

OVERSIGHT BOARD RESOLUTION NO. 15-06

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 FOR THE 15-16B SIX-MONTH FISCAL PERIOD OF JANUARY 1, 2016 TO JUNE 30, 2016, SUBJECT TO SUBMITTAL TO, AND REVIEW BY, THE DOF PURSUANT TO THE DISSOLUTION LAW, CALIFORNIA HEALTH AND SAFETY CODE, DIVISION 24, PART 1.85, AND AUTHORIZING POSTING AND TRANSMITTAL THEREOF, AND AUTHORIZING THE EXECUTIVE DIRECTOR, OR HIS AUTHORIZED DESIGNEE, IN CONSULTATION WITH LEGAL COUNSEL, TO REQUEST AND COMPLETE MEET AND CONFER SESSIONS WITH THE DOF AND MAKE AUGMENTATIONS, MODIFICATIONS, ADDITIONS OR REVISIONS AS MAY BE NECESSARY OR DIRECTED BY THE DOF.

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, 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, Sections 34177(1)(2)(B), 34177(m) and 34179 provide that each ROPS is submitted to and duly 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 submitted a copy of the 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 submitted such ROPS to the Oversight Board for review; and

WHEREAS, the Oversight Board has reviewed the ROPS 15-16B presented to and approved by the Successor Agency and desires to approve the ROPS 15-16B; and

WHEREAS, the Oversight Board authorizes Successor Agency staff to post the ROPS 15-16B on the City's 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 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 DOF. Further, the City Manager/Executive Director, or his authorized designee, 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. The Oversight Board hereby authorizes transmittal of the ROPS 15-16B 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. Pursuant to Section 34179(h) written notice and information about certain 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.

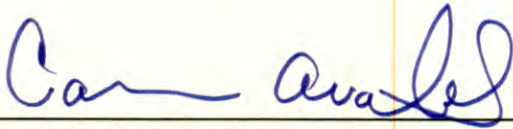
SECTION 6. The Secretary of the Oversight Board shall certify to the adoption of this Resolution which shall be effective upon its adoption.

PASSED, APPROVED AND ADOPTED this 29th day of September 2015.



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

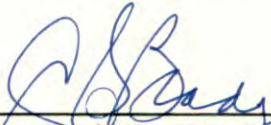
ATTEST:



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

(SEAL)

APPROVED AS TO FORM:



Celeste S. Brady, Special Counsel
Oversight Board of the 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

<u>Current Period Requested Funding for Outstanding Debt or Obligation</u>	<u>Six-Month Total</u>
Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding Sources (B+C+D):	\$ 44,468
A	
B 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

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

<u>County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding</u>	
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.

_____	Title
Name	
_____/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)

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	Funding Source					Six-Month Total
										Non-Redevelopment Property Tax Trust Fund (Non-RPTTF)			RPTTF		
										Bond Proceeds	Reserve Balance	Other Funds	Non-Admin	Admin	
8	HUD Section 108 Loan	City/County Loans	5/30/2000	12/31/2019	City of South Gate	US Bank for Loan Under Phase	Project No. 1	\$ 64,532,451		\$ 33	\$ -	\$ 44,435	\$ 5,612,577	\$ 125,000	\$ 5,782,045
9	Successor Agency Operations	Admin Costs	2/1/2012	9/1/2024	City of South Gate	2013-2014B Admin Allowance	Project No. 1	1,261,124	N				44,724		\$ 44,724
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
11	City/Successor Agency Loan	RPTTF Shortfall	9/8/2014	6/30/2016	City of South Gate	Shortfall loan pursuant to Section 34173(i) 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			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	4,193,269	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	1/13/2018	6/30/2018	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 & Sorenson	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
		Fund Sources						
		Bond Proceeds		Reserve Balance		Other	RPTTF	
	Cash Balance Information by ROPS Period	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	Comments
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						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
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	SA expects to spend \$3,465,473 on debt service.
11	Ending Estimated Available Cash Balance (7 + 8 - 9 - 10)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 24,031	

