

SUCCESSOR AGENCY RESOLUTION NO. 25

A RESOLUTION OF THE SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF SOUTH GATE APPROVING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR THE 15-16B SIX-MONTH FISCAL PERIOD OF JANUARY 1, 2016 TO JUNE 30, 2016, SUBJECT TO SUBMITTAL TO, AND REVIEW BY, THE OVERSIGHT BOARD AND THE DOF PURSUANT TO THE DISSOLUTION LAW, CALIFORNIA HEALTH AND SAFETY CODE, DIVISION 24, PART 1.85, AND AUTHORIZING POSTING AND TRANSMITTAL THEREOF

WHEREAS, the Community Development Commission of the City of South Gate (“former 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.*, 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 other subsequent legislation including Senate Bill 107 (together, the “Dissolution Law”); and

WHEREAS, as of February 1, 2012, the former Agency was dissolved pursuant to 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 and approval by a seven-member oversight board (“Oversight Board”); 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) 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(m) of the Dissolution Law requires that the ROPS for the 15-16B six-month fiscal period of January 1, 2016 to June 30, 2016 (“ROPS 15-16B”) shall be submitted to the DOF by the Successor Agency, after approval by the Oversight Board, no later than October 1, 2015; and

WHEREAS, pursuant to Sections 34179.6 and 34177(k)(2)(B) of the Dissolution Law, the Successor Agency is required to submit a copy of the draft ROPS 15-16B to the County Administrative Officer (“CAO”), the County Auditor-Controller (“CAC”), the State Controller’s Office (“SCO”) and the DOF at the same time that the Successor Agency submits such draft ROPS to the Oversight Board for review; and

WHEREAS, the Successor Agency has reviewed the draft ROPS 15-16B and desires to approve the ROPS 15-16B and to authorize the Successor Agency to transmit such ROPS to the Oversight Board; and

WHEREAS, the Successor Agency shall post the ROPS 15-16B on the City's website: (<http://www.cityofsouthgate.org/247/Successor-Agency>);

NOW, THEREFORE, 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. Pursuant to the Dissolution Law, the Successor Agency hereby approves the ROPS 15-16B submitted herewith as Exhibit No. 1 and incorporated by this reference; provided however, that the ROPS 15-16B is approved subject to the condition that such ROPS 15-16B be transmitted to the Oversight Board for review and approval and a copy of such draft ROPS 15-16B also concurrently be sent to the CAO, CAC, SCO, and DOF. Further, the City Manager/Executive Director and his authorized designees, in consultation with legal counsel, shall be authorized to request and complete meet and confer session(s) with the DOF and authorized 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. After approval by the Oversight Board, the Successor Agency hereby authorizes transmittal of the ROPS 15-16B again to the CAC, SCO and DOF.

SECTION 4. The City Manager/Executive Director, or his authorized designee, is hereby directed to post this Resolution, including the ROPS 15-16B, on the City's website pursuant to the Dissolution Law.

SECTION 5. The Recording Secretary of the Successor Agency shall certify to the adoption of this Resolution which shall be effective upon its adoption.

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PASSED, APPROVED AND ADOPTED this 22nd day of September 2015



Jorge Morales, Chair
Successor Agency to the Community Development
Commission of the City of South Gate


ATTEST



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

(SEAL)

APPROVED AS TO FORM



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

Recognized Obligation Payment Schedule (ROPS 15-16B) - Summary
 Filed for the January 1, 2016 through June 30, 2016 Period

Name of Successor Agency: South Gate
Name of County: Los Angeles

Current Period Requested Funding for Outstanding Debt or Obligation		Six-Month Total
Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding Sources (B+C+D):		\$ 44,468
A	Bond Proceeds Funding (ROPS Detail)	33
C	Reserve Balance Funding (ROPS Detail)	-
D	Other Funding (ROPS Detail)	44,435
E	Enforceable Obligations Funded with RPTTF Funding (F+G):	\$ 5,737,577
F	Non-Administrative Costs (ROPS Detail)	5,612,577
G	Administrative Costs (ROPS Detail)	125,000
H	Total Current Period Enforceable Obligations (A+E):	\$ 5,782,045

Successor Agency Self-Reported Prior Period Adjustment to Current Period RPTTF Requested Funding		
I	Enforceable Obligations funded with RPTTF (E):	5,737,577
J	Less Prior Period Adjustment (Report of Prior Period Adjustments Column S)	(24,031)
K	Adjusted Current Period RPTTF Requested Funding (I-J)	\$ 5,713,546

County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding		
L	Enforceable Obligations funded with RPTTF (E):	5,737,577
M	Less Prior Period Adjustment (Report of Prior Period Adjustments Column AA)	-
N	Adjusted Current Period RPTTF Requested Funding (L-M)	5,737,577

Certification of Oversight Board Chairman:
 Pursuant to Section 34177 (m) 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 agency.

