



**CITY OF BELL GARDENS
THE SUCCESSOR AGENCY TO THE
COMMUNITY DEVELOPMENT COMMISSION
REGULAR MEETING
MONDAY, JANUARY 13, 2020
6:00 pm
AGENDA**

LOCATION: CITY COUNCIL CHAMBER, 7100 GARFIELD AVENUE, BELL GARDENS, CA

Pursuant to the Americans with Disabilities Act, persons with a disability who require a disability-related modification or accommodation in order to participate in a meeting, including auxiliary aids or services, may request such modification or accommodation from the City Clerk at (562) 806-7704. Notification 48 business hours prior to the meeting will enable the City to make reasonable arrangements to assure accessibility to the meeting. Any writings or documents provided to the majority of the Successor Agency regarding any item on this agenda will be made available for public inspection at the City Clerk's Office, City Hall, 7100 Garfield Avenue, Bell Gardens, CA, during normal business hours.

CALL TO ORDER

INVOCATION - Pastor Leal Raynaldo, Jr.

PLEDGE OF ALLEGIANCE

ROLL CALL OF SUCCESSOR AGENCY

Pedro Aceituno, Agency Member
Marco Barcena, Agency Member
Jennifer Rodriguez, Agency Member
Liseth Flores, Vice Chair
Alejandra Cortez, Chair

PUBLIC COMMENTS ON AGENDA ITEMS ONLY

(Three minutes per person, subject to a total period of 30 minutes)

This public comment period is for items listed on the SUCCESSOR AGENCY AGENDA ONLY. Submit a WHITE public comment card with the agenda item number you would like to discuss to the City Clerk prior to the start of this period. Cards that are submitted with no agenda item listed will be moved to the final public comment period. There will be no further cards accepted once the public comment period has started. Comments are limited to three (3) minutes per person, subject to an overall thirty (30) minute period. Please direct your comments to the Mayor and observe the Rules of Decorum appropriate to the Council Chamber. State law prohibits the Successor Agency from discussing any item not appearing on the posted Successor Agency Agenda.

CONSENT CALENDAR

All matters listed under the Consent Calendar are considered to be routine and can be acted on by one roll call vote. There will be no separate discussion of these items unless members of the Successor Agency request specific items to be removed from the Consent Calendar for separate action. Items called for separate discussion will be heard as the next order of business

1. APPROVAL OF OCTOBER 28, 2019 REGULAR SUCCESSOR AGENCY MINUTES

Approve the minutes of the October 28, 2019 Regular Meeting.

Recommendation:

It is staff recommendation that the Successor Agency approves the minutes of the Regular Successor Agency meeting of October 28, 2019.

DISCUSSION

2. SUCCESSOR AGENCY APPROVAL OF THE RECOGNIZED OBLIGATION PAYMENTS SCHEDULE 20-21 AND THE JULY 1, 2020 – JUNE 30, 2021 ADMINISTRATIVE BUDGET

Agenda item to present the ROPS 20-21 and the fiscal 2020-2021 Administrative Budget to the Successor Agency with a recommendation to adopt a resolution approving the ROPS 20-21 and the fiscal 2020-2021 Administrative Budget.

Recommendation:

It is recommended that the Successor Agency (SA) adopt the attached Resolution No. SA 2020-01, approving:

- A. Recognized Obligations Payment Schedule 20-21 (ROPS 20-21) which details the obligations of the Successor Agency for the period July 1, 2020 through June 30, 2021; and
- B. Proposed Administrative Budget for July 1, 2020 through June 30, 2021;

PUBLIC COMMENTS ON NON-AGENDA ITEMS UNDER THE SUBJECT MATTER JURISDICTION OF THE SUCCESSOR AGENCY

(Three minutes per person, subject to a total period of 30 minutes)

This public comment period is for items UNDER THE SUBJECT MATTER JURISDICTION OF THE SUCCESSOR AGENCY ONLY. Submit a PINK public comment card with the matter you would like to discuss to the City Clerk prior to the start of this period. There will be no further cards accepted once the public comment period has started. Comments are limited to three (3) minutes per person, subject to an overall thirty (30) minute period. Please direct your comments to the Chair and observe the Rules of Decorum appropriate to the Council Chamber. State law prohibits the Successor Agency from discussing any item not appearing on the posted Successor Agency Agenda.

