

OVERSIGHT BOARD RESOLUTION NO. 2012-05

A RESOLUTION OF THE OVERSIGHT BOARD TO 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 submitted to the Oversight Board for its review and approval; and

WHEREAS, the Administrative Budget, 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, the Oversight Board has reviewed the Successor Agency's proposed Administrative Budget for the period January 1, 2013 to June 30, 2013 and desires to approve such Administrative Budget and to authorize the Successor Agency, to cause posting of this Resolution on the Successor Agency website, and to direct transmittal thereof to the County Auditor-Controller and Department of Finance ("DOF"); and

WHEREAS, pursuant to Section 34179(h) as amended by Assembly Bill 1484, written notice and information about all 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(m) as to each ROPS submitted, which includes a line item for the Administrative Budget, 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.

NOW, THEREFORE, BE IT RESOLVED BY THE OVERSIGHT BOARD TO 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 Oversight Board 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 Oversight Board authorizes transmittal of the Administrative Budget for the period January 1, 2013 to June 30, 2013 to the County Auditor-Controller and DOF.

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

Section 5. Pursuant to Section 34179(h) as amended by Assembly Bill 1484, written notice and information about all 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(m) as to each ROPS submitted, which includes a line item for the

Administrative Budget, 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.

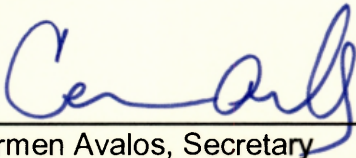
Section 6. The Secretary of the Oversight Board shall certify to the adoption of this Resolution.

APPROVED AND ADOPTED this 27th day of August 2012.



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

ATTEST:



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

(SEAL)

**ATTACHMENT 1
to Oversight Board Resolution No. 2012-_____**

**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 Troccoli, 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					
Costs	\$	2,750	\$	8,738	\$	2,413	\$	5,522	\$	10,433	\$	10,000	\$	35,000	\$	9,500	\$	176,067	\$	250,000 Total

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

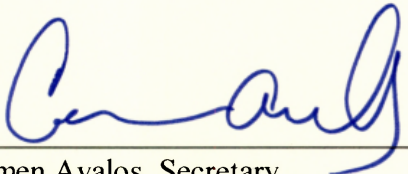
RESOLUTION CERTIFICATION PAGE

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. 2012-05 was adopted by the Oversight Board at their Meeting held on August 27, 2012, by the following vote:

Ayes: Council Members: De Witt, Torres, Verdugo, Shidler, Liday and Bokde
Noes: Council Members: None
Absent: Council Members: Payne
Abstain: Council Members: None

Witness my hand and the seal of said City on September 4, 2012.



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

