

**OVERSIGHT BOARD RESOLUTION NO. 2017-01**

**A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF SOUTH GATE APPROVING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR THE 17-18 FISCAL PERIOD OF JULY 1, 2017 TO JUNE 30, 2018, INCLUDING THE ADMINISTRATIVE BUDGET INCLUDED THEREWITH, SUBJECT TO SUBMITTAL TO, AND REVIEW BY, THE STATE DEPARTMENT OF FINANCE UNDER THE DISSOLUTION LAW, CALIFORNIA HEALTH AND SAFETY CODE, DIVISION 24, PART 1.85, AS AMENDED, AND AUTHORIZING POSTING AND TRANSMITTAL THEREOF.**

**WHEREAS**, the Community Development Commission of the City of South Gate (“former Agency”) was a public body, corporate and politic, formed, organized, existing and exercising its powers pursuant to Section 34100, *et seq.* of the California Health and Safety Code, and exercised the powers, authority, functions, and jurisdiction of a community redevelopment agency formed, organized, existing and exercising its powers pursuant to the California Community Redevelopment Law, Health and Safety Code, Section 33000, *et seq.*, and specifically formed by the City Council (“City Council”) of the City of South Gate (“City”); and

**WHEREAS**, Assembly Bill x1 26 added Parts 1.8 and 1.85 to Division 24 of the California Health and Safety Code, which caused the dissolution of all redevelopment agencies and wind down of the affairs of former agencies, including as such laws were amended by Assembly Bill 1484 and by other subsequent legislation (together, as amended, the “Dissolution Law”); and

**WHEREAS**, as of February 1, 2012 the former Agency was dissolved under the Dissolution Law, and as a separate public entity, corporate and politic, the Successor Agency to the Community Development Commission of the City of South Gate (“Successor Agency”) administers the enforceable obligations of the former Agency and otherwise unwinds the former Agency’s affairs, all subject to the review by, and approval of, a seven-member oversight board (“Oversight Board”); and

**WHEREAS**, under Section 34179, the Successor Agency’s Oversight Board was formed and the initial meeting occurred on March 29, 2012; and

**WHEREAS**, Section 34179 provides that the Oversight Board has fiduciary responsibilities to holders of enforceable obligations and the taxing entities that benefit from distributions of property tax and other revenues pursuant to Section 34188 of Part 1.85 of the Dissolution Law; and

**WHEREAS**, Sections 34177(m), 34177(o) and 34179 provide that each ROPS is submitted to, reviewed and approved by the Successor Agency and then reviewed and approved by the Oversight Board before final review and approval by the State Department of Finance (“DOF”); and

**WHEREAS**, Section 34177(o) of the Dissolution Law requires that the annual ROPS for the 17-18 fiscal period of July 1, 2017 to June 30, 2018 (“ROPS 17-18”) be submitted to the DOF by the Successor Agency, after approval by the Oversight Board, no later than February 1, 2017; and

**WHEREAS**, the Oversight Board has reviewed the ROPS 17-18 presented by the Successor Agency and desires to approve the ROPS 17-18, including the Administrative Budget included therewith, and to direct transmittal of such ROPS to the DOF, with copies to the County Administrative Officer, the County Auditor-Controller, and the State Controller’s Office; and

**WHEREAS**, the Oversight Board authorizes Successor Agency staff to post the ROPS 17-18 on the City’s website: (<http://www.cityofsouthgate.org/247/Successor-Agency>);

**NOW, THEREFORE, THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF SOUTH GATE DOES HEREBY RESOLVE AS FOLLOWS:**

**SECTION 1.** The foregoing recitals are hereby incorporated into this Resolution by this reference, and constitute a material part of this Resolution.

