

**OVERSIGHT BOARD RESOLUTION NO. OB 15-07**

**A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE  
AVALON COMMUNITY IMPROVEMENT AGENCY APPROVING THE RECOGNIZED  
OBLIGATION PAYMENT SCHEDULE 15-16B**

**WHEREAS**, pursuant to Health and Safety Code Section 34177(m), the Successor Agency is required to prepare and submit for Oversight Board approval a Recognized Obligation Payment Schedule ("ROPS") prior to each six-month fiscal period, in a manner prescribed by the California Department of Finance ("DOF"); and

**WHEREAS**, Assembly Bill 1484 ("AB 1484") (Chapter 26, Statutes of 2012) established new procedural requirements for the preparation, review, and approval of ROPS by the Successor Agency, including clarifications regarding "enforceable obligations"; and

**WHEREAS**, Exhibit "A" to this resolution establishes a ROPS for the six-month fiscal period beginning January 1, 2016 and ending June 30, 2016 ("ROPS 15-16B"), in a manner consistent with that prescribed by DOF; and

**WHEREAS**, on July 16, 2013, DOF issued a Finding of Completion letter to the Successor Agency pursuant to Health and Safety Code Section 34179.7; and

**WHEREAS**, pursuant to Health and Safety Code Section 34191.4(c), the Successor Agency has separately listed an obligation for excess bond proceeds on the ROPS 15-16B to fund the "Pebble Beach Road Construction" project, in an amount not to exceed \$156,517, which is a proposed expenditure for capital improvements that is consistent with the bond covenants for the 2015 Tax Allocation Refunding Bond Series A, and for which sufficient funding is available.

**NOW, THEREFORE, THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE AVALON COMMUNITY IMPROVEMENT AGENCY DOES HEREBY RESOLVE AS FOLLOWS:**

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 action of the Oversight Board to approve the ROPS 15-16B does not commit the Oversight Board to any action that may have a significant effect on the environment. As a result, such action does not constitute a project subject to the requirements of the California Environmental Quality Act.

Section 3. Approval of ROPS 15-16B. The Oversight Board hereby approves the Recognized Obligation Payment Schedule for the six-month fiscal period beginning January 1, 2016 and ending June 30, 2016 in substantially the form attached hereto as Exhibit "A," as required by ABX1 26, enacted during the 2011 legislative year, and AB 1484, enacted during the 2012 legislative year. Successor Agency staff is hereby authorized to make technical revisions to the ROPS 15-16B as necessary for DOF approval.

Section 4. Excess Bond Proceeds Obligation for Capital Improvements. The Oversight Board hereby determines that, pursuant to Health and Safety Code Section 34191.4(c), the proposed obligation for excess bond proceeds on the ROPS 15-16B to fund the "Pebble Beach Road Construction" project, in an amount not to exceed \$156,517, is a proposed expenditure for capital improvements that is consistent with the bond covenants for the 2015 Tax Allocation Refunding Bond Series A.

Section 5. Transmittal to Appropriate Agencies. The Oversight Board hereby directs staff to transmit, by mail or electronic means, to the Los Angeles County Auditor-Controller, State Department of Finance, and the State Controller's Office a copy of the ROPS for review, and to post the ROPS on the Successor Agency's Internet Web site.

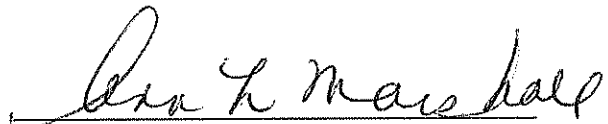
Section 6. Severability. If any provision of this Resolution or the application of any such provision to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of this Resolution that can be given effect without the invalid provision or application, and to this end the provisions of this Resolution are severable. The Oversight Board declares that the Oversight Board would have adopted this Resolution irrespective of the invalidity of any particular portion of this Resolution.

Section 7. Certification. The City Clerk of the City of Avalon, acting on behalf of the Oversight Board as its Secretary, shall certify to the adoption of this Resolution.

Section 8. Effective Date. Pursuant to Health and Safety Code Section 34179(h), all actions taken by the Oversight Board may be reviewed by the State of California Department of Finance, and, therefore, this Resolution shall not be effective for five (5) business days, pending a request for review by the State of California Department of Finance.

