

ITEM NO. _____	2
MEETING DATE	February 26, 2013
APPROVED BY	
STAFF AUTHOR	
ASSISTANT CITY MANAGER	

**OVERSIGHT BOARD TO THE
CITY OF REDDING AS
SUCCESSOR AGENCY TO THE
REDDING REDEVELOPMENT AGENCY**

DATE: February 15, 2013
R-030-605

FROM: Barry Tippin, Assistant City Manager

SUBJECT: Consideration of Recognized Obligation Payment Schedule and Administrative Budget for the period July 1, 2013, through December 31, 2013

Recommendation

It is the recommendation of staff that the Oversight Board (OB) review and approve, by resolution, the Recognized Obligation Payment Schedule (ROPS) for the period July 1, 2013, through December 31, 2013, (ROPS 13-14A), attached as Exhibit A, and the Administrative Budget for the same period, attached as Exhibit B.

Background

Pursuant to California Health and Safety Code Section 34177, the City of Redding as Successor Agency (Successor Agency) to the Redding Redevelopment Agency (RRA) is required to prepare an ROPS document and associated Administrative Budget for each six-month fiscal period during the wind-down process related to the dissolution of the RRA. Each ROPS document and associated Administrative Budget is required to be submitted to the OB for its review and approval prior to submittal in final form to the State Department of Finance (DOF), the State Controller's Office (SCO), and the Shasta County Auditor/Controller (SCAC).

The ROPS and Administrative Budget documents that are included with this staff report cover the period July 1, 2013, through December 31, 2013. You will note that the DOF has implemented a new naming protocol for the ROPS document, designating the subject ROPS as "ROPS 13-14A." ROPS 13-14A must be approved by the OB and submitted to the DOF no later than March 1, 2013. Similar to the last ROPS reviewed by the OB, ROPS 13-14A lists estimated payment obligations for the six-month period covered by the ROPS as well as reports actual payments made pursuant to a previous period ROPS, in this case, the ROPS covering July 1, 2012, through December 31, 2012.

In regard to the Administrative Budget, as you will recall successor agencies are entitled to receive an administrative allowance, subject to approval of the OB. The administrative allowance may be up to three percent (3%) of the eligible property tax allocated to the Successor Agency for Fiscal Year 2013-2014, but not less than \$250,000. The Administrative Budget is used to assist with Successor Agency costs necessary to carry out the required wind-down activities, as well as costs to administer the functioning of the OB.

Upon OB approval, the ROPS 13-14A and Administrative Budget documents will be submitted to the DOF for its final review and approval, as well as to the SCO and SCAC.

Issues

Shall the Oversight Board approve ROPS 13-14A for the period July 1, 2013, through December 31, 2013?

Shall the Oversight Board approve the Administrative Budget for the period July 1, 2013, through December 31, 2013?

Alternatives and Implications of Alternatives

The alternatives available to the Oversight Board include:

1. **Adopt the attached resolution approving ROPS 13-14A and the Administrative Budget for the period July 1, 2013, through December 31, 2013.** This action will allow, upon approval of the documents by DOF, for the Successor Agency to continue to pay on a timely basis its legal enforceable obligations and to cover its administrative costs.
2. **Do not approve the attached resolution.**
3. **Provide staff with alternative direction.**

Conclusion

The attached financial documents represent a diligent effort by the Successor Agency to comply with the rules and regulations governing the dissolution and wind-down of the former Redding Redevelopment Agency.

Attachments

Resolution with following exhibits:

Exhibit A - ROPS 13-14A for July 1, 2013 - December 31, 2013

Exhibit B - Administrative Budget for July 1, 2013 - December 31, 2013

RESOLUTION NO. 2013-02

RESOLUTION OF THE OVERSIGHT BOARD TO THE CITY OF REDDING IN ITS CAPACITY AS SUCCESSOR AGENCY TO THE FORMER REDDING REDEVELOPMENT AGENCY APPROVING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE BUDGET FOR THE PERIOD JULY 1, 2013, THROUGH DECEMBER 31, 2013, PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177(j)-(l).

