GERI K. BRYAN, CMC
City Clerk
City of Lancaster

R. REX PARRIS
Mayor
City of Lancaster

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) ss
CITY OF LANCASTER)

CERTIFICATION OF RESOLUTION
CITY COUNCIL

I, _____, _____ City of Lancaster, CA, do
hereby certify that this is a true and correct copy of the original Resolution No. 11-40, for which
the original is on file in my office.

WITNESS MY HAND AND THE SEAL OF THE CITY OF LANCASTER, on this _____
day of _____, _____.

(seal)

EXHIBIT "A"

Resolution No. 11-40

**CALCULATIONS FOR DETERMINING THE CITY OF LANCASTER
APPROPRIATIONS LIMIT FOR FISCAL YEAR 2011-2012**

Appropriations Limit Fiscal 2009-2010 (population 140,136*)		\$ 136,181,570
Change in California Per-Capita Income	-2.54%	
Change in population for the City of Lancaster (*140,937/140,136)	0.57%	
Calculation Factor (1.0062X .9994)		<u>0.98016</u>

**APPROPRIATIONS SUBJECT TO LIMIT FISCAL
YEAR 2010-2011** \$ 133,479,077

Appropriations Limit Fiscal 2011-2012 (population 152,857*)		\$ 133,479,077
Change in California Per-Capita Income	2.51%	
Change in population for the City of Lancaster (*152,857/140,937)	8.46%	
Calculation Factor (1.0251 X 1.0846)		<u>1.111799674</u>

**APPROPRIATIONS SUBJECT TO LIMIT FISCAL
YEAR 2011-2012** \$ 148,401,994

RESOLUTION NO. 11-41

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LANCASTER, CALIFORNIA, AMENDING RESOLUTION 10-47 BY ESTABLISHING A COMPENSATION SCHEDULE FOR VARIOUS CLASSIFICATIONS OF EMPLOYEES OF THE CITY.

WHEREAS, the City Council is desirous of amending the Compensation Schedule for various classifications of employees of the City.

NOW THEREFORE, THE CITY COUNCIL OF THE CITY OF LANCASTER DOES HEREBY RESOLVE, DETERMINE AND FIND AS FOLLOWS;

Section 1. The following Mid-Management classification is hereby created and added to the Compensation Schedule as follows:

<u>Class Title</u>	Effective 07/11 <u>Salary (Approximate Monthly)</u>
Assistant Utility Services Manager	\$6,198 - \$8,677

Section 2. The following General classification is hereby created and added to the Compensation Schedule as follows:

<u>Class Title</u>	Effective 07/11 <u>Salary (Approximate Monthly)</u>
GIS Technician	\$3,971 - \$5,341

Section 3. The following Union classification is hereby created and added to the Compensation Schedule as follows:

<u>Class Title</u>	Effective 07/11 <u>Salary (Approximate Monthly)</u>
Facilities Maintenance Worker	\$3,424 - \$4,605

Section 4. Continuation of Basic Benefits. All other existing benefits for General, Professional/Supervisory, Mid-Management and Executive Management employees not conflicting with the above changes shall remain in effect until changed by the City through appropriate City Council action.

Section 5. Any Resolutions in conflict with provisions stated herein shall be considered superseded by the provisions contained within this Resolution.

PASSED, APPROVED and ADOPTED this _____ day of _____, 2011 by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST:

APPROVED:

GERI K. BRYAN, CMC
City Clerk
City of Lancaster

R. REX PARRIS
Mayor
City of Lancaster

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) ss
CITY OF LANCASTER)

CERTIFICATION OF RESOLUTION
CITY COUNCIL

I, _____, _____ City of Lancaster, CA, do hereby certify that this is a true and correct copy of the original Resolution No. 11-41, for which the original is on file in my office.

WITNESS MY HAND AND THE SEAL OF THE CITY OF LANCASTER, on this _____ day of _____, _____.

(seal)

RESOLUTION NO. 11-42

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LANCASTER, CALIFORNIA, AMENDING RESOLUTION NO. 09-91 ESTABLISHING THE CITYWIDE FEE SCHEDULE RELATED TO COST OF SERVICES

WHEREAS, the City Council has approved a study of the cost of services provided in connection with provision of services;

WHEREAS, the study was conducted and findings reported to the City;

WHEREAS, the City desires to add additional fees to the existing citywide fee schedule.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LANCASTER AS FOLLOWS:

Section 1. Fees for the following services are hereby established in the amounts set forth in Attachment A.

