

RESOLUTION NO. 3

A RESOLUTION OF THE SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF SOUTH GATE APPROVING THE SUCCESSOR AGENCY'S PROPOSED ADMINISTRATIVE BUDGET FOR THE PERIOD JANUARY 1, 2013 TO JUNE 30, 2013 PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177(j)

WHEREAS, the Community Development Commission of the City of South Gate ("Agency") previously 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, 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.* ("CRL"), and specifically formed by the City Council ("City Council") of the City of South Gate ("City"); and

WHEREAS, Assembly Bill x1 26 chaptered and effective on June 27, 2011 added Parts 1.8 and 1.85 to Division 24 of the California Health & Safety Code, which caused the dissolution of all redevelopment agencies and winding down of the affairs of former agencies, including as such laws were amended by Assembly Bill 1484 chaptered and effective on June 27, 2012 (together, the "Dissolution Act"); and

WHEREAS, as of February 1, 2012 the Agency was dissolved pursuant to the Dissolution Act and as a separate legal entity the City serves as the Successor Agency to the Community Development Commission of the City of South Gate ("Successor Agency"); and

WHEREAS, the Successor Agency administers the enforceable obligations of the former Agency and otherwise unwinds the Agency's affairs, all subject to the review and approval by a seven-member oversight board ("Oversight Board"); and

WHEREAS, pursuant to Section 34179 the Successor Agency's Oversight Board has been formed and the initial meeting has occurred on April 23, 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 Act; and

WHEREAS, Section 34177(j) requires the Successor Agency to prepare a proposed administrative budget covering the period from January 1, 2013 to June 30, 2013 and submit it to the Oversight Board for approval; and

WHEREAS, pursuant to Section 34177(j), the Successor Agency's "Administrative Budget" is to include all of the following: (a) estimated amounts of the Successor Agency's administrative costs for the up-coming six-month fiscal period; (b) the proposed sources of payment for the costs identified in (a); and (c) proposals for arrangements for administrative and operations services provided by the city serving as Successor Agency; and

WHEREAS, the Successor Agency's proposed Administrative Budget for the period January 1, 2013 to June 30, 2013 has been reviewed and by this Resolution the Successor Agency desires to approve such Administrative Budget and authorize submittal thereof to the Oversight Board for its review and approval; and

WHEREAS, the Administrative Budget, when and as approved by the Oversight Board, will be provided to the County of Los Angeles Auditor-Controller pursuant to Section 34177(k) so that the Successor Agency's estimated administrative costs in the approved Administrative Budget will be paid from property tax revenues deposited into the Redevelopment Property Tax Trust Fund for the applicable six-month period; and

WHEREAS, once the Oversight Board has reviewed and approved the Successor Agency's proposed Administrative Budget for the period January 1, 2013 to June 30, 2013 then the Successor Agency staff will cause to be posted this Resolution, including the Administrative Budget, on the Successor Agency website, and will transmit such to the County Auditor-Controller, the State Controller's Office and Department of Finance ("DOF").

NOW, THEREFORE, BE IT RESOLVED BY THE SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF SOUTH GATE:

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

Section 2. Pursuant to the Dissolution Act, the Successor Agency approves the Administrative Budget for the period January 1, 2013 to June 30, 2013 submitted herewith as Attachment 1, which is incorporated herein by this reference.

Section 3. The Successor Agency authorizes transmittal of the Administrative Budget for the period January 1, 2013 to June 30, 2013 to the Oversight Board for its review and approval and also directs staff to send the Administrative Budget County Auditor-Controller and DOF once reviewed and approved by the Oversight Board.

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Section 4. The Finance Director of the Successor Agency or his authorized designee is directed to post this Resolution on the Successor Agency website pursuant to the Dissolution Act.

Section 5. The City Clerk shall certify to the adoption of this Resolution.

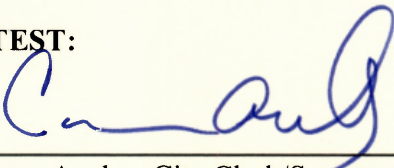
PASSED, APPROVED AND ADOPTED this 21st day of August 2012.

