

**OVERSIGHT BOARD RESOLUTION NO. 15- 05**

**A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF SOUTH GATE APPROVING THE SUCCESSOR AGENCY'S ADMINISTRATIVE BUDGET FOR THE 15-16B SIX-MONTH FISCAL PERIOD OF JANUARY 1, 2016 TO JUNE 30, 2016, 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.*, 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 winding 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 described below (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**, 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 Law; and

**WHEREAS**, Section 34177(j) requires the Successor Agency to prepare an administrative budget covering the 15-16B six-month fiscal period from January 1, 2016 to June 30, 2016, 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 upcoming 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 Administrative Budget for the 15-16B six-month fiscal period of January 1, 2016 to June 30, 2016, 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 fiscal period; and

**WHEREAS**, the Oversight Board has reviewed the Successor Agency's Administrative Budget for the 15-16B six-month fiscal period of January 1, 2016 to June 30, 2016, and desires to approve such Administrative Budget and to authorize the Successor Agency staff to post this Resolution, including the Administrative Budget, on the City of South Gate 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.** Pursuant to the Dissolution Law, the Oversight Board hereby approves the Administrative Budget for the 15-16B fiscal period of January 1, 2016 to June 30, 2016, submitted herewith as Exhibit No. 1, which is incorporated herein by this reference.

**SECTION 3.** The Director of Administrative Services, or her authorized designee, is hereby directed to post this Resolution on the City's website pursuant to the Dissolution Law.

**SECTION 4.** The Secretary of the Oversight Board shall certify to the adoption of this Resolution which shall be effective upon its adoption.

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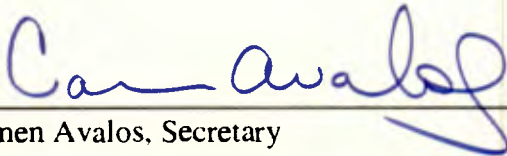
**PASSED, APPROVED AND ADOPTED** this 29<sup>th</sup> day of September 2015.



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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

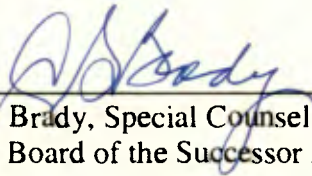
ATTEST:



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

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

**SOUTH GATE SUCCESSOR AGENCY ADMINISTRATIVE BUDGET COVERING JANUARY 1, 2016 TO JUNE 30, 2016**

**ESTIMATED ANNUAL ADMINISTRATIVE EXPENSES**

| <b>External Consultants</b>   | <b>Costs</b>             | <b>Funding Source</b>          |
|---|--------------------------|--------------------------------|
| Attorney Costs  | \$ 30,000                | RPTTF Administrative Allowance |
| Consultant Costs  | \$ 45,000                | RPTTF Administrative Allowance |
| Auditor Fees  | \$ 15,000                | RPTTF Administrative Allowance |
|   | <u>\$ 90,000</u>         |                                |
| <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   | \$ 140,000               | RPTTF Administrative Allowance |
| Risk management/Insurance   | \$ 7,000                 | RPTTF Administrative Allowance |
| Property maintenance (prior to transfer/sale)   | \$ 1,500                 | RPTTF Administrative Allowance |
|   | <u>\$ 154,500</u>        |                                |
| <b>Oversight Board Expenses</b>   |                          |                                |
| Staff Time  | \$ 5,000                 | RPTTF Administrative Allowance |
| Materials   | \$ 500                   | RPTTF Administrative Allowance |
|   | <u>\$ 5,500</u>          |                                |
| <b>Estimated Annual Total</b>   | <u><b>\$ 250,000</b></u> |                                |
| <b>ESTIMATED ADMINISTRATIVE EXPENSES FOR 6-MONTH PERIOD COVERING JANUARY 1, 2016 TO JUNE 30, 2016</b> | <b>\$ 125,000</b>        |                                |

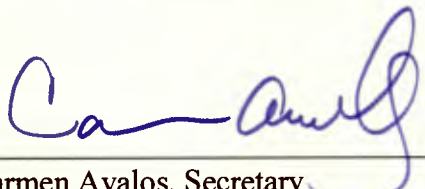
**RESOLUTION CERTIFICATION PAGE**

**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. 2015-05 was adopted by the Oversight Board at their Meeting held on September 29, 2015, by the following vote:

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

Witness my hand and the seal of said City on September 29, 2015.

  
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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