#### **SUCCESSOR AGENCY RESOLUTION NO. 19-06**

A RESOLUTION OF THE SUCCESSOR AGENCY TO THE COSTA MESA REDEVELOPMENT AGENCY APPROVING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE 19-20 A-B FOR THE ANNUAL FISCAL PERIOD OF JULY 1, 2019 TO JUNE 30, 2020, INCLUDING THE FY 19-20 ADMINISTRATIVE BUDGET, SUBJECT TO SUBMITTAL TO, AND REVIEW BY THE ORANGE COUNTYWIDE OVERSIGHT BOARD AND THE STATE OF CALIFORNIA, DEPARTMENT OF FINANCE UNDER CALIFORNIA HEALTH AND SAFETY CODE, DIVISION 24, PART 1.85; AND, AUTHORIZING THE POSTING AND TRANSMITTAL THEREOF

WHEREAS, the former Costa Mesa Redevelopment Agency ("Former Agency") was established as a redevelopment agency which was previously organized and existing under the California Community Redevelopment Law, Health and Safety Code Section 33000, et seq., and previously authorized to transact business and exercise powers of a redevelopment agency pursuant to action of the City Council of the City of Costa Mesa ("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 winding 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 Costa Mesa Redevelopment Agency ("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; and

**WHEREAS**, under Section 34179(j) of the Dissolution Law, in every California county there shall be one oversight board that is staffed by the county's auditor-controller; and

**WHEREAS**, the applicable consolidated oversight board overseeing this Successor Agency is called the Orange Countywide Oversight Board ("Oversight Board"); and

WHEREAS, every oversight board, both the prior local oversight board and this newly established Oversight Board, has fiduciary responsibilities to the holders of enforceable obligations and to the taxing entities that benefit from distributions of property tax and other revenues pursuant to Section 34188 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 of California, Department of Finance ("DOF"); and

WHEREAS, Section 34177(o) of the Dissolution Law requires that the annual ROPS for the 19-20 A-B fiscal period of July 1, 2019 to June 30, 2020 ("ROPS 19-20 A-

B") shall be submitted to the DOF by the Successor Agency, after approval by the Oversight Board, no later than February 1, 2019; and

WHEREAS, Section 34177(j) of the Dissolution Law requires the Successor Agency to prepare an administrative budget and submit it to the Oversight Board for approval; and

WHEREAS, the ROPS 19-20 A-B, in the form required by DOF, is attached as Exhibit A and the Fiscal Year ("FY") 2019-20 Administrative Budget is attached as Exhibit B, and both attachments are fully incorporated by this reference; and

WHEREAS, the Successor Agency has reviewed the ROPS 19-20 A-B along with the FY 2019-20 Administrative Budget and desires to approve this schedule and to authorize and direct the Successor Agency staff to transmit the ROPS 19-20 A-B to the Oversight Board, with copies to the Orange County Administrative Officer ("CAO"), Orange County Auditor-Controller ("CAC"), the State Controller's Office ("SCO") and DOF as required by Dissolution Law; and

**WHEREAS**, the Successor Agency shall post the ROPS 19-20 A-B on the City/Successor Agency website <a href="https://www.costamesaca.gov">www.costamesaca.gov</a>.

## NOW, THEREFORE, BE IT RESOLVED BY THE SUCCESSOR AGENCY TO THE COSTA MESA REDEVELOPMENT AGENCY:

**Section 1.** The foregoing recitals are incorporated into this Resolution by this reference, and constitute a material part of this Resolution.

Section 2. The Successor Agency approves ROPS 19-20 A-B submitted herewith as Attachment 1, along with the FY 19-20 administrative budget that is included therewith, which schedule is incorporated herein by this reference, all under the requirements of the Dissolution Law; provided however, that the ROPS 19-20 A-B is approved subject to the condition such ROPS 19-20 A-B is to be transmitted to the Oversight Board for review and approval and a copy of such ROPS 19-20 A-B shall concurrently be sent to the CAO, CAC, SCO, and DOF. Further, the Finance Director (and her authorized designee), 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.

