

OVERSIGHT BOARD RESOLUTION NO. OB 14-06

A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE AVALON COMMUNITY IMPROVEMENT AGENCY APPROVING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR THE SIX-MONTH FISCAL PERIOD BEGINNING JANUARY 1, 2015 AND ENDING JUNE 30, 2015

WHEREAS, the City of Avalon ("City") has elected to serve as the Successor Agency to the Avalon Community Improvement Agency ("Successor Agency") pursuant to Assembly Bill x1 26 ("AB x1 26" or the "Dissolution Act") as codified in the California Health & Safety Code ("HSC"); and

WHEREAS, in accordance with HSC Section 34180, the Oversight Board of the Successor Agency ("Oversight Board") is authorized and required to review and approve actions taken by the Successor Agency, including the establishment of the Recognized Obligation Payment Schedule ("ROPS"); and

WHEREAS, pursuant to HSC Section 34177, the Successor Agency prepared and approved the ROPS for the six-month fiscal period beginning January 1, 2015 and ending June 30, 2015 ("14-15B") in a manner prescribed by the California Department of Finance ("DOF"), and submitted the ROPS 14-15B to the Oversight Board; and

WHEREAS, HSC Section 34177 requires the Successor Agency to submit a copy of the approved ROPS to the Los Angeles County Auditor-Controller, the State Controller's Office, and DOF for review and approval; and

WHEREAS, Exhibit "A" to this resolution establishes a ROPS for the six-month fiscal period beginning January 1, 2015 and ending June 30, 2015 ("14-15B"), in a manner consistent with that prescribed by DOF; and

WHEREAS, pursuant to Amendment No. 1 to the Agreement for Reimbursement of Tax Increment Funds entered into by and between the County of Los Angeles, the City, and the Avalon Community Improvement Agency on June 17, 2003, the City and Successor Agency are to be provided a "Permitted Administrative Expense" to fund administrative and operational costs related to the Successor Agency, the estimate of which for fiscal year 2014-15 is \$499,332.

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 incorporated herein by reference.

Section 2. Approval of ROPS. The Oversight Board of the Successor Agency to the Avalon Community Improvement Agency ("Oversight Board") hereby approves the Recognized Obligation Payment Schedule ("ROPS") for the six-month fiscal period beginning January 1, 2015 and ending June 30, 2015 ("14-15B"), 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.

Section 3. Transmittal to Appropriate Agencies. The Oversight Board hereby directs staff to transmit, by mail or electronic means, a copy of the ROPS 14-15B to the Los Angeles County Auditor-Controller, State Department of Finance, and the State Controller's Office, as prescribed by statute, and to post the ROPS 14-15B on the Successor Agency's website.

Section 4. 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 5. 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.

PASSED, APPROVED, AND ADOPTED at a regular meeting of the Oversight Board of the Successor Agency to the Avalon Community Improvement Agency, on the 17th day of September, 2014, by the following vote:

AYES: Chairman Marshall, Boardmembers Monones, Blehm,
Huart and Thompson

NOES: 0

ABSTAIN: 0

ABSENT: Boardmembers Moore and Novak


Ann H. Marshall
Oversight Board Chairperson

ATTEST:



Denise A. Radde
Oversight Board Secretary

EXHIBIT A

RECOGNIZED OBLIGATION PAYMENT SCHEDULE
JANUARY 1, 2015 – JUNE 30, 2015

Recognized Obligation Payment Schedule (ROPS 14-15B) - Summary

Filed for the January 1, 2015 through June 30, 2015 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):	\$ 4,156,983
B	Bond Proceeds Funding (ROPS Detail)	4,156,983
C	Reserve Balance Funding (ROPS Detail)	-
D	Other Funding (ROPS Detail)	-
E	Enforceable Obligations Funded with RPTTF Funding (F+G):	\$ 889,110
F	Non-Administrative Costs (ROPS Detail)	689,110
G	Administrative Costs (ROPS Detail)	200,000
H	Current Period Enforceable Obligations (A+E):	\$ 5,046,093