Section 2. Fees will be adjusted annually, effective each July 1, based on the prior year Los Angeles-Riverside-Orange Co - All Urban Consumers (CPI-U) annual average percent change.

Section 3. The effective date of this Resolution shall be July 1, 2011.

Section 4. Any Resolutions in conflict with provisions stated herein shall be considered superseded by the provisions contained within this Resolution.

PASSED, APPROVED and ADOPTED this _____ day of _____, 2011 by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST:

APPROVED:

GERI K. BRYAN, CMC
City Clerk
City of Lancaster

R. REX PARRIS
Mayor
City of Lancaster

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) ss
CITY OF LANCASTER)

CERTIFICATION OF RESOLUTION
CITY COUNCIL

I, _____, _____ City of Lancaster, California, do hereby certify that this is a true and correct copy of the original Resolution No. 11-42, for which the original is on file in my office.

WITNESS MY HAND AND THE SEAL OF THE CITY OF LANCASTER, on this _____ day of _____, _____.

(seal)

ATTACHMENT A

New Fees
Proposed

LANDSCAPE AND IRRIGATION

Tract Standardized Plans		\$607
Tract Production		\$116
New Custom Residence	< 10,000 SF	\$535
	> 10,000 SF	\$821
Existing SFD		\$254
New Commercial	< 10,000 SF	\$723
	> 10,000 SF	\$1,009

Solar Photovoltaic System

Residential	(Permit \$33, Travel & Documentation \$22, Issuance \$6)	\$61
Commercial	(Minimum 2 hrs Plan Check \$378, 2 hrs Inspection \$266) Additional time will be charged at the fully allocated rate.	\$642

Residential Fire Sprinkler

Residential	(Minimum 2 hrs Plan Check \$378, 2 hrs Inspection \$266) Additional time will be charged at the fully allocated rate.	\$642
-------------	---	-------

Utility Service Cut Encroach Permit - Asphalt Cut

Permit		\$134
Asphalt Cut Paving Inspection		\$0.71/sf

RESOLUTION NO. 11-43

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LANCASTER, CALIFORNIA ESTABLISHING THE TERMS AND CONDITIONS AND AUTHORIZING THE EXECUTION OF A PROMISSORY NOTE IN FAVOR OF THE CITY OF LANCASTER FOR THE DISTRIBUTION OF FUNDS TO THE REVOLVING FUND OF THE LANCASTER REDEVELOPMENT AGENCY PURSUANT TO THE IMPLEMENTATION OF THE FISCAL YEAR 2011-2012 BUDGET

WHEREAS, pursuant to the adoption of the Fiscal Year 2011-12 budget of the Lancaster Redevelopment Agency ("Agency"), the Agency has incurred certain project expenses which require a loan from the City of Lancaster ("City"); and

WHEREAS, the City of Lancaster will advance up to \$190,800 to the Agency's Revolving Fund for the implementation of certain projects to cover such expenses of the Agency related to the implementation of the Fiscal Year 2011-12 budget in the following project areas:

Revolving Fund

Amargosa	\$ <u>190,800</u>
Total Loan	\$ 190,800

WHEREAS, the Agency will receive tax increment revenues periodically throughout the fiscal year and the Agency will not be able to reimburse the City until other debt repayment obligations of the Agency have been fulfilled; and

WHEREAS, the Agency and City desire to formalize this debt obligation of the Agency for project expenses of the Agency during the Fiscal Year 2011-12; and

WHEREAS, the Agency will consider a corresponding action to consider the adoption of a Redevelopment Resolution accepting the terms and conditions of a Promissory Note (as shown on Exhibit A) in an amount sufficient to cover such expense, including authorization to the Executive Director to execute said Promissory Note; and

WHEREAS, the term of this Promissory Note shall be made on an annual basis for expenses incurred for this purpose during the Fiscal Year 2011-12 with principal due on or before June 30, 2012 unless extended as provided herein.

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

Section 1. The City Council hereby authorizes and directs the City Manager, or appropriate officers and employees, to execute the Promissory Note and to take whatever actions are required to fulfill the requirements of this resolution.

Section 2. The City Council hereby authorizes the advance of funds to the Agency's Revolving Fund to pay for certain projects expenses in an amount not to exceed \$190,800, which is allocated to the Amargosa Project Area, to be repaid from any legally available tax increment funds of the Agency.

