



AGENDA

Oversight Board of the Successor Agency to the South Pasadena Community Redevelopment Agency

City Council Chambers, 1424 Mission Street
Wednesday, January 11, 2017 4:00 PM

Chair: Gary E. Pia
Vice-Chair: *vacant*
Board Members: Tim Evans; John Mayer;
Ted Shaw; Richard S. Storti; John Vandercook

In order to address the Board, please complete a Public Comment Card and present it to the Secretary. Speakers will be called upon by the Chairman at the appropriate time. Time allotted per speaker: 3 minutes.

Call to Order

Roll Call
Pledge of Allegiance
Confirmation of Agenda

Public Comment

Opportunity for members of the public to comment on any items not appearing on the agenda. When addressing the Oversight Board, please state your name and address for the record. Time allotted per speaker: 3 minutes.

Discussion Items

1. Approval of Minutes: November 9, 2016 Regular Meeting
2. Resolution Approving the Recognized Obligation Payment Schedule – July 1, 2017 to June 30, 2018 (ROPS 17-18)

Adjournment

Accommodations



Meeting facilities are accessible to persons with disabilities. If you need special assistance to participate in this meeting, please contact the City Clerk's Office at (626) 403-7230. Hearing assistive devices are available in the Council Chambers. Notification at least 72 hours prior to the meeting will assist staff in assuring that reasonable arrangements can be made to provide accessibility to the meeting (28 CFR 35.102-35.104 ADA Title II).

I declare under penalty of perjury that I posted this notice of agenda on the bulletin board in the courtyard of the City Hall at 1414 Mission Street, South Pasadena, CA 91030, as required by law.

1/3/17

Date


David Batt

Finance Director

DISCUSSION ITEMS

1. Approval of Minutes: June 28, 2016 Special Meeting. (16-5764)

On motion of Board Member Mayer, seconded by Chair Pia duly carried by the following vote, the Oversight Board approved the June 28, 2016 Minutes:

Ayes: 3 - Board Member Mayer, Board Member Vandercook and Chair Pia
Abstentions: 1 - Board Member Storti
Absent: 2 - Board Member Evans and Board Member Shaw
Vacancies: 1 - Board of Education

Attachments: Supporting Documents

2. Resolution Authorizing Transfer of Property from the Successor Agency to the City of South Pasadena as a Governmental Purpose Transfer. (16-5765)

After discussion, on motion of Board Member Vandercook, seconded by Board Member Storti, duly carried by the following vote, the Oversight Board adopted Oversight Board Resolution No. 2016-05 A Resolution of the Oversight Board of the Successor Agency to the Community Redevelopment Agency of the City of South Pasadena, California, Authorizing the Transfer of the Property with Assessor's Parcel Number 5315-003-901 from the Successor Agency to the City of South Pasadena as an Asset Constructed and Used For A Governmental Purpose Pursuant to Health and Safety Code Section 34181(A):

Ayes: 4 - Board Member Mayer, Board Member Storti, Board Member Vandercook and Chair Pia
Absent: 2 - Board Member Evans and Board Member Shaw
Vacancies: 1 - Board of Education

Attachments: Supporting Documents

ADJOURNMENT

Chair Pia adjourned the meeting at 4:13 p.m.

Approved

Gary E. Pia, Chair

Oversight Board of the Successor Agency to the South Pasadena CRA

MEETING DATE: January 11, 2017

FROM: David Batt, Finance Director 

SUBJECT: **Resolution Approving a Recognized Obligation Payment Schedule
– July 1, 2017 to June 30, 2018 (ROPS 17-18)**

Recommendation:

It is recommended that Oversight Board adopt the attached resolution approving the Recognized Obligation Payment Schedule for the period of July1, 2017 through June 30, 2018 (ROPS 17-18).

Background:

AB X1 26, the Dissolution Act, required all successor agencies to formulate Recognized Obligation Payment Schedules under which the Successor Agency would make payments for eligible obligations of the former Redevelopment Agency. The Recognized Obligation Payment Schedules (ROPS) shall be reviewed and approved by the Oversight Board to the Successor Agency (Oversight Board) and subsequently by the State Department of Finance (DOF).