<u>Successor Agency Self-Reported Prior Period Adjustment to Current Period RPTTF Requested Funding</u>		
I	Enforceable Obligations funded with RPTTF (E):	889,110
J	Less Prior Period Adjustment (Report of Prior Period Adjustments Column S)	(88,571)
K	Adjusted Current Period RPTTF Requested Funding (I-J)	\$ 800,539

<u>County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding</u>		
L	Enforceable Obligations funded with RPTTF (E):	889,110
M	Less Prior Period Adjustment (Report of Prior Period Adjustments Column AA)	-
N	Adjusted Current Period RPTTF Requested Funding (L-M)	889,110

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
 /s/ _____
 Signature

 Date

Recognized Obligation Payment Schedule (ROPS 14-15B) - ROPS Detail
 January 1, 2015 through June 30, 2015
 (Report Amounts in Whole Dollars)

A Item #	B Project Name / Debt Obligation	C Obligation Type	D Contract/Agreement Execution Date	E Contract/Agreement Termination Date	F Payee	G Description/Project Scope	H Project Area	I Total Outstanding Debt or Obligation	J Retired	K Funding Source				N Non-Admin	O Admin	P Six-Month Total
										K Bond Proceeds	L Reserve Balance	M Other Funds	RPTTF			
1	2003 Tax Allocation Bonds Series A	Bonds Issued On or Before 12/15/2003	9/1/2004	9/1/2004	U.S. Bank National	Bonds issued to fund non-housing projects	Community Improvement Project Area	\$ 54,102,977	N	\$ 4,156,993	\$ -	\$ -	\$ 689,110	\$ 200,000	\$ 5,046,093	
2	2003 Tax Allocation Bonds Series B	Bonds Issued On or Before 12/31/10	9/1/2004	9/1/2004	U.S. Bank National Association	Bonds issued to fund housing projects	Community Improvement Project Area	\$ 10,410,100	N	\$ -	\$ -	\$ -	\$ 472,539	\$ -	\$ 472,539	
3	Fiscal Agent Fees	Fees	12/15/2003	9/1/2004	U.S. Bank National Association	Fees for fiscal agent services	Community Improvement Project Area	140,000	N	\$ -	\$ -	\$ -	\$ 179,071	\$ -	179,071	
4	Sewer Repairs	Fees	3/7/2011	9/1/2004	RBF Consulting	Contract for construction management services for sewer repair project	Community Improvement Project Area	277,877	N	277,877	\$ -	\$ -	\$ -	\$ -	277,877	
5	Wastewater Treatment Plant Repairs	Improvement/Infrastructure	3/7/2011	9/1/2004	Environ Strategy	Contract for repairs for wastewater treatment plant, collection system, and subwater distribution system	Community Improvement Project Area	29,106	N	29,106	\$ -	\$ -	\$ -	\$ -	29,106	
6	Pebble Beach Road Construction	Improvement/Infrastructure	3/7/2011	9/1/2004	Santa Catalina Island Company	Contract for road/stage improvements pursuant to agreement with Santa Catalina Island Company	Community Improvement Project Area	50,000	N	50,000	\$ -	\$ -	\$ -	\$ -	50,000	
10	Audit and Accounting Services	Admin Costs	8/17/2006	9/1/2004	Dieth, Evans & Company, State of California	Contract for annual financial audit and accounting services, including related costs with State Controller's Office	Community Improvement Project Area	-	N	-	\$ -	\$ -	\$ -	\$ -	-	
11	Legal Services (Related to Project Implementation of Enforceable Obligations)	Legal	9/1/2009	9/1/2004	Best Best & Krueger	General Counsel legal services	Community Improvement Project Area	2,988,921	N	-	\$ -	\$ -	\$ 25,000	\$ -	25,000	
13	Contract for General Plan, Housing Element, Local Coastal Plan Update, and CEQA	Professional Services	9/6/2010	9/1/2004	Rincon Consultants	Contract for Consulting Services for General Plan Update, Housing Element Update, LCP Amendment, and CEQA	Community Improvement Project Area	-	N	-	\$ -	\$ -	\$ -	\$ -	-	
14	SERAP Loan Repayment	SERAP/FEAP	7/2/2006	6/30/2015	Low and Moderate Income Housing Fund	Payment for housing facility, suspension of 20% severance to make SERAP payment	Community Improvement Project Area	-	N	-	\$ -	\$ -	\$ -	\$ -	-	