WHEREAS, on February 1, 2012, the Redding Redevelopment Agency (“RRA”) was dissolved pursuant to Health and Safety Code Sections 34161 - 34166; and

WHEREAS, pursuant to Health and Safety Code §34173, by Resolution No. 2012-01, the City Council of the City of Redding elected to become the Successor Agency to the RRA; and

WHEREAS, Health and Safety Code §34177(1)(2), requires the successor agency to a former redevelopment agency to prepare a draft Recognized Obligation Payment Schedule (“ROPS”) for each six-month period starting January 1, 2012, which sets forth the nature, amount, and source(s) of payment for all “enforceable obligations” of the former redevelopment agency to be paid by the successor agency after the former redevelopment agency’s dissolution; and

WHEREAS, Health and Safety Code §34177(1)(2), requires the successor agency to submit each draft ROPS to the successor agency’s oversight board for its approval, and upon such approval, the successor agency is required to submit a copy of the approved ROPS (“Approved ROPS”) to the Shasta County Auditor-Controller, the California State Controller, and the State of California Department of Finance, and post the Approved ROPS on the successor agency’s website; and

WHEREAS, Health and Safety Code §34171(a), (b) and §34177(j) require the Oversight Board to approve a separate Administrative Budget covering the same time frame as each ROPS for administrative costs of the Successor Agency.

NOW, THEREFORE, BE IT RESOLVED that the Oversight Board of the Successor Agency to the former Redding Redevelopment Agency, hereby finds and determines:

Section 1. Recitals. The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference.

Section 2. CEQA Compliance. The approval of the ROPS document through this Resolution does not commit the Successor Agency to any action that may have a significant effect on the environment. As a result, it does not constitute a project subject to the requirements of the California Environmental Quality Act in that pursuant to CEQA Guidelines Section 15061(b)(3), it is covered by the general rule that CEQA applies only to projects which have the potential for causing a significant effect on the environment; and where it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment, the activity is not subject to CEQA.

Section 3. Approval of ROPS 13-14A. The Oversight Board hereby approves the ROPS for the period July 1, 2013, through December 31, 2013, (ROPS 13-14A) in substantially the form attached to this Resolution as Exhibit A, as required by Health and Safety Code §34177.

Section 4. Approval of Administrative Budgets. The Oversight Board hereby approves the Administrative Budget for the period July 1, 2013, through December 31, 2013, in substantially the form attached to the Resolution as Exhibit B, as required by Health and Safety Code §34171(a), (b) and §34177(j).

Section 5. Transmittal of ROPS 13-14A and Administrative Budget. The City Manager or his designee, on behalf of the Successor Agency, is hereby authorized and directed to undertake any actions as are necessary to carry out the purposes of this Resolution including, without limitation, the execution of documents and all other actions, subject to any minor conforming, technical or clarifying changes approved by legal counsel. Such actions may include, but are not limited to: (1) submitting the approved ROPS 13-14A and Administrative Budget to the Shasta County Auditor-Controller; and (2) submitting the approved ROPS 13-14A to the California State Controller and the State of California Department of Finance, and posting the approved ROPS 13-14A on the Successor Agency's website.

Section 6. Effectiveness. This Resolution shall take effect immediately upon its adoption.

I HEREBY CERTIFY that the foregoing resolution was introduced and read at a Special Meeting of the Oversight Board of the Successor Agency to the former Redding Redevelopment Agency on the 26th day of February 2013, and was duly adopted at said meeting by the following vote:

AYES:	BOARD MEMBER:
NOES:	BOARD MEMBER:
ABSENT:	BOARD MEMBER:
ABSTAIN:	BOARD MEMBER:

Sue Thompson, Chair

ATTEST:

Pamela Mize, City Clerk

SUMMARY OF RECOGNIZED OBLIGATION PAYMENT SCHEDULE

Filed for the July 1, 2013 to December 31, 2013 Period

Name of Successor Agency: **REDDING (SHASTA)**

Outstanding Debt or Obligation	Total
Total Outstanding Debt or Obligation	\$80,959,585

Current Period Outstanding Debt or Obligation	Six-Month Total
A Available Revenues Other Than Anticipated RPTTF Funding	\$751,494
B Enforceable Obligations Funded with RPTTF	\$3,278,182
C Administrative Allowance Funded with RPTTF	\$125,000
D Total RPTTF Funded (B + C = D)	\$3,403,182
E Total Current Period Outstanding Debt or Obligation (A + B + C = E) <i>Should be same amount as ROPS form six-month total</i>	\$4,154,676
F Enter Total Six-Month Anticipated RPTTF Funding	\$3,403,182
G Variance (F - D = G) <i>Maximum RPTTF Allowable should not exceed Total Anticipated RPTTF Funding</i>	\$0

Prior Period (July 1, 2012 through December 31, 2012) Estimated vs. Actual Payments (as required in HSC section 34186 (a))

