

STAFF REPORT
Lancaster City Council
Lancaster Successor Agency

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02/28/12
MVB

Date: February 28, 2012

To: Mayor/Chairman Parris and Council/Agency Members

From: Barbara Boswell, Finance Director

Subject: **Adopt Lancaster Successor Agency Budget, 2/1/12-6/30/12**

Lancaster City Council Recommendations:

Adopt General Fund budget for the period 2/1/12-6/30/12 as shown in the attachment.

Lancaster Successor Agency Recommendations:

Adopt Lancaster Successor Agency Budget for the period 2/1/12-6/30/12 as shown in the attachment.

Fiscal Impact:

Sufficient revenues are being generated by the Lancaster Business Park and Incubator building rent to fund the proposed general fund expenditures.

Sufficient funds are available from Property Tax Revenues and Lancaster Redevelopment Agency Fund Balance to fund the proposed Successor Agency expenditures. Available resources exceed expenditures by \$11,374, which will be carried forward into the following fiscal year to fund operations.

Background:

With the Supreme Court decision to uphold AB x1 26, effective 2/1/12 the Lancaster Redevelopment Agency is no longer in existence. This creates the need to adopt a budget for the Lancaster Successor Agency to fund operations through 6/30/2012. \$827,325 will be transferred from the previous Lancaster Redevelopment Agency, and the remaining \$5.2 million will come from Los Angeles County in the form of property tax revenues. The first disbursement is scheduled for May 16, 2012.

In addition, the operations of the maintenance of the Lancaster Business Park and other general fund expenditures are proposed for adoption. Sufficient revenues are generated to cover these additional costs.

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Attachments:

Lancaster General Fund Budget Amendment
Lancaster Successor Agency Budget