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Americans with Disabilities Act ("ADA"): In compliance with the ADA, if you need special assistance to participate in the meeting, please contact the City Clerk's office at (323) 583-8811. Notification of at least 24 hours prior to the meeting or time when services are needed will assist the City staff in assuring that reasonable arrangements can be made to provide accessibility to the meeting or service.

**Agenda
Regular Meeting of the
Oversight Board of the Successor Agency
to the Redevelopment Agency of the City of Vernon
Thursday, September 3, 2015, 4:00 p.m.
Council Chamber, City Hall
4305 Santa Fe Avenue
Vernon, California**



**W. Michael McCormick, Chairperson
Jonathan S. Fuhrman, Vice Chairperson
William J. Davis, Board Member
Mary Gallagher, Board Member
David Vela, Board Member
Vacant, Board Member
Vacant, Board Member**

CALL TO ORDER & FLAG SALUTE

CHANGES TO THE AGENDA

PUBLIC COMMENT - At this time the public is encouraged to address the Oversight Board on any matter that is within the subject matter jurisdiction of the Board. The public will also be given a chance to comment on matters which are on the posted agenda during the Board's deliberation on those specific matters.

MINUTES – TO BE RECEIVED AND FILED

1. [Minutes of the Special Meeting of the Oversight Board of the Successor Agency to the Redevelopment Agency of the City of Vernon held May 26, 2015.](#)

ACTION ITEMS

2. [A Resolution of the Oversight Board of the Successor Agency to the Redevelopment Agency of the City of Vernon adopting, approving, and ratifying the recognized obligation payment schedule for the period January 1, 2016 through June 30, 2016, and approving certain related actions pursuant to California Health & Safety Code Sections 34177\(l\), 34177\(m\) and 34180\(g\).](#)

Recommendation:

- A. Find that adoption of the proposed resolution for approval of the Recognized Obligation Payment Schedule for 2015-2016 Period B (January 1, 2016 through June 30, 2016) is exempt under the California Environmental Quality Act (“CEQA”) in accordance with Section 15061(b)(3), the general rule that CEQA only applies to projects that may have an effect on the environment; and
- B. Successor Agency staff recommends the Oversight Board adopt and approve the resolution to approve the forward-looking recognized obligation payment schedule (“ROPS”) substantially in the form as presented with the resolution.

ORAL REPORTS

3. Brief reports on activities, other brief announcements, and directives to staff.

ADJOURNMENT

I hereby certify under penalty of perjury under the laws of the State of California, that the foregoing agenda was posted on the bulletin board at the main entrance of the City of Vernon City Hall, located at 4305 Santa Fe Avenue, Vernon, California, and on the City’s website, not less than 72 hours prior to the meeting set forth on this agenda. Dated this 27th day of August 2015.

By: _____
Maria E. Ayala, Secretary

MINUTES OF THE SPECIAL MEETING OF THE
OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE
REDEVELOPMENT AGENCY OF THE CITY OF VERNON
HELD TUESDAY, MAY 26, 2015, IN THE
COUNCIL CHAMBER OF THE CITY HALL LOCATED AT
4305 SANTA FE AVENUE, VERNON, CALIFORNIA AND VIA
TELECONFERENCE AT 3220 E SIERRA MADRE BOULEVARD,
PASADENA, CA 91107

MEMBERS PRESENT: W. Michael McCormick, Jonathan S. Fuhrman (via teleconference), David Vela, William J. Davis, and Mary Gallagher

MEMBERS ABSENT: None.

The meeting was called to order at 4:07 p.m. by Chairperson McCormick who also led the flag salute.

CHANGES TO THE AGENDA

Chairperson McCormick announced that there are no changes to the agenda.

PUBLIC COMMENT

Chairperson McCormick announced that this was the time allotted for public comment and inquired whether anyone in the audience wished to address the Board. No one responded.

MINUTES – TO BE RECEIVED AN FILED

- 1. Minutes of the Regular Meeting of the Oversight Board of the Successor Agency to the Redevelopment Agency of the City of Vernon held February 5, 2015.**

It was moved by Davis and seconded by Vela to approve the February 5, 2015 Minutes. Motion carried, 5-0,

ACTION ITEMS

- 2. Resolution No. OB-38 -A Resolution of the Oversight Board of the Successor Agency to the Redevelopment Agency of the City of Vernon approving and authorizing the execution of an attorney services agreement by and between the City of Vernon and Best Best & Kreiger, LLP regarding redevelopment dissolution and the City's Successor Agency.**

Recommendation:

- A. Find that adoption of the proposed resolution for approval and authorization to enter into an Attorney Service Agreement with Best Best & Krieger, LLP to serve as associate counsel is exempt under the California Environmental Quality Act ("CEQA") in accordance with Section 15061(b)(3), the general rule that CEQA only applies to projects that may have an effect on the environment; and
- B. Adopt the proposed resolution for approval and authorization to enter into an Attorney Service Agreement with Best Best & Krieger, LLP to service as associate counsel.