16	Continuing Bond Disclosure and Bond Arbitrage	Fees	12/15/2003	9/1/2004	Harrell & Co. Advisors and/or US Bank	Continuing disclosure reporting and bond arbitrage requirements for 2003 Tax Allocation Bonds Series A & B	Community Improvement Project Area	250,000	N	-	\$ -	\$ -	\$ 12,500	\$ -	12,500	
17	Cumulative Deferral Pass-through to County of Los Angeles	Miscellaneous	12/13/1993	9/1/2004	County of Los Angeles	Cumulative Deferral Pass-through Payments to County of Los Angeles Pursuant to 2003 Amendment No. 1 to Tax Sharing Agreement	Community Improvement Project Area	-	N	-	\$ -	\$ -	\$ -	\$ -	-	
18	Permitted Administrative Expense	Miscellaneous	12/13/1993	9/1/2004	City of Avalon	Permitted Administrative Expense Payments to City of Avalon Pursuant to Section 11.2 of 2003 Amendment No. 1 to Tax Sharing Agreement	Community Improvement Project Area	-	N	-	\$ -	\$ -	\$ -	\$ -	-	
19	Operational and Administrative Support of Successor Agency, Property Management and Maintenance, Office and Hardware Supplies	Admin Costs	1/1/2009	9/1/2004	Various Vendors	Supplies, professional services, financial reporting services, and property management and maintenance	Community Improvement Project Area	-	N	-	\$ -	\$ -	\$ -	\$ -	-	
20	Successor Agency Administrative Costs	Admin Costs	2/1/2012	9/1/2004	Employees of Successor Agency, Legal Counsel, Consultants, Various Other Vendors	All administrative/operational costs of the Successor Agency, including staffing, overhead, legal counsel, financial consulting, property maintenance, etc.	Community Improvement Project Area	4,950,000	N	-	\$ -	\$ -	\$ -	\$ 200,000	200,000	
21	Low and Moderate Income Housing Down Payment Assistance Program	Miscellaneous	2/19/2013	1/23/2014	Avalon Housing Authority	Pursuant to HSC Section 34176(g), the Avalon Housing Authority requested funding from the 2003 Housing Bond proceeds to replenish available funding in the Low and Moderate Income Housing Down Payment Assistance Program.	Community Improvement Project Area	-	N	-	\$ -	\$ -	\$ -	\$ -	-	

Recognized Obligation Payment Schedule (ROPS 14-15B) - ROPS Detail
January 1, 2015 through June 30, 2015
 (Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	I	J	K	L	M			N	O	P
												Funding Source					
Item #	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	Retired	Bond Proceeds	Reserve Balance	Other Funds	Non-Admin	Admin	Six-Month Total		
22	Exclusive Negotiating Agreement with Hamilton Pacific for Low and Moderate Income Housing Project and Related Capital Improvements Consistent with Bond Covenants for 2003 TAB Series B	Miscellaneous	9/16/2013	9/1/2034	Payee Avallon Housing Authority	Pursuant to HSC Section 34176(a), the Avallon Housing Authority has requested funding from the 2003 Housing Bond proceeds to fund a proposed affordable housing project and related capital improvements consistent with the bond covenants of the 2003 TAB Series B.	Community Improvement Project Area	3,600,000	N	3,600,000					3,600,000		
23	Lower Terrace Road Strengthening and Utility Protection Project - Capital Project Consistent with Bond Covenants for 2003 TAB Series A	Improvement/Infrastr	5/20/2013	9/1/2034	In Bid Process	Pre-2011 bond-funded capital project for infrastructure improvements consistent with the bond covenants of the 2003 TAB Series A.	Community Improvement Project Area		Y								
24	Housing Successor Entity Administrative Costs Allowance	Housing Entity Administrative Costs Allowance	7/18/2014	9/1/2034	Avallon Housing Authority	Administrative cost allowance permitted by 49427(HSC) Section 34171(b)			N								

