



**REPORT TO COUNCIL AND
REDEVELOPMENT AGENCY
SUCCESSOR AGENCY
City of Sacramento**

19

915 I Street, Sacramento, CA 95814-2671

www.CityofSacramento.org

**Consent
March 27, 2012**

Honorable Mayor and Members of the City Council

Title: Repeal of Project Area Committee (PAC) and Redevelopment Advisory Committee (RAC) Guidelines and Election Procedures and Dissolution of RACs

Location/Council District: Districts 2, 3, 4, 5, and 6

Recommendation: Pass a 1) **City Council Resolution:** a) repealing the Guidelines on Definition and Functions of Project Area Committees (PACs) and Redevelopment Advisory Committees (RACs) and Procedures for the Election of Members of the Redevelopment Project Area Committees; and b) Dissolving the existing Redevelopment Advisory Committees; and 2) **City Council acting as Redevelopment Agency Successor Agency Resolution** a) repealing the Guidelines on Definition and Functions of Project Area Committees (PACs) and Redevelopment Advisory Committees (RACs) and Procedures for the Election of Members of the Redevelopment Project Area Committees; and b) Dissolving the existing Redevelopment Advisory Committees.

Contact: Chris Pahule, Assistant Director, 440-1350, Celia Yniguez, Redevelopment Manager, 449-6255

Presenters: None

Department: Sacramento Housing and Redevelopment Agency

Description/Analysis

Issue: In 2001, the Redevelopment Agency of the City of Sacramento ("Agency") adopted (Resolution 2001-059) and the City Council approved (resolution 2001-783) the *Guidelines on Definition and Functions of the Project Area Committee (PACs) and Redevelopment Advisory Committees (RACs) (Guidelines)* and *Procedures for the Election of Members of Redevelopment Project Areas Committees (Procedures)*. The Guidelines provided consistency for appointments of members to RACs and election of members on PACs for redevelopment project areas in the City and County of Sacramento, and the joint redevelopment project areas which included territory in both the City and County

Repeal of PAC and RAC Guidelines and Election Procedures and Dissolution of RACs and PACs

of Sacramento. Under the Community Redevelopment Law, PACs were required for three years under either of the following situations: the redevelopment plan contained one or more public projects that would displace a substantial number of low- and/or moderate income persons; or the agency had authority to acquire by eminent domain, residential property. As a matter of practice, the Agency created RACs to provide community input after the required three years. However, to-date all PACs have been dissolved and there are seven existing RACs.

On February 1, 2012, all redevelopment agencies in the State of California were dissolved under Assembly Bill 1X26. In the City, there were nine redevelopment project areas and three joint City/County redevelopment project areas, but only seven established RACs. The members on the RACs were paid a meeting stipend. On January 31, 2012, the City of Sacramento elected to become the Successor Agency for the Redevelopment Agency of the City of Sacramento. With the dissolution of the Agency and the loss of tax increment revenues to fund future redevelopment projects, there is no longer a requirement for PACs or a need for RACs, although the City will continue to seek community input on development projects through existing neighborhood and community groups.

Policy Considerations: The proposed actions are consistent with the dissolution activities required under Assembly Bill 1X26.

Environmental Considerations:

California Environmental Quality Act (CEQA): The proposed actions constitute administrative activities and do not constitute a project subject to environmental review under the California Environmental Quality Act (CEQA) per Guidelines Section 15378 (b)(2).

Sustainability Considerations: Not Applicable to this report.

Other: National Environmental Policy Act (NEPA): There is no federal funding or other federal action associated with the proposed actions; therefore, the National Environmental Policy Act (NEPA) does not apply.

Rationale for Recommendation: A variety of dissolution activities are required by the City Council acting as the Successor Agency for the Redevelopment Agency of the City of Sacramento, including the repeal of all policies associated with establishment and operation of PACs and RACs. The City Council and the Agency adopted the Guidelines and Procedures, and the City Council appointed committee members, and certified committee elections; therefore it is appropriate for the City Council to repeal such policies and procedures and to dissolve the existing RACs.