_____	_____
Name	Title
/s/ _____	_____
Signature	Date

South Gate Recognized Obligation Payment Schedule (ROPS 15-16B) - ROPS Detail
 January 1, 2016 through June 30, 2016
 (Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	I	J	K					P	
										Funding Source						
										Non-Redevelopment Property Tax Trust Fund (Non-RPTTF)			RPTTF			
										Bond Proceeds	Reserve Balance	Other Funds	Non Admin	Admin		Six Month Total
Item #	Project Name / Debt Obligation	Obligation Type	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Retired							
								\$ 64,532,451			\$ 33	\$ -	\$ 44,435	\$ 5,612,577	\$ 125,000	\$ 5,782,045
3	HUD Section 108 Loan	City/County Loans	5/30/2000	12/31/2019	City of South Gate	HUD 108 loan for Towne Center Plaza	Project No. 1	1,381,182	N				44,723		\$ 44,723	
9	Successor Agency Operations	Admin Costs	2/1/2012	9/1/2024	City of South Gate	2013-2014B Admin Allowance	Project No. 1	3,219,640	N					125,000	\$ 125,000	
12	Property Disposition	Property Dispositions	7/1/2013	7/1/2014	various vendors	Funding for costs associated with disposing of all former RDA properties held by the Successor Agency including completing the Long Range Property Management Plan	Project No. 1	30,000	N				30,000		\$ 30,000	
13	City/RDA Loan Repayment	City/County Loans On or Before 6/27/11	2/24/2014	6/30/2022	City of South Gate	Repayment City Loan per H&S Code Section 34191.4. Loan was reinstated by the Oversight Board on 2/24/14	Project No. 1	3,219,640	N				944,724		\$ 944,724	
17	City/Successor Agency Loan	RPTTF Shortfall	9/9/2014	6/30/2016	City of South Gate	Shortfall loan pursuant to Section 34173(h) to cover ROPS 14-15A debt service payment on HUD Section 108 Loan	Project Area 1	293,014	N				293,014		\$ 293,014	
18	County of Los Angeles Redevelopment Refunding Authority Tax Allocation Revenue Refunding Bonds Series 2014A (Tax-exempt)	Refunding Bonds Issued After 6/27/12	7/31/2014	9/1/2024	US Bank	County of Los Angeles Redevelopment Refunding Authority Tax Allocation Revenue Refunding Bonds Series 2014A (Tax-exempt)	Project No. 1	34,510,800	N		33	21,196	611,854		\$ 633,050	
19	County of Los Angeles Redevelopment Refunding Authority Tax Allocation Revenue Refunding Bonds Series 2014B (Federally Taxable)	Refunding Bonds Issued After 6/27/12	7/31/2014	9/1/2024	US Bank	County of Los Angeles Redevelopment Refunding Authority Tax Allocation Revenue Refunding Bonds Series 2014B (Federally Taxable)	Project No. 1	4,193,289	N		33	23,239	28,876		\$ 52,148	
20	Reserve for County of Los Angeles Redevelopment Refunding Authority Tax Allocation Revenue Refunding Bonds Series 2014A (Tax-exempt)	Reserves	7/31/2014	9/1/2024	US Bank	Reserve held as necessary to make next bond payment due 9/1/2015 per HSC 34171(d)(1)	Project No. 1	13,715,000	N				1,285,000		\$ 1,285,000	
21	Reserve for County of Los Angeles Redevelopment Refunding Authority Tax Allocation Revenue Refunding Bonds Series 2014B (Federally Taxable)	Reserves	7/31/2014	9/1/2024	US Bank	Reserve held as necessary to make next bond payment due 9/1/2015 per HSC 34171(d)(1)	Project No. 1	1,785,000	N				182,500		\$ 182,500	
22	County of Los Angeles Redevelopment Refunding Authority Trustee Fees	Fees	7/31/2014	9/1/2024	US Bank	Trustee Fee for County of Los Angeles Redevelopment Refunding Authority Tax Allocation Revenue Refunding Bonds Series 2014A and 2014B	Project No. 1	38,000	N						\$ -	
23	City/Successor Agency Loan	RPTTF Shortfall	1/13/2015	6/30/2016	City of South Gate	Shortfall loan pursuant to Section 34173(h) to cover ROPS 14-15B debt service payment on HUD Section 108 Loan	Project Area 1	54,093	N				54,093		\$ 54,093	
24	Legal Services Contract	Legal	1/1/2015	12/31/2015	Burke, Williams & Sorensen	Fees associated with litigation costs related to denial of the HUD Section 108 Loan as an enforceable obligation	Project Area 1	50,000	N				50,000		\$ 50,000	
25	City/Successor Agency Loan	RPTTF Shortfall	7/29/2015	6/30/2016	City of South Gate	Shortfall loan pursuant to Section 34173(h) to cover ROPS 14-15B debt service payment on HUD Section 108 Loan	Project Area 1	294,093	N				294,093		\$ 294,093	
26	Remediation Costs	Remediation	8/7/2015	9/1/2024	The Reynolds Group	Costs associated with remediation of 3500-3506 Tweedy Blvd	Project Area 1	1,100,000	N				1,100,000		\$ 1,100,000	
27	Cleanup Cost Recovery	Remediation	7/1/2015	6/30/2016	Los Angeles Regional Water Quality Control Board	Costs associated with investigation and cleanup of discharges of waste into water supply	Project Area 1	7,500	N				7,500		\$ 7,500	
28	Property Maintenance	Property Maintenance	7/1/2015	6/30/2016	various vendors	Costs associated with maintenance of Frontage Road LRPMP property including equipment rental	Project Area 1	20,000	N				45,000		\$ 45,000	
29	Hud Section 108 Loan - Past Payments	City/County Loans On or Before 6/27/11	5/30/2000	12/31/2019	City of South Gate	Past payments on HUD Section 108 Loan. Loan is now considered an enforceable obligation per SB 107 and Health and Safety Code Section 34171(d)(2)	Project Area 1	641,200	N				641,200		\$ 641,200	