- **Section 3.** After approval by the Oversight Board, the Successor Agency authorizes transmittal of the approved ROPS 19-20 A-B again to the CAC, SCO and DOF.
- **Section 4.** The Finance Director of the Successor Agency or her authorized designee is directed to post this Resolution, including the ROPS 19-20 A-B, on the City/Successor Agency website (<a href="www.costamesaca.gov">www.costamesaca.gov</a>) under the Dissolution Law.
- **Section 5.** The Secretary of the Successor Agency shall certify to the adoption of this Resolution.

APPROVED AND ADOPTED this 15th day of January 2019.

Katrina Foley, Chair

Successor Agency to the Costa Mesa Redevelopment Agency

APPROVED AS TO FORM:

Celeste Stahl Brady, Special Counsel

ACUT POR

ATTEST:

Brenda Green, Secretary

Successor Agency to the Costa Mesa Redevelopment Agency

STATE OF CALIFORNIA	)
COUNTY OF ORANGE	) ss.
CITY OF COSTA MESA	j

I, Brenda Green, Secretary of the Successor Agency to the Costa Mesa Redevelopment Agency, hereby certify that the foregoing resolution was duly adopted by the Successor Agency at a regular meeting held on the 15<sup>th</sup> day of January 2019, and that it was so adopted by the following vote:

AYES:

BOARD MEMBERS: CHAVEZ, GENIS, MANSOOR, MARR, REYNOLDS,

STEPHENS, FOLEY.

NOES:

**BOARD MEMBERS: NONE** 

ABSENT: BOARD MEMBERS: NONE

Brenda Green, Secretary

Successor Agency to the Costa Mesa

Redevelopment Agency

# ATTACHMENT 1 to Successor Agency Resolution No. 19-06

### RECOGNIZED OBLIGATION PAYMENT SCHEDULE 19-20 A-B FOR PERIOD JULY 1, 2019 TO JUNE 30, 2020, WITH FY 19-20 ADMINISTRATIVE BUDGET

(attached)

### Recognized Obligation Payment Schedule (ROPS 19-20) - Summary Filed for the July 1, 2019 through June 30, 2020 Period

Successor Agency:	Costa Mesa	
County:	Orange	 

Currer	nt Period Requested Funding for Enforceable Obligations (ROPS Detail)	19 (July	19-20B Total (January - June)		ROPS 19-20 Total		
A	Enforceable Obligations Funded as Follows (B+C+D):	\$	•	\$		\$	•
В	Bond Proceeds				_		-
С	Reserve Balance				-		-
D	Other Funds		-		-		-
E	Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$	1,341,008	\$	14,987	\$	1,355,995
F	RPTTF		1,326,021				1,326,021
G	Administrative RPTTF		14,987		14,987		29,974
н	Current Period Enforceable Obligations (A+E):	\$	1,341,008	\$	14,987	\$	1,355,995

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.