SUCCESSOR AGENCY MEMBER COMMENTS

ADJOURNMENT

Posted by: Jane Halstead, City Clerk Date: 1/9/2020 Time: 6:00 p.m.



**CITY OF BELL GARDENS
OFFICE OF THE CITY MANAGER**

AGENDA REPORT

Item 1.

TO:	Honorable Chair and Agency Members
FROM:	Michael B. O'Kelly, Executive Director
BY:	
SUBJECT:	APPROVAL OF OCTOBER 28, 2019 REGULAR SUCCESSOR AGENCY MINUTES
DATE:	January 13, 2020

RECOMMENDATION:

It is staff recommendation that the Successor Agency approves the minutes of the Regular Successor Agency meeting of October 28, 2019.

ATTACHMENTS:

Minutes of October 28, 2019

APPROVED ELECTRONICALLY BY:

Michael B. O'Kelly, Executive Director

Marc Tran, Assistant Agency Counsel for Rick R. Olivarez, Agency Counsel

Will Kaholokula, Director of Finance and Administrative Services



**CITY OF BELL GARDENS
SUCCESSOR AGENCY TO THE COMMUNITY
DEVELOPMENT COMMISSION
REGULAR MEETING
MONDAY, OCTOBER 28, 2019 6:00 PM
MINUTES**

LOCATION: CITY COUNCIL CHAMBER, 7100 GARFIELD AVENUE, BELL GARDENS, CA

Pursuant to the Americans with Disabilities Act, persons with a disability who require a disability-related modification or accommodation in order to participate in a meeting, including auxiliary aids or services, may request such modification or accommodation from the Successor Agency Secretary at (562) 806-7704. Notification 48 business hours prior to the meeting will enable the City to make reasonable arrangements to assure accessibility to the meeting.

CALL TO ORDER – Chair Cortez called the meeting to order at 6:01 p.m.

INVOCATION – was given by Community Development Director, Gustavo Romo.

PLEDGE OF ALLEGIANCE – was led by Will Kaholokula

ROLL CALL OF SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION MEMBERS

Present: Agency Members Aceituno, Barcena, Rodriguez; Vice Chair Flores; Chair Cortez
Absent: None

PUBLIC COMMENTS ON AGENDA ITEMS ONLY

No comments.

CONSENT CALENDAR (Items No. 1-2)

A motion was made by Chair Cortez, and seconded by Agency Member Barcena, to approve Items No. 1-2 on the Consent Calendar.

The motion carried 5-0 with the following vote.

AYES: Agency Members Aceituno, Barcena, Rodriguez; Vice Chair Flores; Chair Cortez
NOES: None
ABSENT: None
ABSTAIN: None

1. WARRANT REGISTERS

In approving the action of receiving and filing the warrant register, the official minutes of the Successor Agency should state that each individual member of the Successor Agency is not voting on, influencing the outcome of, or participating in approving, accepting, receiving or filing any warrant which bears the name of the same Successor Agency Member, or pays for any costs or expenses, or otherwise benefits the same named Successor Agency Member. Each Successor Agency Member will not be participating, influencing or voting on any such warrant bearing their name or which benefits the same named Successor Agency Member, but with that exception is voting in favor of receiving

and filing all other warrants contained in this report, unless otherwise noted on the record at the time of the approval of the action required by this report.

Recommendation:

It is recommended that the Successor Agency Members receive and file the warrant register dated 10/08/2019.

2. MINUTES OF THE SEPTEMBER 9, 2019 REGULAR SUCCESSOR AGENCY MEETING

September 9, 2019 - Regular Meeting Minutes

Recommendation:

It is staff recommendation that the Successor Agency approve the minutes of the Regular Successor Agency meeting of September 9, 2019.

PUBLIC COMMENTS ON NON-AGENDA ITEMS UNDER THE SUBJECT MATTER JURISDICTION OF THE SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION

No comments.