March 27, 2012

Repeal of PAC and RAC Guidelines and Election Procedures and Dissolution of RACs and PACs

Financial Considerations: None

M/WBE Considerations: The activities recommended in this staff report do not involve federal funding; therefore, there are no M/WBE requirements

Respectfully Submitted by:


LA SHELLE DOZIER
Executive Director

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Attachments

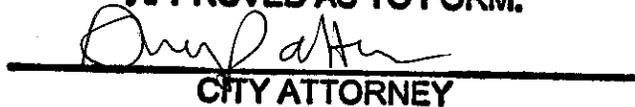
1. City Council Resolution
2. RASA Resolution

Approved as to form:



Agency Counsel

APPROVED AS TO FORM:



CITY ATTORNEY



RESOLUTION NO. 2012 -

Adopted by the Sacramento City Council

On date of

REPEALING THE GUIDELINES ON DEFINITION AND FUNCTIONS OF PROJECT AREA COMMITTEES (PACS) AND REDEVELOPMENT ADVISORY COMMITTEES (RACS) AND PROCEDURES FOR THE ELECTION OF MEMBERS OF THE REDEVELOPMENT PROJECT AREA COMMITTEES AND DISSOLVING EXISTING RACS

BACKGROUND

- A. On November 27, 2001, the City of Sacramento adopted the Guidelines on Definition and Functions of Project Area Committees (PACs) and Redevelopment Advisory Committees (RACs) and Procedures for the Election of Members of the Redevelopment Project Area Committees by Resolution No. 2001-783. On the same date the Redevelopment Agency of the City of Sacramento ("Redevelopment Agency or RA") approved the same document by RA Resolution No. 2001-059.
- B. The City Council appointed the Redevelopment Advisory Committee members and certified the elections of Project Area Committee members.
- C. In 2011, the California Legislature enacted AB 1X 26, which law, coupled with a subsequent decision of the State Supreme Court, resulted in the dissolution of redevelopment agencies as of February 1, 2012, and the transfer of all assets properties, contracts and leases of the former redevelopment agencies to successor agencies.
- D. The City of Sacramento previously established the Redevelopment Agency of the City of Sacramento, a body corporate and politic ("Redevelopment Agency") in order to carry out plans for improvement, rehabilitation, and redevelopment of blighted areas within the City.
- E. On January 31, 2012, pursuant to Health and Safety Code Section 34173, the City affirmatively elected to serve as the "Successor Agency" to the former Redevelopment Agency of the City Sacramento for the non-housing assets and functions of the Redevelopment Agency.
- F. On January 31, 2012, the City of Sacramento authorized the Sacramento Housing and Redevelopment Agency to provide certain transitional administrative and project delivery staffing services for redevelopment project areas.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. The above recitals, including the environmental recital, are found to be true and correct.
- Section 2. The Guidelines on Definition and Functions of Project Area Committees and Redevelopment Advisory Committees and Procedures for the Election of Members of the Redevelopment Project Area Committees are hereby repealed.
- Section 3. The Guidelines on Definition and Functions of Project Area Committees and Redevelopment Advisory Committees and Procedures for the Election of Members of the Redevelopment Project Area Committees under Resolution No. 2001-783, are hereby repealed.
- Section 4. The existing Redevelopment Advisory Committees as set out below are hereby dissolved and the following resolutions are hereby repealed:

	<u>City Council Resolution #'s</u>	<u>Redevelopment Agency Resolution #'s</u>
65 th Street RAC		2003-054
Alkali Flat RAC	2005-382	2005-037
Army Depot RAC		2003-065
Del Paso Heights RAC		1987-035
North Sacramento RAC		2001-784
North Sacramento RAC		2001-809
Oak Park RAC	2004-921	2004-071
Stockton Blvd. RAC	2007-897	2007-068



RESOLUTION NO. 2012 -

**Adopted by the Sacramento City Council acting as the
Redevelopment Agency Successor Agency**

On date of

**REPEALING THE GUIDELINES ON DEFINITION AND FUNCTIONS
OF PROJECT AREA COMMITTEES (PACS) AND REDEVELOPMENT
ADVISORY COMMITTEES (RACS) AND PROCEDURES FOR
THE ELECTION OF MEMBERS OF THE REDEVELOPMENT PROJECT
AREA COMMITTEES AND DISSOLVING EXISTING RACS**

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- F. On January 31, 2012, the City of Sacramento authorized the Sacramento Housing and Redevelopment Agency to provide certain transitional administrative and project delivery staffing services for redevelopment project areas.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL ACTING AS THE REDEVELOPMENT AGENCY SUCCESSOR AGENCY RESOLVES AS FOLLOWS:

- Section 1. The above recitals, including the environmental recital, are found to be true and correct.
- Section 2. Acting as the Successor Agency to the Redevelopment Agency, the Guidelines on Definition and Functions of Project Area Committees and Redevelopment Advisory Committees and Procedures for the Election of Members of the Redevelopment Project Area Committees under RA Resolution No. 2001-059, are hereby repealed.
- Section 3. The Guidelines on Definition and Functions of Project Area Committees and Redevelopment Advisory Committees and Procedures for the Election of Members of the Redevelopment Project Area Committees under Resolution No. 2001-783, are hereby repealed.
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