SUCCESSOR AGENCY RESOLUTION NO. <u>30</u>

RESOLUTION OF THE SUCCESSOR AGENCY TO THE A COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF SOUTH GATE APPROVING THE RECOGNIZED **OBLIGATION PAYMENT SCHEDULE FOR THE 17-18 FISCAL PERIOD OF JULY 1.** 2017 TO JUNE 30, 2018 INCLUDING THE ADMINISTRATIVE BUDGET INCLUDED THEREWITH, SUBJECT TO SUBMITTAL TO, AND THE OVERSIGHT BOARD AND THE STATE REVIEW BY, DEPARTMENT OF FINANCE UNDER THE DISSOLUTION LAW, **CALIFORNIA HEALTH AND SAFETY CODE, DIVISION 24, PART 1.85,** AS AMENDED, AND AUTHORIZING POSTING AND TRANSMITTAL THEREOF

WHEREAS, the Community Development Commission of the City of South Gate ("former Agency") 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.*, 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 by other subsequent legislation (together, as amended, the "Dissolution Law"); and

WHEREAS, as of February 1, 2012, the former Agency was dissolved under 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), 34177(o) 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(o) of the Dissolution Law requires that the annual ROPS for the 17-18 fiscal period of July 1, 2017 to June 30, 2018 ("ROPS 17-18") be submitted to the DOF by the Successor Agency, after approval by the Oversight Board, no later than February 1, 2017; and

WHEREAS, under 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 17-18 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 17-18 and desires to approve the ROPS 17-18, including the FY 17-18 Administrative Budget included therewith, and to authorize the Successor Agency to transmit such ROPS to the Oversight Board; and

WHEREAS, the Successor Agency shall post the ROPS 17-18 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. The Successor Agency hereby approves the ROPS 17-18 submitted herewith as Exhibit No. 1 and incorporated by this reference, including the FY 17-18 Administrative Budget included therewith; provided however, that the ROPS 17-18 is approved subject to the condition that such ROPS 17-18 be transmitted to the Oversight Board for review and approval and a copy of such draft ROPS 17-18 also concurrently be sent to the CAO, CAC, SCO, and DOF, all under the Dissolution Law. Further, the Director of Administrative Services and/or her authorized designee(s), in consultation with legal counsel, shall be authorized to request and complete meet and confer session(s), if any, 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 17-18 again to the CAC, SCO and DOF.

SECTION 4. The Director of Administrative Services, and/or her authorized designee, is hereby directed to post this Resolution, including the ROPS 17-18, on the City's website (<u>http://www.cityofsouthgate.org/247/Successor-Agency</u>) pursuant to the Dissolution Law.

[Remainder of page left blank intentionally]

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

PASSED, APPROVED and ADOPTED this 24th day of January 2017.

W. Ho Dewitt

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

Recognized Obligation Payment Schedule (ROPS 17-18) - Summary Filed for the July 1, 2017 through June 30, 2018 Period

Successor Agency:	South Gate						
County:	Los Angeles						

irren	Period Requested Funding for Enforceable Obligations (ROPS Detail)	17 (July		7-18B Total nuary - June)	ROPS 17-18 Total			
A	Enforceable Obligations Funded as Follows (B+C+D):	\$	1,507,500	\$		\$	3	1,507,500
в	Bond Proceeds						N.	-
с	Reserve Balance		1,507,500		4		*	1,507,500
D	Other Funds		-					-
Е	Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$	2,852,051	\$	3,563,275	\$	×	6,415,326
F	RPTTF		2,727,051		3,438,275		- 1	6,165,326
G	Administrative RPTTF		125,000	-	125,000		7	250,000
н	Current Period Enforceable Obligations (A+E):	\$	4,359,551	\$	3,563,275	\$		7,922,826

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

Name	Title
1	
"	