SUCCESSOR AGENCY MEMBER COMMENTS

No comments.

ADJOURNMENT – Vice Chair Flores adjourned the Successor Agency meeting at 6:10 p.m.

Jane Halstead
City Clerk



**CITY OF BELL GARDENS
OFFICE OF THE CITY MANAGER**

AGENDA REPORT

Item 2.

TO:	Honorable Chair and Agency Members
FROM:	Michael B. O'Kelly, Executive Director
BY:	Will Kaholokula, Director of Finance and Administrative Services
SUBJECT:	SUCCESSOR AGENCY APPROVAL OF THE RECOGNIZED OBLIGATION PAYMENTS SCHEDULE 20-21 AND THE JULY 1, 2020 – JUNE 30, 2021 ADMINISTRATIVE BUDGET
DATE:	January 13, 2020

RECOMMENDATION:

It is recommended that the Successor Agency (SA) adopt the attached Resolution No. SA 2020-01, approving:

- A. Recognized Obligations Payment Schedule 20-21 (ROPS 20-21) which details the obligations of the Successor Agency for the period July 1, 2020 through June 30, 2021; and
- B. Proposed Administrative Budget for July 1, 2020 through June 30, 2021;

BACKGROUND/DISCUSSION:

The redevelopment dissolution laws (AB 1x 26, et al) established a comprehensive statutory process for the dissolution and wind down of all redevelopment agencies (RDA). Pursuant to Health and Safety Code (HSC) Section 34177, each Successor Agency was required to submit a ROPS to the California Department of Finance (DOF) every six months. On September 22, 2015, the Governor signed SB 107 which revised the timeline for the preparation of the ROPS from a bi-annual process to an annual process for the fiscal period beginning July 1, 2016.

Commencing in 2019, SB 107 also requires the transition from local oversight boards to county oversight boards. SB 107 calls for counties with more than 40 Oversight Boards (i.e., Los Angeles County) to be consolidated into five Oversight Boards. The five consolidated Oversight Board shall have jurisdiction over each Successor Agency located within its borders. Bell Gardens is within the jurisdiction of the Los Angeles County Oversight Board, First District.

Pursuant to AB 1x 26, et.al, two matters are being presented to the SA Board for consideration of approval: 1) ROPS 20-21; and 2) Administrative Budget for July 1, 2020 through June 30, 2021.

A. July 1, 2020 through June 30, 2021 Recognized Obligations Payment Schedule

As stated above, SB 107 requires Successor Agencies to transition from bi-annual (2 times per fiscal year) ROPS adoption cycle to a one time per year annual cycle. Pursuant to Health and Safety Code Section 34177(o), the Oversight Board-approved ROPS 20-21 is required to be

submitted to the State Department of Finance (DOF) and County Auditor-Controller by February 1, 2020.

The obligations presented on ROPS 20-21 primarily relate to the costs to pay down and administer SA bonds, the costs to maintain SA owned property, assistance to dissolve SA land, and the repayment of city loans made to the SA.

Below is a summary of the non-admin obligations presented on ROPS 20-21:

1) Bond Related Expenditures:

- 2005 Series A Bond Payments - \$469,800
- 2014 Series A, B and C Bonds - \$2,035,460
- Bond trustee, compliance and reporting - \$26,000

2) Maintenance of SA Owned Land:

- Property maintenance and minor cleanup - \$15,000

3) Dissolution of SA Owned Land:

- Property dissolution assistance - \$50,000

4) Payment on loans to the Successor Agency - \$1,024,299

The current DOF approved outstanding principal balance of loans made to the SA by the City is \$12,994,816. Interest accrues on the principal balance at 3% per year. Accrued interest as of June 30, 2019, is \$14,204,624. The HSC provides a formula for the maximum loan repayment per period.

If approved by the Successor Agency, the ROPS 20-21 will be submitted to the Los Angeles County Oversight Board, First District, for approval at the meeting scheduled for January 27, 2020. The approved ROPS must be submitted to the DOF by February 1, 2020 or the City and Successor Agency will face severe penalties.

