

**OVERSIGHT BOARD RESOLUTION NO. 2014-03**

**CITY OF SOUTH GATE  
LOS ANGELES COUNTY, CALIFORNIA**

**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 14-15A FOR THE SIX-MONTH FISCAL PERIOD OF JULY 1, 2014 TO DECEMBER 31, 2014, SUBJECT TO SUBMITTAL TO, AND REVIEW BY THE DOF PURSUANT TO CALIFORNIA HEALTH AND SAFETY CODE, DIVISION 24, PART 1.85, AS AMENDED BY ASSEMBLY BILL 1484; AUTHORIZE POSTING AND TRANSMITTAL THEREOF; AND AUTHORIZE THE ASSISTANT CITY MANAGER/FINANCE DIRECTOR, IN CONSULTATION WITH LEGAL COUNSEL, TO REQUEST AND COMPLETE MEET AND CONFER SESSION(S) WITH THE DOF AND MAKE AUGMENTATIONS, MODIFICATIONS, ADDITIONS OR REVISIONS AS MAY BE NECESSARY OR DIRECTED BY DOF.**

**WHEREAS**, the Community Development Commission of the City of South Gate ("former CDC") 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, 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.* ("CRL"), 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 & 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 (together, the "Dissolution Laws"); and

**WHEREAS**, as of February 1, 2012 the Agency was dissolved pursuant to the Dissolution Laws, 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**, pursuant to Section 34179 the Successor Agency's Oversight Board has been 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 Laws; and

**WHEREAS**, Sections 34177(l)(2)(B), 34177(m), and 34179 provide that each ROPS is submitted to and duly approved by the Oversight Board; and

**WHEREAS**, the Dissolution Laws, as amended by AB 1484, in particular Section 34177(m) requires that the Recognized Obligation Payment Schedule for the 14-15A six-month fiscal period of July 1, 2014 to December 31, 2014, shall be submitted by the successor agency, after approval by the oversight board, no later than March 1, 2014 ("ROPS 14-15A"); and

**WHEREAS**, pursuant to Section 34179.6 added by AB 1484, the Successor Agency submitted a copy of the ROPS 14-15A to the County Administrative Officer, the County Auditor-Controller, and the State Department of Finance ("DOF") at the same time that the Successor Agency submitted ROPS 14-15A to the Oversight Board for review; and

**WHEREAS**, the Oversight Board has reviewed the ROPS 14-15A presented by the Successor Agency and desires to approve the ROPS 14-15A and to authorize the Successor Agency, to cause posting of such ROPS on the Successor Agency website, and to direct transmittal of such ROPS to the County Auditor-Controller, the State Controller's Office, and the DOF; and

**WHEREAS**, pursuant to Section 34177(m) for each ROPS submitted to the DOF, the DOF shall make its determination of the enforceable obligations and the amounts and funding sources of the enforceable obligations on each ROPS submitted no later than 45 days after submittal.

**NOW, THEREFORE, BE IT RESOLVED BY THE OVERSIGHT BOARD OF 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 Laws, the Oversight Board approves the ROPS 14-15A submitted as Attachment 1 and incorporated by this reference; provided however, that the ROPS 14-15A is approved subject to the condition such ROPS is to be submitted to and reviewed by the DOF. Further, the Assistant City Manager/Finance Director, in consultation with legal counsel, shall be authorized to request and complete meet and confer session(s) with the DOF and make augmentations, modifications, additions or revisions as may be necessary or directed by DOF.

**Section 3.** The Oversight Board authorizes transmittal of the ROPS 14-15A to the County Auditor-Controller, the State Controller's Office, and the DOF.

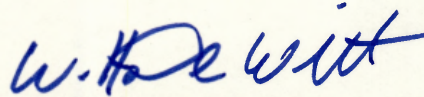
**Section 4.** The Assistant City Manager/Finance Director of the Successor Agency or an authorized designee is directed to post this Resolution, including the ROPS 14-15A, on the Successor Agency website pursuant to the Dissolution Laws.

**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 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 Secretary of the Oversight Board shall certify to the adoption of this Resolution.

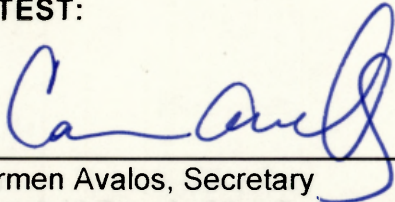
**APPROVED AND ADOPTED** this 24th day of February 2014.