KATRINA	FOLEY	CHAIR
Name		Title
/s/		JANUARY 17, 2019
Signature		Date

	Costa Mesa Recognized Obligation Payment Schedule (ROPS 19-20) - ROPS Detail																					
	July 1, 2019 through June 30, 2020																					
(Report Amounts in Whole Dollars)																						
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19-20A (July - December) 19-20B (January - June)																						
										]			Fund Sources						Fund Source	8		
en#	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	Retred	ROPS 19-20 Tota	Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	19-20A Total	Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTÉ	18-208 Total
-4	Contract for consulting services	Fees CriviCounty Loan (Prior	3/1/2011 9/30/1971	12/31/2018 6/30/2024	Harrell & Company Advisor	Prep Continuing Disclosure Report-	Downtown	7.641.095	N	\$ 1.355.99 \$ \$ 1.326.02	5 0	\$ 0	\$ 0	5 1.326.021 1.326.021	\$ 14,987	\$	5 0	\$ 0	5 0	S 0	\$ 14.987	\$ 14
. 0		05/25/11) Cash exchange	I .	l	City of Costa Mesa	Ongenal Loan to establish RDA	Downtown	7,641 U95 29,974						1,326,021	14,987						14,987	5 14
52	Litigation Against DOF & County of Orange Auditor Controller	Admin Costs Lingstion		6/30/2024 6/30/2018	Enterprise Counsel Group	Orange Auditor Controller denying the RDA loan and action denying certain poor payments.	Downtown Downtown	2914	N N	\$ 29.97					14,307	\$					1430)	-
53	Housing Authority Admin Cost Allowance	Housing Entity Admin Cost	7/1/2015	10/1/2017	Costa Mesa Housing Authorn	Costa Mesa Housing Authority Admin. Cost Allowance	Downtown		N	5						3						S
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# Costa Mesa Recognized Obligation Payment Schedule (ROPS 19-20) - Report of Cash Balances July 1, 2016 through June 30, 2017 (Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177 (I), 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 Cash Balance Tips Sheet. **Fund Sources Bond Proceeds** Reserve Balance RPTTF Other Funds Prior ROPS RPTTF and Reserve Rent. Non-Admin **ROPS 16-17 Cash Balances** Bonds issued on or Bonds issued on or Balances retained for Grants. and (07/01/16 - 06/30/17) before 12/31/10 after 01/01/11 future period(s) Interest, etc. Admin Comments 1 Beginning Available Cash Balance (Actual 07/01/16) RPTTF amount should exclude "A" period distribution amount Prior ROPS RPTTF: \$621- 15-16A ROPS excess cash 1,671 \$1,050- 15-16B ROPS excess cash 704,404 606 2 Revenue/Income (Actual 06/30/17) AB 1484 requires 20% (\$162,275) of any loan RPTTF amount should tie to the ROPS 16-17 total distribution from the repayment to be deducted from loan repayment County Auditor-Controller amount (\$696,062) and transferred to LMI-586 27 1,733,033 Housing Assets Fund per HSC 34191.4 (s)(2)( c). 3 Expenditures for ROPS 16-17 Enforceable Obligations (Actual 06/30/17) Total expenditures Successor Agency incurred 1,731,983 in FY16-17 was \$2,428,866 696,768 115 4 Retention of Available Cash Balance (Actual 06/30/17) RPTTF amount retained should only include the amounts distributed as reserve for future period(s) 5 ROPS 16-17 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 16-17 PPA form No entry required submitted to the CAC 6 Ending Actual Available Cash Balance (06/30/17) \$621- 15-16A ROPS excess cash C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5) \$1,050- 15-16B ROPS excess cash \$1,050- 16-17 ROPS excess cash 8,222 \$ 0 | 5 518 \$ 2,721

## SUCCESSOR AGENCY ADMINISTRATIVE BUDGET 07/01/2019-06/30/2020

### **Personnel Expenditures**

						<u>Annual</u>
				Percent to	<u>Pers</u>	onnel Costs
		<u>Ann</u> ı	<u>ual Wages,</u>	Successor	<u>07.</u>	<u>/01/2019 -</u>
<u>Department</u>	<u>Position</u>	<u>Ben</u>	efits, etc. *	Agency Admin	<u>06</u>	6/30/2020
City Manager Office	City Clerk	\$	215,679	2%	\$	4,314
Finance	Accounting Supervisor		181,173	2%		3,623
Finance	Assistant Finance Director		251,830	2%		5,037
			Total Person		12,974	

### **Other Administrative Expenditures**

	•	<u>Annual</u>	Percent to Successor	Annual Other Costs 07/01/2019-
<u>Department</u>	<u>Activity</u>	Other Costs	Agency Admin	<u>06/30/2020</u>
Finance	Accounting/Audit Services	3,000	100%	3,000
Development Services	Legal - Stradling Yocca Carlson & Rauth	14,000	100%	14,000
	Total Other Expenditures			17,000
		Total Annual Adminis	trative Budget	\$ 29,974

<sup>\*</sup> Estimated as of December 2018