B. July 1, 2020 through June 30, 2021 Administrative Budget

As part of the Successor Agency's obligations under AB 26, the Successor Agency is tasked with preparing a proposed Administrative Budget which sets forth the Successor Agency's proposed administrative costs for the upcoming ROPS period from July 1, 2020 through June 30, 2021. The Administrative Budget includes the estimated costs necessary for the administrative operations of the Successor Agency and its expanding obligations to wind down the former redevelopment agency required under AB 26 during the specified ROPS period. Such administrative costs include, but are not limited to, Successor Agency employee salaries and benefits, utilities, use of city facilities, staff training, office supplies, outside consultant costs such as legal costs, accounting costs, auditing costs, banking fees and all other overhead expenses reasonably related to the winding down of the redevelopment agency. Pursuant to Health and Safety Code Section 34177(j), the proposed Administrative Budget must contain the following: (1) the estimated amounts for the Successor Agency administrative costs for the upcoming fiscal period; (2) the proposed sources of payment for the costs identified; and (3) proposals for arrangements for administrative and operational services provided by a city, county, or other

entity. Per SB 107 the minimum administrative allowance an agency shall receive is \$250,000 unless the total allowance exceeds 50% of the total Redevelopment Property Tax Trust Fund distributed to pay enforceable obligations in the preceding fiscal year. The SA's administrative cost allowance is \$250,000 for ROPS 20-21 period or \$125,000 per six-month period. Once approved by the Successor Agency, the Administrative Budget must be approved by the Oversight Board.

CONCLUSION:

If approved, the ROPS 20-21 and fiscal 20-21 Successor Agency Administrative Budget will be presented to the Los Angeles County Oversight Board, First District, for approval at the meeting scheduled for January 27, 2020. The approved ROPS must be submitted to the DOF by February 1, 2020 or the City and Successor Agency will be subject to severe financial penalties.

FISCAL IMPACT:

As detailed above, ROPS 20-21 has \$3,620,559 in enforceable obligations which will be paid from the Redevelopment Property Tax Trust Fund (RPTTF). Additionally, the Successor Agency has presented an administrative budget which requests the minimum administrative costs allowance of \$250,000 for ROPS 20-21 fiscal period. Enforceable obligations and the administrative costs allowance will only be funded up to the amount earned by the Successor Agency after all County Admin and pass through payments have been made.

ATTACHMENTS:

Exhibit 1- July 1, 2020-June 30, 2021 ROPS

Exhibit 2 - July 1, 2020-June 30, 2021 Administrative Budget

Exhibit 3 - Successor Agency Resolution No. 2020-01

Exhibit 4 - Presentation

APPROVED ELECTRONICALLY BY:

Michael B. O'Kelly, Executive Director

Marc Tran, Assistant Agency Counsel for Rick R. Olivarez, Agency Counsel

Will Kaholokula, Director of Finance and Administrative Services

Recognized Obligation Payment Schedule (ROPS 20-21) - Summary
Filed for the July 1, 2020 through June 30, 2021 Period

Successor Agency: Bell Gardens

County: Los Angeles

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)	20-21A Total (July - December)	20-21B Total (January - June)	ROPS 20-21 Total
A Enforceable Obligations Funded as Follows (B+C+D)	\$ 23,628	\$ 23,776	\$ 47,404
B Bond Proceeds	-	-	-
C Reserve Balance	-	-	-
D Other Funds	23,628	23,776	47,404
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G)	\$ 2,239,174	\$ 1,583,982	\$ 3,823,156
F RPTTF	2,114,174	1,458,982	3,573,156
G Administrative RPTTF	125,000	125,000	250,000
H Current Period Enforceable Obligations (A+E)	\$ 2,262,802	\$ 1,607,758	\$ 3,870,560

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

/s/ _____
Signature Date

Bell Gardens
Recognized Obligation Payment Schedule (ROPS 20-21) - ROPS Detail
July 1, 2020 through June 30, 2021