---

W. H. (Bill) De Witt, Chair  
Oversight Board of 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)

LINE RECORD-2007  
XEROGRAPHIC  
BYRON VESTON

## Recognized Obligation Payment Schedule (ROPS 14-15A) - Summary

Filed for the July 1, 2014 through December 31, 2014 Period

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

Current Period Requested Funding for Outstanding Debt or Obligation	Six-Month Total
<b>Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding</b>	
<b>A Sources (B+C+D):</b>	<b>\$ -</b>
B Bond Proceeds Funding (ROPS Detail)	-
C Reserve Balance Funding (ROPS Detail)	-
D Other Funding (ROPS Detail)	-
<b>E Enforceable Obligations Funded with RPTTF Funding (F+G):</b>	<b>\$ 4,737,205</b>
F Non-Administrative Costs (ROPS Detail)	4,612,205
G Administrative Costs (ROPS Detail)	125,000
<b>H Current Period Enforceable Obligations (A+E):</b>	<b>\$ 4,737,205</b>

Successor Agency Self-Reported Prior Period Adjustment to Current Period RPTTF Requested Funding	
I Enforceable Obligations funded with RPTTF (E):	4,737,205
J Less Prior Period Adjustment (Report of Prior Period Adjustments Column S)	(26,948)
<b>K Adjusted Current Period RPTTF Requested Funding (I-J)</b>	<b>\$ 4,710,257</b>

County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding	
L Enforceable Obligations funded with RPTTF (E):	4,737,205
M Less Prior Period Adjustment (Report of Prior Period Adjustments Column AA)	-
<b>N Adjusted Current Period RPTTF Requested Funding (L-M)</b>	<b>4,737,205</b>

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

ATTACHMENT 1.

**Recognized Obligation Payment Schedule (ROPS) 14-15A - 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.

A	B	C	D	E	F	G	H	I	
		Fund Sources							
		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 balances retained	Prior ROPS RPTTF distributed as reserve for next bond payment	Rent Grants Interest Etc	Non Admin and Admin	Comments	
	Cash Balance Information by ROPS Period								
<b>ROPS 13-14A Actuals (07/01/13 - 12/31/13)</b>									
1	<b>Beginning Available Cash Balance (Actual 07/01/13)</b> Note that for the RPTTF, 1 + 2 should tie to columns J and O in the Report of Prior Period Adjustments (PPAs)					1,000,000	61,139	Includes \$1 million loan repayment received by the Successor Agency	
2	<b>Revenue/Income (Actual 12/31/13)</b> Note that the RPTTF amounts should tie to the ROPS 13-14A distribution from the County Auditor-Controller during June 2013						4,255,436		
3	<b>Expenditures for ROPS 13-14A Enforceable Obligations (Actual 12/31/13)</b> Note that for the RPTTF, 3 + 4 should tie to columns L and Q in the Report of PPAs						4,228,488		
4	<b>Retention of Available Cash Balance (Actual 12/31/13)</b> Note that the RPTTF amount should only include the retention of reserves for debt service approved in ROPS 13-14A						-		
5	<b>ROPS 13-14A RPTTF Prior Period Adjustment</b> Note that the RPTTF amount should tie to column S in the Report of PPAs			No entry required				26,948	
6	<b>Ending Actual Available Cash Balance</b> C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	\$ -	\$ -	\$ -	\$ -	\$ 1,000,000	\$ 61,139		
<b>ROPS 13-14B Estimate (01/01/14 - 06/30/14)</b>									
7	<b>Beginning Available Cash Balance (Actual 01/01/14)</b> (C, D, E, G = 4 + 6, F = H4 + F4 + F6, and H = 5 + 6)	\$ -	\$ -	\$ -	\$ -	\$ 1,000,000	\$ 88,087		
8	<b>Revenue/Income (Estimate 06/30/14)</b> Note that the RPTTF amounts should tie to the ROPS 13-14B distribution from the County Auditor-Controller during January 2014						1,910,900		
9	<b>Expenditures for 13-14B Enforceable Obligations (Estimate 06/30/14)</b>						1,972,039		
10	<b>Retention of Available Cash Balance (Estimate 06/30/14)</b> Note that the RPTTF amounts may include the retention of reserves for debt service approved in ROPS 13-14B								
11	<b>Ending Estimated Available Cash Balance (7 + 8 - 9 - 10)</b>	\$ -	\$ -	\$ -	\$ -	\$ 1,000,000	\$ 26,948		