H Enter Estimated Obligations Funded by RPTTF (lesser of Finance's approved RPTTF amount including admin allowance or the actual amount distributed)	\$3,513,704
I Enter Actual Obligations Paid with RPTTF	\$3,582,665
J Enter Actual Administrative Expenses Paid with RPTTF	\$151,873
K Adjustment to Redevelopment Obligation Retirement Fund (H - (I + J) = K)	\$0
L Adjustment to RPTTF (D - K = L)	\$3,403,182

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

REDDING (SHASTA)
 Pursuant to Health and Safety Code section 34846 (a)
 PRIOR PERIOD ESTIMATED OBLIGATIONS vs. ACTUAL PAYMENTS
 RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS II)
 July 1, 2022 through December 31, 2022

Item #	Project Name / Debt Obligation	Payee	Description/Project Scope	Project Area	LWIPF		Bond Proceeds		Reserve Balance		Admin Allowance		RPTF		OVR	
					Estimate	Actual	Estimate	Actual	Estimate	Actual	Estimate	Actual	Estimate	Actual	Estimate	Actual
11	2023 Tax Allocation Bonds	US Bank	Bonds issued to fund general services	CHC	3,622,270	3,622,270	3,622,270	3,622,270	3,622,270	3,622,270	3,622,270	3,622,270	3,622,270	3,622,270	3,622,270	3,622,270
20	2021 Sewer A & B Bonding Bonds	US Bank	Bonds issued to fund sewer projects	CHC	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800
31	First Street Bond	US Bank	Administration of bonds	CHC												
41	Bond analysis	Shasta County	Applying analysis	CHC												
51	Program Development	Shasta County	Program Development	CHC												
61	2022 Bond	Shasta County	2022 Bond	CHC												
71	2022 Bond	Shasta County	2022 Bond	CHC												
81	2022 Bond	Shasta County	2022 Bond	CHC												
91	Low Income Housing	City of Redding	91% General fund financing	CHC	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800
101	Low Income Housing	City of Redding	Housing Loan Portfolio Monitoring	CHC												
111	2023 Tax Allocation Bonds	US Bank	Bonds issued to fund general services	CHC												
121	2023 Tax Allocation Bonds	US Bank	Bonds issued to fund general services	CHC												
131	Administrative Budget	City of Redding	Administrative Budget	CHC												
141	2022 Bond	US Bank	2022 Bond	CHC												
151	2022 Bond	US Bank	2022 Bond	CHC												
161	2022 Bond	US Bank	2022 Bond	CHC												
171	2022 Bond	US Bank	2022 Bond	CHC												
181	2022 Bond	US Bank	2022 Bond	CHC												
191	2022 Bond	US Bank	2022 Bond	CHC												
201	2022 Bond	US Bank	2022 Bond	CHC												
211	2022 Bond	US Bank	2022 Bond	CHC												
221	2022 Bond	US Bank	2022 Bond	CHC												
231	2022 Bond	US Bank	2022 Bond	CHC												
241	2022 Bond	US Bank	2022 Bond	CHC												
251	2022 Bond	US Bank	2022 Bond	CHC												
261	2022 Bond	US Bank	2022 Bond	CHC												
271	2022 Bond	US Bank	2022 Bond	CHC												
281	2022 Bond	US Bank	2022 Bond	CHC												
291	2022 Bond	US Bank	2022 Bond	CHC												
301	2022 Bond	US Bank	2022 Bond	CHC												
311	2022 Bond	US Bank	2022 Bond	CHC												
321	2022 Bond	US Bank	2022 Bond	CHC												
331	2022 Bond	US Bank	2022 Bond	CHC												
341	2022 Bond	US Bank	2022 Bond	CHC												
351	2022 Bond	US Bank	2022 Bond	CHC												
361	2022 Bond	US Bank	2022 Bond	CHC												
371	2022 Bond	US Bank	2022 Bond	CHC												
381	2022 Bond	US Bank	2022 Bond	CHC												
391	2022 Bond	US Bank	2022 Bond	CHC												
401	2022 Bond	US Bank	2022 Bond	CHC												
411	2022 Bond	US Bank	2022 Bond	CHC												
421	2022 Bond	US Bank	2022 Bond	CHC												
431	2022 Bond	US Bank	2022 Bond	CHC												
441	2022 Bond	US Bank	2022 Bond	CHC												