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
Item #	Project Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Project Area	Total Outstanding Obligation	Retired	ROPS 20-21 Total	ROPS 20-21A (Jul - Dec)					20-21A Total	ROPS 20-21B (Jan - Jun)					20-21B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
								\$52,505,054		\$3,870,560	\$-	\$-	\$23,628	\$2,114,174	\$125,000	\$2,262,802	\$-	\$-	\$23,776	\$1,458,982	\$125,000	\$1,607,758
1	Bond Loan Agreement	Bond Reimbursement Agreements	06/25/2005	09/15/2022	Bell Gardens Finance Authority	Repayment of the 2005 Series A Bonds per the loan agreement.	PA #1	560,603	N	\$187,744	-	-	-	174,375	-	\$174,375	-	-	-	13,369	-	\$13,369
4	Trustee for Debt Obligations	Fees	06/17/2003	09/15/2022	US Bank	Fiscal agent related to debt issuances	PA #1	8,000	N	\$8,000	-	-	-	8,000	-	\$8,000	-	-	-	-	-	\$-
5	Debt Compliance and Reporting	Fees	06/17/2003	09/15/2022	NBS	Debt Compliance and Reporting	PA #1	5,000	N	\$5,000	-	-	-	-	-	\$-	-	-	-	5,000	-	\$5,000
14	Bond Loan Agreement	Bond Reimbursement Agreements	06/25/2005	09/15/2022	Bell Gardens Finance Authority	Repayment of the 2005 Series A Bonds per the loan agreement.	Central City	2,820,019	N	\$282,057	-	-	23,628	187,516	-	\$211,144	-	-	23,776	47,137	-	\$70,913
18	Trustee for Debt Obligations	Fees	06/17/2003	09/15/2029	US Bank	Fiscal agent related to debt issuances	Central City	8,000	N	\$8,000	-	-	-	-	-	\$-	-	-	-	8,000	-	\$8,000
19	Debt Compliance and Reporting	Fees	06/17/2003	09/15/2029	NBS	Debt Compliance and Reporting	Central City	5,000	N	\$5,000	-	-	-	-	-	\$-	-	-	-	5,000	-	\$5,000
45	Successor Agency Property	Property Maintenance	01/01/2016	06/30/2016	Various	Regulatory oversight	PA #1	15,000	N	\$15,000	-	-	-	7,500	-	\$7,500	-	-	-	7,500	-	\$7,500
46	2014 A-TAB	Refunding Bonds Issued After 6/27/12	06/17/2014	08/01/2022	US Bank	Debt payments	Central City	1,604,000	N	\$537,625	-	-	-	512,250	-	\$512,250	-	-	-	25,375	-	\$25,375
47	2014 B TAB	Refunding Bonds Issued After 6/27/12	06/17/2014	08/01/2029	US Bank	Debt payments	Central City	6,017,888	N	\$602,100	-	-	-	512,700	-	\$512,700	-	-	-	89,400	-	\$89,400
48	2014-C TAB	Refunding	06/17/	08/01/2029	US Bank	Debt	Central	12,385,696	N	\$895,735	-	-	-	686,833	-	\$686,833	-	-	-	208,902	-	\$208,902

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
Item #	Project Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Project Area	Total Outstanding Obligation	Retired	ROPS 20-21 Total	ROPS 20-21A (Jul - Dec)					20-21A Total	ROPS 20-21B (Jan - Jun)					20-21B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
		Bonds Issued After 6/27/12	2014			payments	City															
53	City Loans to the Redevelopment Agency	City/County Loan (Prior 06/28/11), Cash exchange	02/26/2015	02/26/2045	City of Bell Gardens	City/ Agency Loans 1973 thru 1991	Both	28,037,688	N	\$1,024,299	-	-	-	-	-	\$-	-	-	-	1,024,299	-	\$1,024,299
60	SA Administrative Costs Allowance	Admin Costs	07/01/2016	06/30/2017	City of Bell Gardens	Admin Costs	Both	250,000	N	\$250,000	-	-	-	-	125,000	\$125,000	-	-	-	-	125,000	\$125,000
61	Low/Mod Loans to SA	City/County Loans After 6/27/11	04/04/2013	02/26/2045	Low Mod Housing Fund	Loans from Low/Mod fund	Both	738,160	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	\$-
62	Property Dissolution	Professional Services	01/01/2020	12/31/2021	TBD	Property Dissolution Consultant		50,000	N	\$50,000	-	-	-	25,000	-	\$25,000	-	-	-	25,000	-	\$25,000