**Successor Agency to the Community Development
Commission of the City of South Gate**



W.H. (Bill) De Witt, Chairman

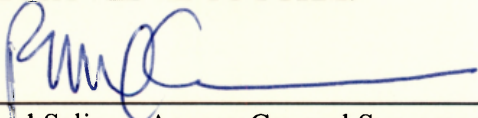
ATTEST:



Carmen Avalos, City Clerk/Secretary Successor
Agency to the Community Development
Commission of the City of South Gate

(SEAL)

APPROVED AS TO FORM:



Raul Salinas, Agency Counsel Successor
Agency to the Community Development
Commission of the City of South Gate

**ATTACHMENT 1
to Successor Agency Resolution No. 3**

**Successor Agency Administrative Budget
for the Period January 1, 2013 to June 30, 2013**

Successor Agency Administrative Budget - July'12-June 2013

City of South Gate																
Task by Personnel	Name	1 Lefever, S 92	2 Troxcil, G 94	3 Cook, B 79	7 Avalos, C 54	5 Ruiz, N 55	6 Castillo, E 44	Total Hours	Subtotal Staff Costs	Attorneys Various Actual	Consultant RSG Actual	Auditor	Trustee	Other	Total	
1 Admin Allocation		-	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 174,567	\$ 174,567
Rent & Utilities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Supplies		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Publications		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Oversight Board Room Rental		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Risk Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2 Postage, Telephone, Utilities for rental properties)		-	-	-	-	-	-	-	-	-	-	-	-	1,500	1,500	
3 Property Maintenance		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4 County Correspondence/Communication		5	-	10	-	10	-	25	1,806	-	-	-	-	-	-	1,806
10 State Correspondence/Communication		5	-	10	-	10	-	25	1,806	-	-	-	-	-	-	1,806
11 Prepare ROPS		-	-	10	-	10	-	20	1,347	-	17,500	-	-	-	-	18,847
12 Prepare Admin Budget		-	-	10	-	10	-	20	1,347	-	-	-	-	-	-	1,347
13 Oversight Board Staff Support		5	-	10	-	10	-	25	1,806	-	17,500	-	-	-	-	19,306
14 Management of Dissolution Activities		-	-	10	-	-	-	10	794	-	-	-	-	-	-	794
15 Management of Consultants/Experts		5	-	10	10	-	-	25	1,791	-	-	-	-	-	-	1,791
16 Creation/Management of Required Contracts		5	-	10	10	-	-	25	1,791	-	-	-	-	-	-	1,791
17 Management of Grants/Other Revenues		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18 Annual Reporting		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19 Legal Services		-	-	-	-	-	-	-	-	10,000	-	-	-	-	-	10,000
20 Bill Payment/Reserves Management		-	-	-	-	15	-	15	828	-	-	-	-	-	-	828
21 Manage/Monitor Financial Reserves		-	-	-	-	15	-	15	828	-	-	-	-	-	-	828
22 Modification of Loans/Bonds as Approved		-	-	10	-	10	-	20	1,347	-	-	-	-	-	-	1,347
23 Communication with Taxing Entities		5	-	10	-	10	-	25	1,806	-	-	-	-	-	-	1,806
24 Transfer of Housing Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
25 Oversight of Asset Liquidation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
26 Payroll		-	-	-	10	-	-	10	536	-	-	-	-	-	-	536
27 Public Records Requests		-	-	-	15	-	-	15	804	-	-	-	-	-	-	804
28 Legislative Analysis		-	-	10	-	-	-	10	794	-	-	-	-	-	-	794
29 Audit		-	-	-	-	-	-	-	-	-	-	9,500	-	-	-	9,500
		30	-	110	45	100	-	285								
	Costs	\$ 2,759	\$ -	\$ 8,738	\$ 2,413	\$ 5,522	\$ -		\$ 19,433	\$ 10,000	\$ 35,000	\$ 9,500	\$ -	\$ -	\$ 176,067	\$ 250,000
																20,833
																Monthly

Staff time + City's Administrative Costs	\$ 194,000
Consultant-(Support) (Actual)	35,000
Attorney's -Various-(Actual)	10,000
Audit-Actual	9,500
Postage, Telephone, Utilities (Actual)	1,500
Successor Agency's Administrative Costs	250,000

Total Admin Allowance from ROPS 2 125,000 (Subject to advance from City General Fund and approval of reimbursement agreement)
Net Admin Allowance/Budget for ROPS 3 125,000