451	2022 Bond	US Bank	2022 Bond	CHC												
461	2022 Bond	US Bank	2022 Bond	CHC												
471	2022 Bond	US Bank	2022 Bond	CHC												
481	2022 Bond	US Bank	2022 Bond	CHC												
491	2022 Bond	US Bank	2022 Bond	CHC												
501	2022 Bond	US Bank	2022 Bond	CHC												
511	2022 Bond	US Bank	2022 Bond	CHC												
521	2022 Bond	US Bank	2022 Bond	CHC												
531	2022 Bond	US Bank	2022 Bond	CHC												
541	2022 Bond	US Bank	2022 Bond	CHC												
551	2022 Bond	US Bank	2022 Bond	CHC												
561	2022 Bond	US Bank	2022 Bond	CHC												
571	2022 Bond	US Bank	2022 Bond	CHC												
581	2022 Bond	US Bank	2022 Bond	CHC												
591	2022 Bond	US Bank	2022 Bond	CHC												
601	2022 Bond	US Bank	2022 Bond	CHC												
611	2022 Bond	US Bank	2022 Bond	CHC												
621	2022 Bond	US Bank	2022 Bond	CHC												
631	2022 Bond	US Bank	2022 Bond	CHC												
641	2022 Bond	US Bank	2022 Bond	CHC												
651	2022 Bond	US Bank	2022 Bond	CHC												
661	2022 Bond	US Bank	2022 Bond	CHC												
671	2022 Bond	US Bank	2022 Bond	CHC												
681	2022 Bond	US Bank	2022 Bond	CHC												
691	2022 Bond	US Bank	2022 Bond	CHC												
701	2022 Bond	US Bank	2022 Bond	CHC												
711	2022 Bond	US Bank	2022 Bond	CHC												
721	2022 Bond	US Bank	2022 Bond	CHC												
731	2022 Bond	US Bank	2022 Bond	CHC												
741	2022 Bond	US Bank	2022 Bond	CHC												
751	2022 Bond	US Bank	2022 Bond	CHC												
761	2022 Bond	US Bank	2022 Bond	CHC												
771	2022 Bond	US Bank	2022 Bond	CHC												
781	2022 Bond	US Bank	2022 Bond	CHC												
791	2022 Bond	US Bank	2022 Bond	CHC												
801	2022 Bond	US Bank	2022 Bond	CHC												
811	2022 Bond	US Bank	2022 Bond	CHC												
821	2022 Bond	US Bank	2022 Bond	CHC												
831	2022 Bond	US Bank	2022 Bond	CHC												
841	2022 Bond	US Bank	2022 Bond	CHC												
851	2022 Bond	US Bank	2022 Bond	CHC												
861	2022 Bond	US Bank	2022 Bond	CHC												
871	2022 Bond	US Bank	2022 Bond	CHC												
881	2022 Bond	US Bank	2022 Bond	CHC												
891	2022 Bond	US Bank	2022 Bond	CHC												
901	2022 Bond	US Bank	2022 Bond	CHC												
911	2022 Bond	US Bank	2022 Bond	CHC												
921	2022 Bond	US Bank	2022 Bond	CHC												
931	2022 Bond	US Bank	2022 Bond	CHC												
941	2022 Bond	US Bank	2022 Bond	CHC												
951	2022 Bond	US Bank	2022 Bond	CHC												
961	2022 Bond	US Bank	2022 Bond	CHC												
971	2022 Bond	US Bank	2022 Bond	CHC												
981	2022 Bond	US Bank	2022 Bond	CHC												
991	2022 Bond	US Bank	2022 Bond	CHC												
1001	2022 Bond	US Bank	2022 Bond	CHC												
1011	2022 Bond	US Bank	2022 Bond	CHC												
1021	2022 Bond	US Bank	2022 Bond	CHC												
1031	2022 Bond	US Bank	2022 Bond	CHC												

City of Redding, Successor Agency for the Redding Redevelopment Agency
 Administrative Budget
 July - December 2013

Expenditure	Project Areas					Total
	Buckeye	Canby- Hilltop- Cypress	Market Street	Midtown	SHASTEC	
Salaries and benefits	\$ -	\$ 70,522	\$ 11,215	\$ -	\$ 21,833	\$ 103,570
Services and fees	-	10,665	5,970	-	4,795	21,430
Total Administrative Budget	\$ -	\$ 81,187	\$ 17,185	\$ -	\$ 26,628	\$ 125,000

City of Redding, Successor Agency for the Redding Redevelopment Agency
 Administrative Budget
 FY 2013-14

Project Areas

Expenditure	Buckeye	Canby- Hilltop- Cypress	Market Street	Midtown	SHASTEC	Total
Salaries and benefits	\$ -	\$ 122,633	\$ 24,000	\$ -	\$ 45,117	\$ 191,750
Services and fees	-	39,740	10,370	-	8,140	58,250
Total Administrative Budget	\$ -	\$ 162,373	\$ 34,370	\$ -	\$ 53,257	\$ 250,000