Bell Gardens
Recognized Obligation Payment Schedule (ROPS 20-21) - Report of Cash Balances
July 1, 2017 through June 30, 2018
(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.							
A	B	C	D	E	F	G	H
	ROPS 17-18 Cash Balances (07/01/17 - 06/30/18)	Fund Sources					Comments
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF	
		Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS RPTTF and Reserve Balances retained for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin	
1	Beginning Available Cash Balance (Actual 07/01/17) RPTTF amount should exclude "A" period distribution amount.	635,694	2,141,705			(70,929)	
2	Revenue/Income (Actual 06/30/18) RPTTF amount should tie to the ROPS 17-18 total distribution from the County Auditor-Controller					3,337,009	Per the County PPA FY1718
3	Expenditures for ROPS 17-18 Enforceable Obligations (Actual 06/30/18)	(2,693)	(10,348)			3,292,803	Per the County PPA FY1718
4	Retention of Available Cash Balance (Actual 06/30/18) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)						
5	ROPS 17-18 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 17-18 PPA form submitted to the CAC		No entry required				
6	Ending Actual Available Cash Balance (06/30/18) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$638,387	\$2,152,053	\$-	\$-	\$(26,723)	

Bell Gardens
Recognized Obligation Payment Schedule (ROPS 20-21) - Notes
July 1, 2020 through June 30, 2021

Item #	Notes/Comments
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**THE SUCCESSOR AGENCY TO THE FORMER
BELL GARDENS COMMUNITY
DEVELOPMENT COMMISSION**

July 1, 2020 – JUNE 30, 2021

In accordance with Health and Safety Code section 34177(j) this document constitutes the Administrative Budget of the Successor Agency to the former Bell Gardens Community Development Commission (Successor Agency). The Successor Agency is a separate legal entity that serves, in accordance to ABx1 26, as amended by AB 1484, to wind-down the affairs of the former Bell Gardens Community Development Commission. This Administrative Budget has been prepared by the Successor Agency and will be submitted to the Successor Agency's Oversight Board for approval in accordance with the requirements of Health and Safety Code Section 34177(j).

This Administrative Budget accompanies the Successor Agency's Recognized Obligation Payment Schedule ("ROPS") prepared pursuant to Health and Safety Code Section 34177(l) for the period of July 1, 2020 through June 30, 2021.

In compliance with Health and Safety Code Sections 34177(j)(1), (2), and (3) the Administrative Budget is broken out into three parts: A) Estimated administrative costs for applicable period; B) Proposed source of payment; C) Proposals for arrangements for administrative and operations services provided by the City of Bell Gardens (the City). Per Health and Safety Code Section 24171(b), for fiscal year 2020-2021 the minimum authorized amount for Administrative Cost is \$250,000.

As called for in Health and Safety Code Section 34177(k), and as documented in this Administrative Budget, the Successor Agency will report to the County Auditor-Controller that its administrative cost allowance to be paid from property taxes deposited in the Redevelopment Property Tax Trust Fund (as further described in Part B below) pursuant to Health and Safety Code Section 34183(a)(3) is the amount of \$250,000.

A. Estimated Amounts For Successor Agency Administrative Cost For Applicable Period (Health and Safety Code Section 34177(j)(1)).

Administrative Activities	Total Cost
Executive oversight of the Successor Agency	\$30,000
Finance, Accounting and Treasury Activities (Accounting, Payroll, Accounts Payable, Accounts Receivable, Banking, Debt Administration, General Ledger Maintenance, Audit Preparation and Other Financial Compliance)	\$85,000
City Clerk activities (agenda and minutes preparation, meeting coordination and posting of agendas and notices)	\$15,000

Community development activities (property oversight and loan receivable administration, AB1484 compliance, legislative analysis and research, implementation of the long range property management plan)	\$60,000
Personnel administration	\$10,000
Property tax allocation monitoring	\$10,000
Legal services to ensure compliance with applicable laws	\$40,000
Total Administrative Budget for the period	\$250,000
Minimum Annual Administrative Cost Allowance	\$250,000

Activities may be added, revised, or deleted from this listing as necessary and appropriate during the course of the Former RDA wind-down process. Costs shown for each activity are estimates only. Actual costs required for each activity may be higher or lower than the amount shown, not to exceed the aggregate total amount shown.