**SECTION 2.** The Oversight Board hereby approves the ROPS 17-18, including the FY 17-18 Administrative Budget included therewith, submitted herewith as Exhibit No. 1 and incorporated by this reference; provided however, that the ROPS 17-18 is approved subject to the condition that such ROPS is to be submitted to, and reviewed by, the DOF, all under the Dissolution Law. Further, the Director of Administrative Services, and/or her authorized designees, in consultation with legal counsel, shall be authorized to request and complete meet and confer session(s), if any, with the DOF and to make augmentations, modifications, additions or revisions as may be necessary or directed by DOF, and changes, if any, will be reported back to the Successor Agency and the Oversight Board.

**SECTION 3.** The Oversight Board hereby authorizes transmittal of the ROPS 17-18 to the DOF with copies to the County Administrative Officer, the County Auditor-Controller, and the State Controller’s Office.

**SECTION 4.** The Director of Administrative Services, and/or her authorized designees, is directed to post this Resolution, including the ROPS 17-18, on the City’s website: (<http://www.cityofsouthgate.org/247/Successor-Agency>), pursuant to the Dissolution Law.

**SECTION 5.** Pursuant to Section 34179(h), written notice and information about certain actions taken by the Oversight Board shall be provided to the DOF by electronic means and in a manner of DOF’s choosing. An Oversight Board’s action shall become effective five (5) business days after notice in the manner specified by the DOF unless the DOF requests a review; provided however, that pursuant to Section 34177(o) as to each ROPS submitted, the DOF shall make its determination of the enforceable obligations and the amounts and funding sources of the enforceable obligations thereon no later than 45 days after submittal.

**SECTION 6.** The Recording Secretary of the Oversight Board shall certify to the adoption of this Resolution which shall be effective upon its adoption.

**PASSED, APPROVED and ADOPTED** this 30<sup>th</sup> day of January 2017.



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W.H. (Bill) De Witt, Chair  
Oversight Board of the Successor Agency to the  
Community Development Commission of the  
City of South Gate

**ATTEST:**



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Carmen Avalos, Recording Secretary  
Oversight Board of the Successor Agency to the  
Community Development Commission of the  
City of South Gate

(SEAL)

**APPROVED AS TO FORM:**



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Celeste S. Brady, Special Counsel  
Oversight Board of the Successor Agency to the  
Community Development Commission of the  
City of South Gate

**Recognized Obligation Payment Schedule (ROPS 17-18) - Summary**

Filed for the July 1, 2017 through June 30, 2018 Period

Successor Agency: South Gate  
 County: Los Angeles

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)	17-18A Total (July - December)	17-18B Total (January - June)	ROPS 17-18 Total
<b>A Enforceable Obligations Funded as Follows (B+C+D):</b>	<b>\$ 1,507,500</b>	<b>\$ -</b>	<b>\$ 1,507,500</b>
B Bond Proceeds	-	-	-
C Reserve Balance	1,507,500	-	1,507,500
D Other Funds	-	-	-
<b>E Redevelopment Property Tax Trust Fund (RPTTF) (F+G):</b>	<b>\$ 2,852,051</b>	<b>\$ 3,563,275</b>	<b>\$ 6,415,326</b>
F RPTTF	2,727,051	3,438,275	6,165,326
G Administrative RPTTF	125,000	125,000	250,000
<b>H Current Period Enforceable Obligations (A+E):</b>	<b>\$ 4,359,551</b>	<b>\$ 3,563,275</b>	<b>\$ 7,922,826</b>

Certification of Oversight Board Chairman:  
 Pursuant to Section 34177 (o) of the Health and Safety code, I hereby  
 certify that the above is a true and accurate Recognized Obligation  
 Payment Schedule for the above named successor agency.

\_\_\_\_\_  
 Name Title

/s/ \_\_\_\_\_  
 Signature Date



**South Gate Recognized Obligation Payment Schedule (ROPS 17-18) - Report of Cash Balances  
(Report Amounts in Whole Dollars)**

Pursuant to Health and Safety Code section 34177 (l), Redevelopment Property Tax Trust Fund (RPTTF) may be listed as a source of payment on the ROPS, but only to the extent no other funding source is available or when payment from property tax revenues is required by an enforceable obligation. For tips on how to complete the Report of Cash Balances Form, see Cash Balance Tips Sheet.