**PASSED, APPROVED AND ADOPTED** this 16<sup>th</sup> day of September, 2015 by the following vote:

Ayes: Chairman Marshall, Boardmembers Morones, Huart, Thompson and Blehm  
Noes: None  
Abstain: None  
Absent: Boardmember Moore

  
Ann H. Marshall  
Oversight Board Chairperson

ATTEST:

  
Denise A. Radde  
Oversight Board Secretary

EXHIBIT A

RECOGNIZED OBLIGATION PAYMENT SCHEDULE 15-16B  
JANUARY 1, 2016 TO JUNE 30, 2016

**Recognized Obligation Payment Schedule (ROPS 15-16B) - Summary**  
 Filed for the January 1, 2016 through June 30, 2016 Period

Name of Successor Agency: Avalon  
 Name of County: Los Angeles

<u>Current Period Requested Funding for Outstanding Debt or Obligation</u>		<u>Six-Month Total</u>
<u>Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding</u>		
A Sources (B+C+D):		\$ 656,655
B Bond Proceeds Funding (ROPS Detail)		656,655
C Reserve Balance Funding (ROPS Detail)		-
D Other Funding (ROPS Detail)		-
E Enforceable Obligations Funded with RPTTF Funding (F+G):		\$ 2,040,934
F Non-Administrative Costs (ROPS Detail)		1,765,934
G Administrative Costs (ROPS Detail)		275,000
H Total Current Period Enforceable Obligations (A+E):		\$ 2,697,589

Successor Agency Self-Reported Prior Period Adjustment to Current Period RPTTF Requested Funding

I Enforceable Obligations funded with RPTTF (E):	2,040,934
J Less Prior Period Adjustment (Report of Prior Period Adjustments Column S)	<u>(35,138)</u>
K Adjusted Current Period RPTTF Requested Funding (I-J)	\$ 2,005,796

County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding

L Enforceable Obligations funded with RPTTF (E):	2,040,934
M Less Prior Period Adjustment (Report of Prior Period Adjustments Column AA)	-
N Adjusted Current Period RPTTF Requested Funding (L-M)	<u>2,040,934</u>

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

**Avallon Recognized Obligation Payment Schedule (ROPS 15-16B) - ROPS Detail**  
**January 1, 2016 through June 30, 2016**  
 (Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	I	J	K	L	M		N	O	P
												Non-Development Proceeds Tax	Trust Fund			
1	Project Name / Cash Obligation	Obsolescence Fee	Contract Termination Date	Contract Termination Date	Payee	Declarant/Project Scope	Project Area	Total Outstanding Debt or Obligation	Revised	Bond Proceeds	Reserve Balance	Non-Admin	Admin	RPTIF	Sto-Moath Trg	
2	2000 Tax Abatement Bonds Series A	2000 Tax Abatement Bonds Series B	12/15/2011	9/1/2014	U.S. Bank National Association	Bonds issued to fund housing bonds issued to fund housing bonds	Community Improvement Project Area	\$ 2,150,243	Y	\$ 458,635	\$ 1,691,608	\$ 1,691,608	\$ 2,637,584		\$	
3	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	110,000	N			3,500			\$	3,500
4	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	1,000,000	N	158,855		841,145			\$	1,000,000
5	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	100,000	N			6,000			\$	6,000
6	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	10,000	N			10,000			\$	10,000
7	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	35,000	H			35,000			\$	35,000
8	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	345,575	N			83,281			\$	83,281
9	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	42,500	N			2,500			\$	2,500
10	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
11	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
12	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
13	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
14	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
15	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
16	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
17	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
18	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
19	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
20	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
21	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
22	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
23	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
24	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
25	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
26	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
27	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
28	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
29	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	
30	Field Agent Fees	Fees	12/15/2012	9/1/2012	U.S. Bank National Association	Fees for field agent services	Community Improvement Project Area	2,500,000	Y						\$	

**Avalon Recognized Obligation Payment Schedule (ROPS 15-16B) - Report of Cash Balances**  
(Report Amounts in Whole Dollars)

A	B	Cash Balance Information by ROPS Period										I
		Fund Sources										
		C		D		E		F		G		
Bond Proceeds		Reserve Balance		Other		RPTTF		Non-Admin and Admin		Comments		
Bonds issued on or before 12/31/10		Bonds issued on or after 01/01/11		Prior ROPS period balances and DDR RPTTF reserve for future periods		Prior ROPS RPTTF distributed as reserve for future periods		Rent, Grants, Interest, Etc.		Other Funds		
1	Beginning Available Cash Balance (Actual 01/01/15)	4,418,486	4,418,486	4,416,486	4,416,486						160,235	Other Funds includes Permitted Administrative Expense (PAE) pass-through from County Expended for administrative expenditures outside of RPTTF. Beginning balance taken from Kelly Wyatt review of cash balances.
2	Revenue/Income (Actual 06/30/15) RPTTF amounts should tie to the ROPS 14-15B distribution from the County Auditor-Controller during January 2015	2,409							249,865		300,539	Bond proceed expenditure related to Down Payment Assistance Program reported as expanded during the 14-16A period (on the ROPS 15-16A PPA) but drawn down from the bond trustee account in the 14-15B period.
3	Expenditures for ROPS 14-15B Enforceable Obligations (Actual 06/30/15) RPTTF amounts, H3 plus H4, should equal total reported actual expenditures in the Report of PPA, Columns L and Q	192,000							249,865		853,972	
4	Retention of Available Cash Balance (Actual 06/30/15) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)											
5	ROPS 14-15B RPTTF Prior Period Adjustment RPTTF amount should tie to the self-reported ROPS 14-15B PPA in the Report of PPA, Column S											
6	Ending Actual Available Cash Balance C to G = (1 * 2 - 3 - 4); H = (1 * 2 - 3 - 4 - 5)	\$ 4,226,895	\$ -	\$ 4,416,486	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 71,664	Bond proceed balance contains \$156,655 in non-housing proceeds and \$4,070,240 of housing proceeds.
7	ROPS 15-16A Estimate (07/01/15 - 12/31/15) Beginning Available Cash Balance (Actual 07/01/15) C, D, E, G = 4 + 5, F = H4 + F4 + F5, and H = 5 + 6	\$ 4,226,895	\$ -	\$ 4,416,486	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 106,802	
8	Revenue/Income (Estimate 12/31/15) RPTTF amounts should tie to the ROPS 14-15B distribution from the County Auditor-Controller during June 2015								254,659		1,885,063	Other Funds revenue includes PAE
9	Expenditures for ROPS 14-15B Enforceable Obligations (Estimate 12/31/15)								254,659		1,958,727	
10	Retention of Available Cash Balance (Estimate 12/31/15) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)											
11	Ending Estimated Available Cash Balance (7 + 8 - 9 - 10)	\$ 4,226,895	\$ -	\$ 4,416,486	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 35,138	