South Gate Recognized Obligation Payment Schedule (ROPS 15-16B) - Report of Prior Period Adjustments
Reported for the ROPS 14-15B (January 1, 2015 through June 30, 2015) Period Pursuant to Health and Safety Code (HSC) section 34186 (a)
(Report Amounts in Whole Dollars)

ROPS 14-15B Successor Agency (SA) Self-reported Prior Period Adjustments (PPA): Pursuant to HSC Section 34186 (a), SAs are required to report the differences between their actual available funding and their actual expenditures for the ROPS 14-15B (January through June 2015) period. The amount of Redevelopment Property Tax Trust Fund (RPTTF) approved for the ROPS 15-16B (January through June 2016) period will be offset by the SA's self-reported ROPS 14-15B prior period adjustment. HSC Section 34186 (a) also specifies that the prior period adjustments self-reported by SAs are subject to audit by the county auditor-controller (CAC) and the State Controller.

Item #	Project Name / Debt Obligation	Non-RPTTF Expenditures						RPTTF Expenditures										Net SA Non-Admin and Admin PPA (Amount Used to Offset ROPS 15-16B Requested RPTTF)	SA Comments	
		Bond Proceeds		Reserve Balance		Other Funds		Non-Admin					Admin							
		Authorized	Actual	Authorized	Actual	Authorized	Actual	Authorized	Available RPTTF (ROPS 14-15B distributed + all other available as of 01/1/15)	Net Leaser of Authorized / Available	Actual	Difference (If K is less than L, the difference is zero)	Authorized	RPTTF (ROPS 14-15B distributed + all other available as of 01/1/15)	Net Leaser of Authorized / Available	Actual	(if total actual exceeds total authorized, the total difference is zero)			Net Difference (M+R)
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$			\$
1	Tax Allocation Bonds - 2003	-	-	-	-	1,856,845	1,348,872	320,308	320,308	320,308	296,275	24,031	125,000	125,000	125,000	125,000	24,031			
2	Tax Allocation Bonds - 2003	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
3	HUD Section 108 Loan	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
4	2008 CDP Series A & B	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
5	Bond Trustee Fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
6	Bond Trustee Fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
7	Trustee Fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
8	Continuing Disclosure Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
9	Successor Agency Operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
12	Property Disposition	-	-	-	-	-	-	30,000	30,000	30,000	5,969	24,031	-	-	-	-	-	24,031		
13	City/BDA Loan Repayment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
14	City/BDA Loan Repayment (Interest)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
15	City/BDA Loan Repayment Transfer to Low and Moderate Income Housing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
16	HUD Section 108 Loan	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
17	City/Successor Agency Loan	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
18	County of Los Angeles Redevelopment Refunding Authority Tax Allocation Revenue Refunding Bonds Series 2014A (Tax-exempt)	-	-	-	-	770,267	770,267	-	-	-	-	-	-	-	-	-	-			
19	County of Los Angeles Redevelopment Refunding Authority Tax Allocation Revenue Refunding Bonds Series 2014B (Federally Taxable)	-	-	-	-	-	-	62,565	62,565	62,565	62,565	-	-	-	-	-	-			
20	Reserve for County of Los Angeles Redevelopment Refunding Authority Tax Allocation Revenue Refunding Bonds Series 2014A (Tax-exempt)	-	-	-	-	1,088,579	578,905	57,337	57,337	57,337	57,337	-	-	-	-	-	-			
21	Reserve for County of Los Angeles Redevelopment Refunding Authority Tax Allocation Revenue Refunding Bonds Series 2014B (Federally Taxable)	-	-	-	-	-	-	170,404	170,404	170,404	170,404	-	-	-	-	-	-			

South Gate Recognized Obligation Payment Schedule (ROPS 15-16B) - Notes
January 1, 2016 through June 30, 2016

Item #	Notes/Comments
	None.

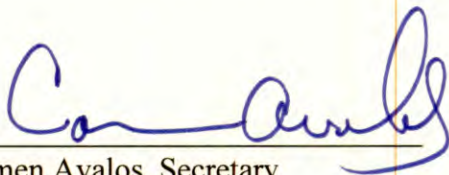
RESOLUTION CERTIFICATION PAGE

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. 2015-06 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.



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