As part of the Fiscal Year 2012-2013 State budget package, on June 27, 2012, the Legislature passed, and the Governor signed, Assembly Bill (AB) 1484. The primary purpose of this bill was to make technical and substantive amendments to the Dissolution Act. As a budget "trailer bill," AB 1484 took immediate effect upon the signature by the Governor. AB 1484 clarified certain items that may properly be included in the ROPS. AB 1484 added Section 34177 (m) to the Health and Safety Code which requires the Successor Agency to submit the ROPS to the DOF, the State Controller's Office, the County Administrator's Office and to the County Auditor-Controller at the same time it submits the ROPS to the Oversight Board for approval.

To date, the following ROPS have been submitted to the DOF:

ROPS	Period covered	Approved by Successor Agency	Approved by Oversight Board	Approved by DOF
First ("Initial") ROPS	January-June 2012	April 18, 2012	May 9, 2012	May 25, 2012
Second ROPS	July-December 2012	April 18, 2012	May 9, 2012	May 25, 2012
Third ROPS	January-June 2013	August 15, 2012	August 22, 2012	December 18, 2012
ROPS 13-14A	July-December 2013	February 6, 2013	February 13, 2013	April 5, 2013
ROPS 13-14B	January-June 2014	September 18, 2013	September 25, 2013	October 28, 2013
ROPS 14-15A	July-December 2014	February 19, 2014	February 26, 2014	April 11, 2014
ROPS 14-15B	January-June 2015	September 2, 2014	September 10, 2014	November 10, 2014
ROPS 15-16A	July-December 2015	February 4, 2015	February 24, 2015	April 2, 2015
ROPS 15-16B	January-June 2016	September 2, 2015	September 9, 2015	October 28, 2015
ROPS 16-17	July 2016-June 2017	January 20, 2016	January 27, 2016	March 16, 2016

On Sept 22, 2015, Governor Brown signed Senate Bill (SB) 107 which made further substantive amendments to the Dissolution Act. Among these changes was the requirement that the ROPS be submitted on an annual basis rather than semi-annually.

Analysis:

On December 21, 2016, the Successor Agency reviewed and approved the ROPS 17-18 for the period covering July 1, 2017 through June 30, 2018. AB 1484 added Section 34177 (m) to the Health and Safety Code which requires the Successor Agency to submit the ROPS to the DOF, the State Controller's Office, the County Administrators Office and to the County Auditor-Controller at the same time it submits the ROPS to the Oversight Board for approval. The ROPS 17-18 must now be considered by the Oversight Board and approved by resolution (attached). Once approved by the Oversight Board, the ROPS 17-18 must be submitted to the DOF by February 1, 2017.

Fiscal Impact:

If the Successor Agency and Oversight Board fail to meet this deadline, the City of South Pasadena may be liable for substantial penalties, including a \$10,000 per day penalty for each day past the deadline that the ROPS is not submitted to the DOF and the County Auditor-Controller.

Attachment: Oversight Board Resolution Approving the Recognized Obligation Payment Schedule – July 1, 2017 through June 30, 2018 (ROPS 17-18)

**OVERSIGHT BOARD
RESOLUTION NO. _____**

**A RESOLUTION OF THE OVERSIGHT BOARD
OF THE SUCCESSOR AGENCY TO THE
COMMUNITY REDEVELOPMENT AGENCY
OF THE CITY OF SOUTH PASADENA, CALIFORNIA,
ADOPTING A RECOGNIZED OBLIGATION PAYMENT SCHEDULE
FOR THE PERIOD OF JULY, 2017 - JUNE, 2018**

WHEREAS, Health and Safety Code, Section 34177(1)(2), as modified by the Supreme Court decision in *California Redevelopment Association, et al., v. Ana Matosantos, et al.*, Case No. S194861, requires the Successor Agency to prepare a recognized obligation payment schedule (“ROPS”); and

WHEREAS, Health and Safety Code, Section 34177(1)(2), requires the Successor Agency to submit the ROPS to the Successor Agency’s Oversight Board for its approval, and simultaneously submit a copy to the Los Angeles County Auditor-Controller, the Los Angeles County Administrator’s Office, and the State of California Department of Finance, and once approved by the Oversight Board, to post the Approved ROPS on the Successor Agency’s website and resubmit the Approved ROPS to the DOF and the Los Angeles County Auditor-Controller; and

WHEREAS, the Oversight Board for the Successor Agency to South Pasadena Community Redevelopment Agency (“Oversight Board” as applicable) has met and has duly considered a recognized obligation payment schedule for the period July 1, 2017 through June 30, 2018, in the form submitted by the Successor Agency (“ROPS 17-18”); and

WHEREAS, prior to its meeting on January 11, 2017, the members of the Oversight Board have been provided with copies of the ROPS 17-18 and instruments referenced in the ROPS 17-18; and

WHEREAS, the Oversight Board has reviewed the ROPS 17-18 and those instruments referenced in the ROPS 17-18; and

WHEREAS, the Oversight Board desires to express and memorialize its approval of the ROPS 17-18 as the Recognized Obligation Payment Schedule duly approved by the Oversight Board, a Recognized Obligation Payment Schedule in the form attached hereto as Exhibit “A,” which consists of the ROPS 17-18 with additions or deletions made by and at the instance of the Oversight Board.