Section 3. The obligation for repayment to the City of Lancaster created hereby shall be subordinate to any other indebtedness of the Agency, presently existing or hereafter incurred, and shall be repaid from Agency tax increment revenue, if available, prior to June 30, 2012 or at such later date as tax increment revenues become available.

Section 4. The Agency shall file with the City Council a detailed report of all its transactions, including a statement of all revenues and expenditures, on an annual basis or upon City Council request.

PASSED, APPROVED and ADOPTED this _____ day of _____, 2011, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST:

APPROVED:

GERI K. BRYAN, CMC
City Clerk
City of Lancaster

R. REX PARRIS
Mayor
City of Lancaster

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) ss
CITY OF LANCASTER)

CERTIFICATION OF RESOLUTION
CITY COUNCIL

I, _____, _____ City of
Lancaster, California, do hereby certify that this is a true and correct copy of the original
Resolution No. 11-43, for which the original is on file in my office.

WITNESS MY HAND AND THE SEAL OF THE CITY OF LANCASTER, on this _____ day
of _____, _____.

(seal)

EXHIBIT "A"

PROMISSORY NOTE

Amount
\$190,800

Lancaster, California
June 28, 2011

1. Promise to Pay. The Lancaster Redevelopment Agency ("Agency"), a public body, corporate and politic, duly organized and existing under the laws of the State of California, for value received, hereby promises to pay to the order of the City of Lancaster, a public body, corporate and politic, duly organized and existing under the laws of the State of California ("City"), the principal due pursuant to the terms of this Note. This Note is being executed to evidence the monetary obligations of the Agency to the City arising from the adoption of the Fiscal Year 2011-12 budget relating to project expenses ("Revolving Fund") of the Agency. The principal balance hereof, from time to time outstanding, shall equal the amount advanced after presentation of evidence of expenses incurred by the Agency, but in no event shall the obligations of the Agency hereunder exceed the sum of One Hundred Ninety Thousand Eight Hundred Dollars and no cents (\$190,800).
2. Interest Rate. Interest rate shall be charged by City for this Note equal to the amount of the weighted average yield of the City's investment portfolio per annum, from the date hereof to the date of repayment
3. Principal and Interest Payments. The Agency hereby pledges to advance any available tax increment monies from available tax increment sources until such time as the outstanding interest and principal are satisfied. The Principal amount due pursuant to this Note shall be due and paid in full by the Agency to the City prior to June 30, 2012; however, repayment of debt may be extended by action of the City Manager and Executive Director if sufficient funds are not available to the Agency.
4. Application of Payments. Both principal and interest hereof are payable in lawful money of the United States of America.

IN WITNESS WHEREOF, the parties hereto have executed this Promissory Note as of the date first set forth in this Promissory Note.

ATTEST:

CITY OF LANCASTER

By: _____
City Clerk

By: _____
City Manager

ATTEST:

LANCASTER REDEVELOPMENT AGENCY

By: _____
Agency Secretary

By: _____
Executive Director

RESOLUTION NO. 11-44

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
LANCASTER, CALIFORNIA, AUTHORIZING AN
AMENDMENT TO THE FINAL BUDGET FOR FISCAL YEAR
2010-2011

WHEREAS, the budget for fiscal year 2010-2011 was adopted by Resolution 10-44 on June 22, 2010; and

WHEREAS, it is appropriate to amend the adopted budget, in accordance with proper governmental accounting and financial reporting practices; and

WHEREAS, funds are available, as designated in the requested action.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LANCASTER AS FOLLOWS:

Section 1. The fiscal year 2010-2011 adopted budget is amended as detailed in Attachment A.

PASSED, APPROVED, and ADOPTED this _____ day of _____, 2011, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST:

APPROVED:

GERI K. BRYAN, CMC
City Clerk
City of Lancaster

R. REX PARRIS
Mayor
City of Lancaster

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) ss
CITY OF LANCASTER)

CERTIFICATION OF RESOLUTION
CITY COUNCIL

I, _____, _____ City of Lancaster, CA, do hereby certify that this is a true and correct copy of the original Resolution No. 11-44, for which the original is on file in my office.

WITNESS MY HAND AND THE SEAL OF THE CITY OF LANCASTER, on this _____ day of _____, _____.

