STAFF REPORT REGULAR MEETING

AGENDA DATE: July 15, 2025 DEPARTMENT: City Manager

TITLE:

Termination of Interlocal Agreement between the City and the Community Redevelopment Agency regarding Foreclosure of Properties

SUMMARY:

Termination of Interlocal Agreement between the City and the Community Redevelopment Agency Regarding Foreclosure of Properties within the Community Redevelopment Area that are subject to a City lien.

BACKGROUND AND JUSTIFICATION:

On October 30th, 2018, the City and the Community Redevelopment Agency (CRA) entered into an Interlocal Agreement whereby the City assigned to the CRA its rights to foreclose on properties within the CRA that are subject to a City code enforcement lien. Since that time, the CRA has pursued foreclosure on some but not all of the properties identified for foreclosure by the City. Since the City has assigned its foreclosure rights to the CRA, the City is unable to pursue foreclosure on properties within the Community Redevelopment Area when the CRA opts not to pursue.

The City proposed an amendment to the Interlocal Agreement to address the City's needs. The CRA has requested the City terminate the Interlocal Agreement instead.

The costs associated with pursuing foreclosures will be discussed during the upcoming Fiscal Year 2026 budget process as the City's funding for foreclosure is limited.

MOTION:

Move to approve/disapprove Termination of the Interlocal Agreement with the CRA regarding Foreclosure of Properties.

ATTACHMENT(S):

Interlocal Agreement
Termination Letter
Request for termination from CRA