B. Proposed Source of Payment For Above-Identified Administrative Costs (Health and Safety Code Section 34177(j)(2).

As authorized pursuant to Health and Safety Code Section 34183(a)(3), the proposed source of payment for the administrative costs identified in Part A above is the Redevelopment Property Tax Trust Fund established and maintained by the County Auditor- Controller pursuant to Health and Safety Code Section 34170.5(b).

C. Proposals For Arrangements For Administration and Operations Services (Health and Safety Code Section 34177(j)(3).

The Successor Agency has arranged with the City of Bell Gardens to provide the staff services, office materials, equipment and other necessary resources to administer the responsibilities of the Successor Agency, and will draw upon services of outside legal and financial consultants as necessary, to provide for the continued administration of the former RDA to the extent City staff lacks the necessary expertise or capacity.

SUCCESSOR AGENCY RESOLUTION NO. 2020-01

A RESOLUTION OF THE SUCCESSOR AGENCY TO THE FORMER BELL GARDENS COMMUNITY DEVELOPMENT COMMISSION APPROVING THE DRAFT RECOGNIZED OBLIGATION PAYMENTS SCHEDULE FOR THE JULY 1, 2020 THROUGH JUNE 30, 2021 PAYMENT PERIOD AND THE JULY 1, 2020 THROUGH JUNE 30, 2021 ADMINISTRATIVE BUDGET

WHEREAS, the former Bell Gardens Community Development Commission (“CDC”) was a community redevelopment agency organized and existing under the California Redevelopment Law;

WHEREAS, the CDC was dissolved by way of Assembly Bill (“AB”) 1x26 (as subsequently amended by AB 1484, the “Dissolution Act”) and the California Supreme Court’s decision in *California Redevelopment Association v. Matosantos* (2011) 53 Cal.4th 231;

WHEREAS, the Dissolution Act created a “successor agency” for each dissolved redevelopment agency, and charged them with completing various tasks and obligations geared towards “winding down” the affairs of their respective redevelopment agency;

WHEREAS, the Dissolution Act created an “oversight board” for each successor agency, and charged them with overseeing, reviewing, and approving enumerated successor agency actions;

WHEREAS, the City of Bell Gardens elected to serve as the Successor Agency to the CDC in accordance with AB 26;

WHEREAS, Health and Safety Code Sections 34177(l) requires that, before each one-year fiscal period, a Recognized Obligation Payments Schedule (“ROPS”) be prepared by the Successor Agency listing all enforceable obligations and payments due thereon during said one- year period;

WHEREAS, Health and Safety Code Section 34177(o) requires that the Successor Agency prepare a draft ROPS for the one-year fiscal period beginning July 1, 2020 and ending June 30, 2021 (“ROPS 20-21”);

WHEREAS, ROPS 20-21 must be submitted to and approved by the Bell Gardens Oversight Board (“Oversight Board”) and submitted to the Department of Finance (“DOF”) and County Auditor-Controller on or before February 1, 2020;

WHEREAS, pursuant to Health and Safety Code Section 34177(j), the Successor Agency is required to prepare an administrative budget for each six-month fiscal period, which contains the estimated amounts of the Successor Agency’s estimated administrative costs, the proposed sources of payment thereof, and any proposals for

arrangements for administrative and operational services provided by the City or other entities;

WHEREAS, following the approval of the Administrative Budget by the Successor Agency, it is required to be submitted to the Oversight Board for final approval; and

WHEREAS, Health & Safety Code Sections 34177(a)(3) and (a)(4), respectively, provide that only payments listed on an approved ROPS may be made by the Successor Agency from the funds specified on the ROPS, and that with the approval of the Oversight Board the Successor Agency may make payments for enforceable obligations from sources other than those listed on the ROPS.