NOW, THEREFORE, THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE SOUTH PASADENA COMMUNITY REDEVELOPMENT AGENCY DOES HEREBY RESOLVE AS FOLLOWS:

SECTION 1. The Oversight Board finds and determines that the foregoing recitals are true and correct.

SECTION 2. The Oversight Board approves as the Recognized Obligation Payment Schedule for the period July 1, 2017 through June 30, 2018 (the “ROPS 17-18”) a Recognized Obligation Payment Schedule in the form attached hereto as Exhibit “A,” which consists of the ROPS 17-18 with additions or deletions made by and at the instance of the Oversight Board.

SECTION 3. The Executive Director of the Successor Agency is authorized and directed to post the ROPS 17-18 on the Successor Agency’s website, and to submit the ROPS 17-18 to the California Department of Finance and the Los Angeles County Auditor-Controller by February 1, 2017. The Executive Director of the Successor Agency is further authorized to take all other actions necessary and required under the Health & Safety Code or any other applicable law. In addition, the Oversight Board authorizes and directs the Successor Agency staff to make such non-substantive revisions to the ROPS 17-18 as may be necessary to submit the ROPS 17-18 in any modified form required by the California Department of Finance, and the ROPS 17-18 as so modified shall thereupon constitute the ROPS 17-18 as approved by the Oversight Board pursuant to this Resolution.

SECTION 4. The Successor Agency shall maintain on file as a public record this Resolution and the ROPS 17-18 as approved hereby.

PASSED, APPROVED and ADOPTED at a Regular Meeting of the Oversight Board of the Successor Agency to the Community Redevelopment Agency of the City of South Pasadena held this 11th day of January, 2017, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAINED:

Gary E. Pia, Oversight Board Chairperson

ATTEST:

Lucy Demirjian, Oversight Board Secretary

Exhibit "A"

Recognized Obligation Payment Schedule (ROPS 17-18) - Summary

Filed for the July 1, 2017 through June 30, 2018 Period

Successor Agency: South Pasadena
County: Los Angeles

	17-18A Total (July - December)	17-18B Total (January - June)	ROPS 17-18 Total
A Enforceable Obligations Funded as Follows (B+C+D):	\$	\$	\$
B Bond Proceeds	-	-	-
C Reserve Balance	-	-	-
D Other Funds	-	-	-
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 36,473	\$ 161,473	\$ 197,946
F RPTTF	36,473	161,473	197,946
G Administrative RPTTF	-	-	-
H Current Period Enforceable Obligations (A+E):	\$ 36,473	\$ 161,473	\$ 197,946

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.

Gary Pia Chairman
Name Title
/s/ _____
Signature Date

South Pasadena Recognized Obligation Payment Schedule (ROPS 17-18) - Notes July 1, 2017 through June 30, 2018

Item #	Notes/Comments
	<p>On March 31, 2016, the Exclusive Negotiating Agreement with Genton Properties Group expired due to the inability of the developer to reach agreements with certain property owners in the former Downtown Redevelopment Project Area which would have enabled a development project to proceed. On June 15, 2016, the Successor Agency approved a Bond Expenditure Agreement with the City of South Pasadena, allowing the transfer of the remaining 2000 Tax Allocation Bond Proceeds to the City, so that development in the former Project Area could proceed under the direct charge of the City. This Bond Expenditure Agreement was approved by the Oversight Board on June 28, 2016, and the Board's action was approved by the State Department of Finance on August 8, 2016. Following this, staff inquired of DOF as to whether it would be appropriate to file a Last and Final ROPS, there being no other obligations for FY 16-17 other than debt service on the 2000 Bonds. DOF advised filing the FY 17-18 ROPS with the Genton lines retired and adding new lines for the Bond Expenditure Agreement. Since these funds are no longer Agency obligations and have been transferred to the City, they are also being shown as retired.</p>
6	
7	As above.
8	As above.
9	As above.