						South Gate	e Recognized Oblig			and the second	- ROPS Detail										
									rough June 30, nts in Whole Do												
	1														1.5.1	100	1000			0.21	
8	c	D	E	F	G	н	1	J	ĸ	L	M	N A (July - Dece	0	P	q	R	5	T	0	v	w
L'EST THE L									1.1			Fund Sources				-		Fund Source	5		
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	ROPS 17-18 Total	Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	17-18A Total	Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	17-18 Total
HUD Section 108 Loan	City/County Loans On or Before 6/27/11	5/30/2000	12/31/2019	City of South Gate	Jul '99 loan for Towne Center Plaza	Project No. 1	\$ 49,271,449 982,032	N	\$ 7,922,826 \$ 333,534	\$.	\$ 1,507,500	s -	\$ 2,727,051 309,704	\$ 125,000 1	4,359,551 309,704	5 -	5	5 .	\$ 3,438,275 23,830	\$ 125,000	\$ 3,5
Successor Agency Operations	Admin Costs	2/1/2012	9/1/2024	City of South Gate	Admin Allowance	Project No. 1	1,750,000	N	\$ 250,000	-				125,000	125,000				-	125,000	-
									7										1.0		
Property Disposition	Property Dispositions	7/1/2017	6/30/2018	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	\$ 60,000				30,000	1	\$ 30,000				30,000		1
Céy/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 was reinstated Section 34191.4 Loan was reinstated by the Oversight Board on 2/24/14	Project No. 1	1,230,393	N	\$ 1,127,769	-		-				-			1,127,769		5 A
Tax Allocation Revenue Refunding Bonds Series 2014A (Tax-exempt)	Refunding Bonds issued Afte 6/27/12		9/1/2024	US Bank	County of Los Angeles Redevelopment Refunding Authority Tax Allocation Revenue Refunding Bonds Series 2014A (Tax-exempt)		28,757,700		\$ 3,781,100		1,322,500		1,917,000		\$ 3,239,500				541,600		3
County of Los Angeles. Redevelopment Refunding Authority Tax Allocation Revenue Refunding Bonds Senes 2014B (Federally Taxable)	Refunding Bonds Issued Afte 6/27/12	r 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	3,489,034	N	\$ 466,679		185,000		234,958		\$ 419,958				46,721		\$
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	11,107,500	N	\$ 1,377,500		$\left(-1\right)$								1,377,500		\$ 1
Reserve for County of Los Angeles Redevelopment Retunding Authority Tax Allocation Revenue Refunding Bonds Senes 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	1,417,500	N	\$ 187,500						\$				167,500		4.
Courny 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	14,000	N	\$ 2,000			1	2,000		\$ 2,000						\$
Legal Services Contract	Legal	7/1/2017	6/30/2018	Burke, Williams & Sorensen	Litigation costs related to recovery of	Project Area 1	100,000	N	\$ 100,000				100,000		\$ 100,000	-	-	1	1		1
Ry/S	10-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-	17-19-12	-	Comments of	HUD program income								No. T		-	11-27			1		
Remediation Costs	Remediation	8/7/2015	9/1/2024	TetraTech	Costs associated with remediation of 3500-3506 Tweedy Blvd	Project Area 1	343,290	N	\$ 216,745				123,389		\$ 123,389	-	-		93,356	-	5
Cleanup Cost Recovery	Remediation	7/1/2015	6/30/2016	Los Angeles Regional Willer Quality Control Board	Costs associated with investigation and cleanup of discharges of waste into	d Project Area 1	20,000	N	\$ 20,000			-	10,000		\$ 10,000				10,000		¢
Section 106 Loan Past		5/39/2000	12/31/201	of South Gale	Water supply Past HUD Section 106	.1	1	¥						No.		1		1			-

South Gate Recognized Obligation Payment Schedule (ROPS 17-18) - Report of Cash Balances (Report Amounts in Whole Dollars)

A	В	с	D	E	F	G	н	i i
1								
		Bond P	roceeds	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
20	PS 15-16B Actuals (01/01/16 - 06/30/16)							
1	Beginning Available Cash Balance (Actual 01/01/16)		33		21,196	23,239	24,031	
2	Revenue/Income (Actual 06/30/16) RPTTF amounts should tie to the ROPS 15-16B distribution from the County Auditor-Controller during January 2016					1,485		Interest income
3	Expenditures for ROPS 15-16B Enforceable Obligations (Actual 06/30/16)							
4	Retention of Available Cash Balance (Actual 06/30/16) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)		33		21,196	23.239	3,305,177	
5	ROPS 15-16B RPTTF Balances Remaining	(H.)		1				
6	Ending Actual Available Cash Balance C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)		1					



SOUTH GATE SUCCESSOR AGENCY ADMINISTRATIVE BUDGET COVERING JULY 1, 2017 TO JUNE 30, 2018

ESTIMATED ANNUAL ADMINISTRATIVE EXPENSES

External Consultants	Costs	Funding Source
Attorney Costs	\$ 50,000	RPTTF Admininstrative Allowance
Consultant Costs	\$ 35,000	RPTTF Admininstrative Allowance
Auditor Fees	\$ 15,000	RPTTF Admininstrative Allowance
	\$ 100,000	
Successor Agency Expenses		
Successor Agency rent and utilities	\$ 5,000	RPTTF Admininstrative Allowance
Successor Agency supplies	\$ 500	RPTTF Admininstrative Allowance
Successor Agency equipment	\$ 500	RPTTF Admininstrative Allowance
Administrative Expenses	\$ 130,000	RPTTF Admininstrative Allowance
Risk management/Insurance	\$ 7,000	RPTTF Admininstrative Allowance
Property maintenance (prior to transfer/sale)	\$ 1,500	RPTTF Admininstrative Allowance
	\$ 144,500	
Oversight Board Expenses		
Staff Time	\$ 5,000	RPTTF Admininstrative Allowance
Materials	\$ 500	RPTTF Administrative Allowance
	\$ 5,500	
Estimated Annual Total	\$ 250,000	
ESTIMATED ADMINISTRATIVE EXPENSES FOR 6-MONTH PERIOD	\$ 125,000	

RESOLUTION CERTIFICATION PAGE

STATE OF CALIFORNIA)COUNTY OF LOS ANGELES)SSCITY 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 <u>Resolution No. 30</u> was adopted by the Successor Agency at their Regular Meeting held on January 24, 2017, by the following vote:

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

Witness my hand and the seal of said City on January 26, 2017.

Carmen Avalos, City Clerk City of South Gate, California