A	B	C	D	E	F	G	H	I
		<b>Fund Sources</b>						
		<b>Bond Proceeds</b>		<b>Reserve Balance</b>		<b>Other</b>	<b>RPTTF</b>	
	<b>Cash Balance Information by ROPS Period</b>	Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS period balances and DDR RPTTF balances retained	Prior ROPS RPTTF distributed as reserve for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin	<b>Comments</b>
<b>ROPS 15-16B Actuals (01/01/16 - 06/30/16)</b>								
1	<b>Beginning Available Cash Balance (Actual 01/01/16)</b>							
			33	-	21,196	23,239	24,031	
2	<b>Revenue/Income (Actual 06/30/16)</b> RPTTF amounts should tie to the ROPS 15-16B distribution from the County Auditor-Controller during January 2016					1,485	3,281,146	Interest income
3	<b>Expenditures for ROPS 15-16B Enforceable Obligations (Actual 06/30/16)</b>							
			33		21,196	23,239	3,305,177	
4	<b>Retention of Available Cash Balance (Actual 06/30/16)</b> RPTTF amount retained should only include the amounts distributed as reserve for future period(s)							
5	<b>ROPS 15-16B RPTTF Balances Remaining</b>	No entry required						
6	<b>Ending Actual Available Cash Balance</b> C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	\$ -	\$ -	\$ -	\$ -	\$ 1,485	\$ -	

**SOUTH GATE SUCCESSOR AGENCY ADMINISTRATIVE BUDGET COVERING JULY 1, 2017 TO JUNE 30, 2018**

**ESTIMATED ANNUAL ADMINISTRATIVE EXPENSES**

<b>External Consultants</b>	<b>Costs</b>	<b>Funding Source</b>
Attorney Costs	\$ 50,000	RPTTF Administrative Allowance
Consultant Costs	\$ 35,000	RPTTF Administrative Allowance
Auditor Fees	\$ 15,000	RPTTF Administrative Allowance
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	\$ 100,000	
<b>Successor Agency Expenses</b>		
Successor Agency rent and utilities	\$ 5,000	RPTTF Administrative Allowance
Successor Agency supplies	\$ 500	RPTTF Administrative Allowance
Successor Agency equipment	\$ 500	RPTTF Administrative Allowance
Administrative Expenses	\$ 130,000	RPTTF Administrative Allowance
Risk management/Insurance	\$ 7,000	RPTTF Administrative Allowance
Property maintenance (prior to transfer/sale)	\$ 1,500	RPTTF Administrative Allowance
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	\$ 144,500	
<b>Oversight Board Expenses</b>		
Staff Time	\$ 5,000	RPTTF Administrative Allowance
Materials	\$ 500	RPTTF Administrative Allowance
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	\$ 5,500	
<b>Estimated Annual Total</b>	<hr/>	
	\$ 250,000	
<b>ESTIMATED ADMINISTRATIVE EXPENSES FOR 6-MONTH PERIOD</b>	\$ 125,000	

**RESOLUTION CERTIFICATION PAGE**

**STATE OF CALIFORNIA            )**

**COUNTY OF LOS ANGELES    )       SS**

**CITY OF SOUTH GATE         )**

I, Carmen Avalos, Secretary of the Oversight Board of the Successor Agency to the Community Development Commission of the City of South Gate, California, hereby certify that the whole number of Members of the Oversight Board of said City is seven; that Resolution No. 2017-01 was adopted by the Oversight Board at their Meeting held on January 30, 2017, by the following vote:

Ayes:            Board Members:       De Witt, Liday, Shidler, Torres, Delawalla and Morales

Noes:           Board Members:       None

Absent:         Board Members:       Bokde

Abstain:        Board Members:       None

Witness my hand and the seal of said City on January 30, 2017.



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Carmen Avalos, Secretary  
Oversight Board of the Successor Agency  
to the Community Development Commission  
of the City of South Gate, California