Recognized Obligation Payment Schedule (ROPS 14-15B) - Report of Cash Balances

(Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	I						
									Fund Sources					
									Bond Proceeds		Reserve Balance		Other	RPTTF
Bonds Issued on or before 12/31/10	Bonds Issued on or after 01/01/11	Prior ROPS period balances and DDR retained	Prior ROPS RPTTF distributed as reserve for future period(s)	Rent, Grants, Interest, Etc.	Non-Admin and Admin									
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. For tips on how to complete the Report of Cash Balances Form, see https://rad.dof.ca.gov/rad-sa/pdf/Cash_Balance_Agency_Tips_Sheet.pdf .														
Cash Balance Information by ROPS Period														
ROPS 13-14B Actuals (01/01/14 - 06/30/14)														
1	Beginning Available Cash Balance (Actual 01/01/14)	6,040,036	-	-	-	-	-	-						
2	Revenue/Income (Actual 06/30/14) RPTTF amounts should tie to the ROPS 13-14B distribution from the County Auditor-Controller during January 2014	-	-	-	-	-	-	866,601	The \$211,615 of PAE funds were incorrectly added to the cash balance tab under other funds for the ROPS 14/15A period. These funds are treated as a pass-through payment as directed by DOF and have been removed to reflect this.					
3	Expenditures for ROPS 13-14B Enforceable Obligations (Actual 06/30/14) RPTTF amounts, H3 plus H4 should equal total reported actual expenditures in the Report of PPA, Columns L and Q	1,305,896	-	-	-	-	-	814,682						
4	Retention of Available Cash Balance (Actual 06/30/14) RPTTF amount retained should only include the amounts distributed for debt service reserve(s) approved in ROPS 13-14B	-	-	-	-	-	-	-						
5	ROPS 13-14B RPTTF Prior Period Adjustment RPTTF amount should tie to the self-reported ROPS 13-14B PPA in the Report of PPA, Column S	-	-	-	-	-	-	86,571	No entry required					
6	Ending Actual Available Cash Balance C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	4,734,140	-	-	-	-	-	(36,652)						
ROPS 14-15A Estimate (07/01/14 - 12/31/14)														
7	Beginning Available Cash Balance (Actual 07/01/14) (C, D, E, G = 4 + 6, F = H4 + F4 + F6, and H = 5 + 6)	4,734,140	-	-	-	-	-	51,919						
8	Revenue/Income (Estimate 12/31/14) RPTTF amounts should tie to the ROPS 14-15A distribution from the County Auditor-Controller during June 2014	-	-	-	-	-	-	1,678,642						
9	Expenditures for ROPS 14-15A Enforceable Obligations (Estimate 12/31/14)	4,620,000	-	-	-	-	-	1,721,768						
10	Retention of Available Cash Balance (Estimate 12/31/14) RPTTF amount retained should only include the amount distributed for debt service reserve(s) approved in ROPS 14-15A	-	-	-	-	-	-	-						
11	Ending Estimated Available Cash Balance (7 + 8 - 9 - 10)	114,140	-	-	-	-	-	2,793						


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. 14-06, 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 17, 2014, by the following vote:

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

and that the same has not been amended nor repealed.

Dated this 18th day of September, 2014.



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