NOW, THEREFORE, BE IT RESOLVED by the Successor Agency to the former Bell Gardens Community Development Commission, as follows:

SECTION 1. The foregoing Recitals are incorporated into this Resolution by this reference, and constitute a material part of this Resolution.

SECTION 2. Pursuant to Health and Safety Code Section 34177(o), the Successor Agency approves the Draft ROPS 20-21 for the July 1, 2020 through June 30, 2021 payment period in substantially the same form as attached hereto as Exhibit “A.”

SECTION 3. Pursuant to Health and Safety Code Section 34177(j), the Successor Agency approves the Draft Administrative Budget for July 1, 2020 through June 30, 2021, as attached hereto as Exhibit “B.”

SECTION 4. The Successor Agency hereby authorizes and directs the Executive Director to submit the above referenced draft ROPS and Administrative Budget to the Oversight Board and all other required public agencies in accordance with AB 26 and amendments thereto.

SECTION 5. The Successor Agency hereby authorizes and directs its Executive Director to take any action and execute any documents reasonably necessary to implement this Resolution or take acts consistent with the intent of this Resolution.

SECTION 6. The Successor Agency directs staff to take such further action required to ensure all “enforceable obligations” listed on ROPS 20-21, as approved by the Oversight Board and DOF, are timely paid and performed.

SECTION 7. The Agency Secretary shall certify as to the passage and adoption of this Resolution, and it shall thereupon take effect and be in full force.

[Signatures on the following page]

APPROVED AND ADOPTED at a regular meeting of the Successor Agency to the former Bell Gardens Community Development Commission this 13th day of January 2020.

**SUCCESSOR AGENCY TO THE
FORMER BELL GARDENS
COMMUNITY DEVELOPMENT
COMMISSION (“Successor Agency”)**

Alejandra Cortez, Chair

APPROVED AS TO FORM:

ATTEST:

Rick Olivarez
Successor Agency Counsel

Jane Halstead
Agency Secretary



Recognized Obligation Payments Schedule (ROPS) 20-21 (July 1, 2020 – June 30, 2021)

The Dissolution Process

February 1, 2012, all redevelopment agencies were dissolved and successor agencies were tasked with winding down operations

Dissolution process consist of:

- a) Paying RDA obligations (via the ROPS)
- b) Disposing RDA assets and properties
- c) Managing projects currently underway, if any

ROPS 20-21

(July 1, 2020 – June 30, 2021)

List all SA obligations to be paid

Period is from July 1, 2020 – June 30, 2021

Approval must be received from Successor Agency, County Oversight Board, and State Department of Finance

The County Oversight Board is scheduled to meet on January 27, 2020

Due February 1, 2020, to State Department of Finance (DOF)

ROPS 20-21 Obligations

Principle and Interest on Bonds:

- ✓ 2005 Series A (PA#1 and CC) – \$469,800
- ✓ 2014 Refunding (Series ABC) – \$2,035,460

Bond Trustee / Bond Reporting - \$26,000

Maintenance of SA Owned Land - \$15,000

Property Dissolution Consultant- \$50,000

ROPS 20-21 Obligations

(Continued)

Repayment of City Loans:

- ✓ ROPS 20-21 calculated repayment amount - \$1,024,299
- ✓ Outstanding principal balance - \$12,994,816
- ✓ Accrued interest at June 30, 2019 - \$14,204,624
- ✓ Dissolution law provides a formula for the repayment of loans made by cities to their RDAs
- ✓ 20% of the repayment is deposited into the Low/Mod Housing fund
- ✓ Loans accrue simple interest at a rate of 3%

Annual Administrative Allowance - \$250,000

Conclusion

1. Total July 1, 2020 – June 30, 2021 ROPS enforceable obligations and admin allowance equal \$3,870,559
2. The First District County Oversight Board is schedule to meet on January 27th to consider the ROPS 20-21
3. Once approved by the SA and OB, the ROPS will be submitted to the DOF to meet the February 1st deadline