(seal)

ATTACHMENT A

CITY OF LANCASTER
Summary of Year End Adjustments

Expenditures by Department

Fin	Finance	108,910
PRA	Parks, Recreation & Arts	217,850
PW	Public Works	65,000
HNR	Housing & Neighborhood Revitalization	3,939,690
ED	Economic Development	460,000
CM	City Manager	42,600
CA	City Attorney	150,000
CW	Citywide	2,299,475
CIP	Capital Improvement Program	<u>2,065,725</u>
TOTAL ADJUSTMENTS		9,349,250

		Revenue	Expenditure	Net Chg to
		Adjustments	Adj.	Fund
				Balance
101	General Fund	(3,517,390)	2,913,860	(6,431,250)
104	Capital Replacement Fund Lancaster Community Services	-	13,000	(13,000)
106	Foundation	6,000	6,000	-
109	Reserves	-	57,000	(57,000)
150	Capital Projects Fund	2,065,725	2,065,725	-
207	Proposition A	-	65,000	(65,000)
320	State Grants - Parks	486,900	-	486,900
361	CDBG-R Grant	150,000	-	150,000
391	HOME Grant	479,074	-	479,074
399	Federal Grant Funds	115,000	-	115,000
402	Lancaster Performing Arts Center	-	65,000	(65,000)
485	Recycled Water	-	5,975	(5,975)
901	Redevelopment	3,439,775	460,000	2,979,775
938	Housing Set-Aside Fund	<u>(1,571,890)</u>	<u>3,697,690</u>	<u>(5,269,580)</u>
		1,653,194	9,349,250	(7,696,056)

**Year End Expenditure
Adjustments Detail
Fiscal Year
2010/11**

Dept	Fund	Account Number	Description	Amount	Notes
CM	101	4200206	Publications & Dues	\$ 33,850	Correct budget - deleted in error
CM	101	4200301	Professional Services	\$ 17,600	Correct budget - deleted in error
CM	101	4200302	Computer Software	\$ 10,000	Correct budget - deleted in error
CM	101	4200301	Professional Services	\$ 15,000	Grant Writer
CW	101		Other Financing Uses	\$ 39,750	Loan to RDA for Subaru Sublease
CA	101	4400303	City Attorney	\$ 150,000	Adjust budget to reflect actual costs
HNR	101	4545101	Salary	\$ 92,000	Adjust for actual salaries and new rates
HNR	101	4545303	Attorney Services	\$ 150,000	Adjust budget to reflect actual costs
PRA	101	4620301	Professional Services	\$ 30,000	Boulevard Special Events Contractor
PRA	101	4620301	Professional Services	\$ 24,000	Fund Sponsorship Consultant
PRA	101	4620334	City Store Expense	\$ 22,850	For expenses related to City Store
CW	101	4330124	Health Benefits	\$ 200,000	Adjust to Actual Payments
PRA	104	4641764	Replace Outdoor Furn & Equip	\$ 13,000	Replace Scoreboards
PRA	106	4680251	Boeing Grant Exp	\$ 6,000	Appropriate Boeing Grant Reimburse park n Ride
PW	207	4999101	Transfers Out	\$ 65,000	Security
PRA	402	4650112	Temporary Labor	\$ 65,000	Cedar St. Theater
ED	901	4999978	Debt Service	\$ 300,000	Adjust debt service to actuals
HNR	938	4999978	Debt Service	\$ 92,885	Adjust to current payments
HNR	938	4100954	ERAF Loan to ED	\$ 3,598,805	Record loan to ED for SERAF Payment
CIP	150	11DE023924	Desert View Demo & Revitalization	\$ 6,000	Adjust project for funds available
HNR	938	4999150	Transfer to CIP	\$ 6,000	Adjust project for funds available
PRA	109	4633402	Maintenance Services	\$ 35,000	Fund Repairs
PRA	109	4631402	Maintenance Services	\$ 22,000	Fund Eastside Pool Repairs

ED	901	4999101	Loan Repayment	\$ 160,000	Record Loan Repayment from ED to General Fund
		101-			
		17Rw00192	Recycled Water		
CIP	150	4	Distribution System	\$ 2,053,750	Project Close Out
CW	101	4999150	Transfer to CIP	\$ 2,053,750	Fund Project Close Out
		485-			
		17Rw00192	Recycled Water		
CIP	150	4	Distribution System	\$ 5,975	Project Close Out
CW	485	4999150	Transfer to CIP	\$ 5,975	Project Close Out
Fin	101	4999770	Grant Expenses	<u>\$ 108,910</u>	Refund Grant Overpayment
				\$ 9,349,250	