**South Gate Recognized Obligation Payment Schedule (ROPS 15-16B) - 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 [INSERT URL LINK TO CASH BALANCE TIPS SHEET]									
A	B	C	D	E	F	G	H	I	
	Cash Balance Information by ROPS Period	Fund Sources						Comments	
		Bond Proceeds		Reserve Balance		Other	RPTTF		
		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		
ROPS 14-15B Actuals (01/01/15 - 06/30/15)									
1	Beginning Available Cash Balance (Actual 01/01/15)		-			1,348,872	114,303	G1 originates from a loan repayment and rental income. H1 is equal to the last two PPA's	
2	Revenue/Income (Actual 06/30/15) RPTTF amounts should tie to the ROPS 14-15B distribution from the County Auditor-Controller during January 2015		33			23,239	373,037		
3	Expenditures for ROPS 14-15B Enforceable Obligations (Actual 06/30/15) RPTTF amounts, H3 plus H4 should equal total reported actual expenditures in the Report of PPA, Columns L and Q					770,267	193,534		
4	Retention of Available Cash Balance (Actual 06/30/15) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)					578,605	227,741		
5	ROPS 14-15B RPTTF Prior Period Adjustment RPTTF amount should tie to the self-reported ROPS 14-15B PPA in the Report of PPA, Column S			No entry required				24,031	
6	Ending Actual Available Cash Balance C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	\$ -	\$ 33	\$ -	\$ -	\$ 23,239	\$ 42,034		
ROPS 15-16A Estimate (07/01/15 - 12/31/15)									
7	Beginning Available Cash Balance (Actual 07/01/15) (C, D, E, G = 4 + 6, F = H4 + F4 + F6, and H = 5 + 6)	\$ -	\$ 33	\$ -	\$ 227,741	\$ 601,844	\$ 66,065		
8	Revenue/Income (Estimate 12/31/15) RPTTF amounts should tie to the ROPS 14-15B distribution from the County Auditor-Controller during June 2015						3,817,981		
9	Expenditures for ROPS 14-15B Enforceable Obligations (Estimate 12/31/15)				227,741	578,605	3,838,819	SA expects to spend \$3,465,473 on debt service.	
10	Retention of Available Cash Balance (Estimate 12/31/15) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)		33			23,239	21,196		
11	Ending Estimated Available Cash Balance (7 + 8 - 9 - 10)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 24,031		

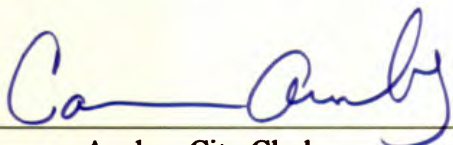
RESOLUTION CERTIFICATION PAGE

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) SS
CITY OF SOUTH GATE)

I, Carmen Avalos, City Clerk of the City of South Gate, California, hereby certify that the whole number of Members of the Successor Agency of said City is five; that Resolution No. 25 was adopted by the Successor Agency at their Regular Meeting held on September 23, 2015, by the following vote:

Ayes: Agency Members: Morales, Davila, Bernal and Hurtado
Noes: Agency Members: None
Absent: Agency Members: De Witt
Abstain: Agency Members: None

Witness my hand and the seal of said City on September 23, 2015


Carmen Avalos, City Clerk
City of South Gate, California