Pursuant to Health and Safety Code section 34177 (b), 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 [LINK TO CASH BALANCE TIPS SHEET](#)

**Report of the ROPS 14-159 (January 1, 2015 through June 30, 2015) Period Pursuant to Health and Safety Code (HSC) Section 34127.1(a)**

ROPS 14-159 (Health and Safety Code Section 34127.1(a)) requires employers to submit a report of the ROPS 14-159 (Health and Safety Code Section 34127.1(a)) to the Department of Industrial Relations (DIR) for each calendar year. The report of the ROPS 14-159 (Health and Safety Code Section 34127.1(a)) must include information regarding the number of employees, the number of ROPS 14-159 (Health and Safety Code Section 34127.1(a)) violations, the number of ROPS 14-159 (Health and Safety Code Section 34127.1(a)) violations that resulted in a citation, and the number of ROPS 14-159 (Health and Safety Code Section 34127.1(a)) violations that resulted in a fine. The report of the ROPS 14-159 (Health and Safety Code Section 34127.1(a)) must also include information regarding the number of employees who were injured or killed as a result of a ROPS 14-159 (Health and Safety Code Section 34127.1(a)) violation, the number of ROPS 14-159 (Health and Safety Code Section 34127.1(a)) violations that resulted in a citation, and the number of ROPS 14-159 (Health and Safety Code Section 34127.1(a)) violations that resulted in a fine.

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	ROPS Expressions							T	U	V	W	X	Y	Z	AA	AB																																																																	
																			1	2	3	4	5	6	7										8	9	10	11	12	13	14	15	16	17	18	19	20																																																				
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31	32	33	34	35	36	37	38	39	40	41	42	43	44	45	46	47	48	49	50	51	52	53	54	55	56	57	58	59	60	61	62	63	64	65	66	67	68	69	70	71	72	73	74	75	76	77	78	79	80	81	82	83	84	85	86	87	88	89	90	91	92	93	94	95	96	97	98	99	100

Avalon Recognized Obligation Payment Schedule (ROPS 15-16B) - Notes  
January 1, 2016 through June 30, 2016

Item #	Notes/Comments
1 & 2	The 2003 Tax Allocation Bonds were refunded into the 2015 Tax Allocation Refunding Bonds (Items 25 & 26)
3	This is an enforceable obligation with a third-party contract entered into prior to dissolution. Funded with a combination of bond proceeds and RPTIF.
28	The Successor Agency was underfunded in the ROPS 2 period as confirmed by DCF analyst Kelly Wyatt
29	The Housing Authority requested additional funding for the Low and Moderate Income Down Payment Assistance Program.




STATE OF CALIFORNIA       )  
COUNTY OF LOS ANGELES ) SS.  
CITY OF AVALON               )

I, DENISE A. RADDE, OVERSIGHT BOARD SECRETARY AND CITY CLERK OF THE CITY OF AVALON, do hereby certify that the foregoing is a true and correct copy of Oversight Board Resolution No. 15-07, and was duly passed, approved, and adopted by the Oversight Board of the Successor Agency to the Avalon Community Improvement Agency at its special meeting of September 16, 2015, by the following vote:

Ayes:     Chairman Marshall, Boardmembers Morones, Blehm, Thompson, and Huart  
Noes:     None  
Absent:   Boardmember Moore  
Abstain:  None

and that the same has not been amended nor repealed.

Dated this 17th day of September, 2015.

  
\_\_\_\_\_  
Denise A. Radde  
Oversight Board Secretary/City Clerk  
City of Avalon, California