Year End Revenue Adjustment Detail**Fiscal Year****2010/11**

FUND	ACCOUNT	DESCRIPTION	AMOUNT	EXPLANATION
101	3100100	Property Tax	\$ (507,230)	Reduce due to decrease in Assessed Valuation
101	3100101	Property Tax in-Lieu of VLF	(2,049,440)	Reduce due to decrease in Assessed Valuation
101	3101100	Sales Tax	(655,470)	Reduce to reflect current projections
101	3102100	Franchise Fees	(114,500)	Reduce to reflect current projections
101	3105100	Real Property Transfer Tax	(241,085)	Reduce to reflect current projections
101	3303100	Vehicle License in-Lieu Fee	70,190	Reduce to reflect current projections
101	3308100	COPS Grant	100,000	Reduce to reflect current projections
101	3308350	ARRA JAG 2009 Grant	125,000	Reduce to reflect current projections
101	3310400	Code Enforcement Fines	(166,855)	Reduce to reflect current projections
101	3310510	Chronic Nuisance fees	20,000	Reduce to reflect current projections
101	3310600	Youth Court Fees	(35,000)	Reduce to reflect current projections
101	3401195	Outlook Marketing Sponsorship	110,000	Record Marketing Sponsorship Revenue
101	3411100	MHP Fees	20,000	Reduce to reflect current projections
101	3470100	City Store Revenues	32,000	Record anticipated revenue
101	3501100	Interest Income	(500,000)	Reduce to reflect current projections
101	3606100	Sale of Surplus Property	50,000	Reduce to reflect current projections
101	3990901	Loan Repayment from RDA	160,000	Reduce to reflect current projections
101	3990207	Transfers In	65,000	Record Reimbursement for Park n Ride Security
106		Record Boeing Grant	6,000	Record Grant
150	3990101	Transfers In	2,053,750	Reduce to reflect current projections
150	3990260	Transfers In	6,000	Reduce to reflect current projections
150	3990485	Transfers In	5,975	Reduce to reflect current

				projections
320	3355100	Proposition 40 - St. Grant	486,900	Grant for American Heroes Park
361	3602100	CDBG-R Revenue	150,000	Record additional Grant Revenues
391	3307120	07-HOME Inv Partnership	344,074	Adjust Grant to actual expenditures
391	3604100	HOME Program Income	135,000	Record Anticipated HOME Program Income
399	3302102	BTA - Bike Fund	190,760	Adjust Grant to actual expenditures
399	3303100	Renew Grant	(75,760)	Adjust Grant to actual expenditures
901	3100100	Tax Increment	(1,066,000)	Adjust to revenue based on assessed valuation
901	3100200	Library Gross Increment	(167,430)	Adjust to revenue based on assessed valuation
901	3105100	Miscellaneous Revenue	35,000	Refund from US Bank
901	3106100	Enterprise Zone	25,000	Record anticipated revenue
901	3501100	Interest Income	(70,000)	Adjust based on current yields
901	3606100	Land Sales	880,250	Record proceeds from old museum sale
901	3609201	Loan from City - Subaru Sublease	39,750	Record loan from City for Subaru Sublease Assistance
901	3609201	Loan from Housing - SERAF Payment	3,598,805	Record loan from Housing for the SERAF payment due May 2011
901	3610100	Streets of Lancaster	49,400	Record revenues from Streets of Lancaster
901	3610200	Note Payments	115,000	Record anticipated note payments
938	3100100	Tax Increment	(1,801,000)	Adjust to revenue based on assessed valuation
938	3501100	Interest Income	(270,890)	Adjust based on current yields
938	3620100	Neighborhood Foreclosure Program	500,000	Record anticipated revenue
			\$ 1,653,194	

RESOLUTION NO. 11-48

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LANCASTER, CALIFORNIA ESTABLISHING THE TERMS AND CONDITIONS AND AUTHORIZING THE EXECUTION OF A PROMISSORY NOTE IN FAVOR OF THE CITY OF LANCASTER FOR THE DISTRIBUTION OF FUNDS TO THE REVOLVING FUND OF THE LANCASTER REDEVELOPMENT AGENCY PURSUANT TO THE YEAR END ADJUSTMENT OF THE FISCAL YEAR 2010-2011 BUDGET

WHEREAS, pursuant to the adoption of the Fiscal Year 2010-11 budget of the Lancaster Redevelopment Agency ("Agency"), the Agency has incurred certain project expenses which require a loan from the City of Lancaster ("City"); and