**Recognized Obligation Payment Schedule (ROPS) 14-15A - ROPS Detail**  
**July 1, 2014 through December 31, 2014**  
 (Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	I	J	K					P	
										M						Six-Month Total
										Funding Source						
										Non-Redevelopment Property Tax Trust Fund (Non-RPTTF)			RPTTF			
Bond Proceeds	Reserve Balance	Other Funds	Non-Admin	Admin												
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							
1	Tax Allocation Bonds - 2002	Bonds issued On or Before 12/31/10	10/23/2002	9/1/2024	US Bank	Bond debt service on CDC Bonds	Project No. 1	\$ 69,280,984	N	\$ -	\$ -	\$ -	\$ 4,612,205	\$ 125,000	\$ 4,737,205	
2	Tax Allocation Bonds - 2003	Bonds issued On or Before 12/31/10	11/13/2003	9/1/2024	US Bank	Bond debt service on CDC Bonds	Project No. 1	14,669,126	N				1,043,778		\$ 1,043,778	
3	HUD Section 108 Loan	Bonds issued On or Before 12/31/10	1/25/2011	3/31/2013	City of South Gate	Jul 99 loan for Towne Center Plaza	Project No. 1	1,939,370	N				293,014		\$ 293,014	
4	2002 COP Series A & B	Bonds issued On or Before 12/31/10	3/1/2002	9/1/2024	City of South Gate	Mar 02 financing for CDC refunding	Project No. 1	19,498,407	N				905,350		\$ 905,350	
5	Bond Trustee Fees	Fees	10/23/2002	9/1/2024	US Bank	D/S trustee fees for 2002 TABs	Project No. 1	29,700	N				3,300		\$ 3,300	
6	Bond Trustee Fees	Fees	11/13/2003	9/1/2024	US Bank	D/S trustee fees for 2003 TABs	Project No. 1	29,700	N				3,300		\$ 3,300	
7	Trustee Fees	Fees	3/1/2002	9/1/2024	US Bank	D/S trustee fees for COPs	Project No. 1	52,800	N						\$ -	
8	Continuing Disclosure Services	Fees	3/1/2002	9/1/2024	City of South Gate	Annual disclosure reports for bonds	Project No. 1	15,000	N						\$ -	
9	Successor Agency Operations	Admin Costs	2/1/2012	9/1/2024	City of South Gate	2013-2014B Admin Allowance	Project No. 1	2,250,000	N					125,000	\$ 125,000	
10	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	60,000	N				30,000		\$ 30,000	
11	City/RDA Loan Repayment (Principal)	City/County Loans On or Before 6/27/11	2/24/2014	6/30/2022	City of South Gate	Repayment of principal on City Loan per H&S Code Section 34191.4 Loan was reinstated by the Oversight Board on 2/24/14	Project No. 1	3,388,080	N				303,883		\$ 303,883	
12	City/RDA Loan Repayment (Interest)	City/County Loans On or Before 6/27/11	2/24/2014	6/30/2022	City of South Gate	Repayment of interest accrued on City Loan per H&S Code Section 34191.4 Loan was reinstated by the Oversight Board on 2/24/14	Project No. 1	83,102	N				44,275		\$ 44,275	
13	City/RDA Loan Repayment Transfer to Low and Moderate Income Housing Asset Fund	City/County Loans On or Before 6/27/11	2/24/2014	6/30/2022	City of South Gate Low and Moderate Income Housing Asset Fund	Per H&S Code Section 34191.4(b)(2)(C), 20% of the City Loan Payment (principal and interest) must be transferred to the LMH Asset Fund	Project No. 1	824,818	N				87,040		\$ 87,040	



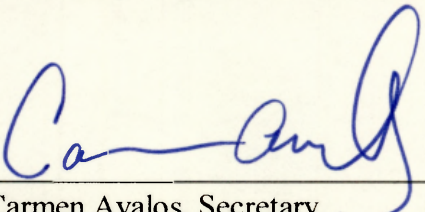
**RESOLUTION CERTIFICATION PAGE**

**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. 2014-03 was adopted by the Oversight Board at their Meeting held on February 24, 2014, by the following vote:

Ayes:	Board Members:	De Witt, Torres, Shidler and el Fattal
Noes:	Board Members:	None
Absent:	Board Members:	Liday, Bokde and Mendez
Abstain:	Board Members:	None

Witness my hand and the seal of said City on February 27, 2014.

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