



COUNCIL AGENDA: 6/22/04
ITEM: 10.2

Memorandum

TO: HONORABLE MAYOR AND
CITY COUNCIL

FROM: Del D. Borgsdorf
Harry S. Mavrogenes

SUBJECT: APPROVAL OF FY 2004-2005
COOPERATION AGREEMENTS

DATE: June 10, 2004

RECOMMENDATION

It is recommended that the City Council and Agency Board adopt resolutions authorizing the City Manager and Interim Executive Director to negotiate and execute the Fiscal Year 2004-2005 Cooperation Agreements between the City and the Redevelopment Agency as follows:

- (a) Agreement regarding Merged Area Redevelopment Project for Capital Improvements; and,
- (b) Agreement regarding operating expenses.

BACKGROUND

In conjunction with the annual budget adoption process, the Agency Board and City Council approve annual Cooperation Agreements.

ANALYSIS

Under the Cooperation Agreements, the Agency and the City are obligated to diligently implement redevelopment activities pursuant to the Adopted Redevelopment Plans. This includes undertaking public improvements if the appropriate findings are made by the City Council. The City is obligated under the Agreements to spend Agency funds transferred to the City only on the implementation of the Redevelopment Plans. The Cooperation Agreement for the Capital Program also includes the process by which funds are transferred from the Agency to the City for such improvements.

The provisions outlined in the Cooperation Agreements address the managing and accounting of Agency funds advanced to the City or received by the City on behalf of the Agency for certain Agency funded programs and projects. The Cooperation Agreements form the basis for establishing the Agency's Annual Budget as an indebtedness of the Agency.

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COORDINATION

These Cooperation Agreements have been coordinated with the City Manager's Office, City Attorney's Office, and the Agency's General Counsel.



DEL D. BORGS DORF

City Manager



HARRY S. MAVROGENES

Interim Executive Director