WHEREAS, the City of Lancaster will advance up to \$103,350 to the Agency's Revolving Fund for the implementation of certain projects to cover such expenses of the Agency related to the implementation of the Fiscal Year 2010-11 budget in the following project areas:

Revolving Fund

Amargosa	\$ <u>103,350</u>
Total Loan	\$ 103,350

WHEREAS, the Agency will receive tax increment revenues periodically throughout the fiscal year and the Agency will not be able to reimburse the City until other debt repayment obligations of the Agency have been fulfilled; and

WHEREAS, the Agency and City desire to formalize this debt obligation of the Agency for project expenses of the Agency during the Fiscal Year 2010-11; and

WHEREAS, the Agency will consider a corresponding action to consider the adoption of a Redevelopment Resolution accepting the terms and conditions of a Promissory Note (as shown on Exhibit A) in an amount sufficient to cover such expense, including authorization to the Executive Director to execute said Promissory Note; and

WHEREAS, the term of this Promissory Note shall be made on an annual basis for expenses incurred for this purpose during the Fiscal Year 2010-11 with principal due on or before June 30, 2011 unless extended as provided herein.

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

Section 1. The City Council hereby authorizes and directs the City Manager, or appropriate officers and employees, to execute the Promissory Note and to take whatever actions are required to fulfill the requirements of this resolution.

Section 2. The City Council hereby authorizes the advance of funds to the Agency's Revolving Fund to pay for certain projects expenses in an amount not to exceed \$103,350, which is allocated to the Amargosa Project Area, to be repaid from any legally available tax increment funds of the Agency.

Section 3. The obligation for repayment to the City of Lancaster created hereby shall be subordinate to any other indebtedness of the Agency, presently existing or hereafter incurred, and shall be repaid from Agency tax increment revenue, if available, prior to June 30, 2011 or at such later date as tax increment revenues become available.

Section 4. The Agency shall file with the City Council a detailed report of all its transactions, including a statement of all revenues and expenditures, on an annual basis or upon City Council request.

PASSED, APPROVED and ADOPTED this _____ day of _____ 2011, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST:

APPROVED:

GERI K. BRYAN, CMC
City Clerk
City of Lancaster

R. REX PARRIS
Mayor
City of Lancaster

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) ss
CITY OF LANCASTER)

CERTIFICATION OF RESOLUTION
CITY COUNCIL

I, _____, _____ City of Lancaster,
CA, do hereby certify that this is a true and correct copy of the original Resolution No. 11-48, for
which the original is on file in my office.

WITNESS MY HAND AND THE SEAL OF THE CITY OF LANCASTER, on this ____ day of
_____, _____.

(seal)

EXHIBIT "A"

PROMISSORY NOTE

Amount
\$103,350

Lancaster, California
June 28, 2011

1. Promise to Pay. The Lancaster Redevelopment Agency ("Agency"), a public body, corporate and politic, duly organized and existing under the laws of the State of California, for value received, hereby promises to pay to the order of the City of Lancaster, a public body, corporate and politic, duly organized and existing under the laws of the State of California ("City"), the principal due pursuant to the terms of this Note. This Note is being executed to evidence the monetary obligations of the Agency to the City arising from the adoption of the Fiscal Year 2010-11 budget relating to project expenses ("Revolving Fund") of the Agency. The principal balance hereof, from time to time outstanding, shall equal the amount advanced after presentation of evidence of expenses incurred by the Agency, but in no event shall the obligations of the Agency hereunder exceed the sum of One Hundred Three Thousand Three Hundred Fifty Dollars and no cents (\$103,350).

2. Interest Rate. Interest rate shall be charged by City for this Note equal to the amount of the weighted average yield of the City's investment portfolio per annum, from the date hereof to the date of repayment

3. Principal and Interest Payments. The Agency hereby pledges to advance any available tax increment monies from available tax increment sources until such time as the outstanding interest and principal are satisfied. The Principal amount due pursuant to this Note shall be due and paid in full by the Agency to the City prior to June 30, 2011; however, repayment of debt may be extended by action of the City Manager and Executive Director if sufficient funds are not available to the Agency.

4. Application of Payments. Both principal and interest hereof are payable in lawful money of the United States of America.

IN WITNESS WHEREOF, the parties hereto have executed this Promissory Note as of the date first set forth in this Promissory Note.

ATTEST:

CITY OF LANCASTER

By: _____
City Clerk

By: _____
City Manager

ATTEST:

LANCASTER REDEVELOPMENT AGENCY

By: _____
Agency Secretary

By: _____
Executive Director