Successor Agency Staff Alex Kung conducted the oral report on the proposed. Kung responded to various questions from the Board regarding the request for proposals.

It was moved by Gallagher and seconded by Davis to approve Resolution No. OB-38. Motion carried, 4-1 with Fuhrman in opposition.

3. **Resolution No. OB-39 - A Resolution of the Oversight Board of the Successor Agency to the Redevelopment Agency of the City of Vernon setting the date, time and place for regular meetings.**

Recommendation:

- A. Find that adoption of the proposed resolution to modify the date and time of regular meetings of the Oversight Board for the Successor Agency for the Former Vernon Redevelopment Agency is exempt under the California Environmental Quality Act (“CEQA”) in accordance with Section 15061(b)(3), the general rule that CEQA only applies to projects that may have a significant effect on the environment; and
- B. Adopt the proposed resolution to modify the date and time of regular meetings of the Oversight Board for the Former Vernon Redevelopment Agency to the first Thursday in February and September at 4 pm.

Successor Agency Staff Alex Kung reported on the proposed.

It was moved by Gallagher and seconded by Davis to approve Resolution No. OB-39. Motion carried, 5-0.

ORAL REPORTS

- 4. Brief reports on activities, other brief announcements, and directives to staff.

Successor Agency Staff Alex provided a financial update on bond reserves and the potential impact of the governor’s May budget revision.

With no further business, at 4:18 p.m., the meeting was adjourned.

W. Michael McCormick
Chairperson

ATTEST:

Maria E. Ayala
Secretary



RECEIVED

AUG 27 2015

CITY CLERK'S OFFICE

STAFF REPORT
SUCCESSOR AGENCY FOR THE
FORMER VERNON REDEVELOPMENT AGENCY

DATE: September 3, 2015

TO: Honorable Chairperson and Members of the Oversight Board for the Successor Agency

FROM: Mark C. Whitworth, Successor Agency Executive Director
Originator: Alex Kung, Successor Agency Staff *AK* 

RE: Recognized Obligation Payment Schedule for 2015-2016 Period B (January 1, 2016 through June 30, 2016)

Recommendation

- A. Find that adoption of the proposed resolution for approval of the Recognized Obligation Payment Schedule for 2015-2016 Period B (January 1, 2016 through June 30, 2016) is exempt under the California Environmental Quality Act ("CEQA") in accordance with Section 15061(b)(3), the general rule that CEQA only applies to projects that may have an effect on the environment; and
- B. Successor Agency staff recommends the Oversight Board adopt and approve the attached resolution to approve the attached forward-looking recognized obligation payment schedule ("ROPS") substantially in the form as presented.

Background

Pursuant to Health & Safety Code sections 34177(m) and 34180(g), the Successor Agency must submit its' ROPS for the six months beginning January 1, 2016 through June 30, 2016 by October 5, 2015. This action requires Oversight Board approval.

The Successor Agency staff prepared the ROPS for the above period and circulated the ROPS for the September 1, 2015 Successor Agency and the September 3, 2015 Oversight Board meeting.

Fiscal Impact

The Agency will be requesting \$1,651,751 in Redevelopment Property Tax monies from the Department of Finance.

Attachment(s)

- 1) 2015-2016 Period B ROPS schedule.

RESOLUTION NO. OB-

A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF VERNON ADOPTING, APPROVING, AND RATIFYING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR THE PERIOD JANUARY 1, 2016 THROUGH JUNE 30, 2016, AND APPROVING CERTAIN RELATED ACTIONS PURSUANT TO CALIFORNIA HEALTH & SAFETY CODE SECTIONS 34177(1), 34177(m) AND 34180(g)

WHEREAS, on September 3, 2015, the Oversight Board of the Successor Agency to the Redevelopment Agency to the City of Vernon ("Oversight Board") considered the adoption, approval and ratification of the Recognized Obligation Payment Schedule of the Successor Agency to the former Vernon Redevelopment Agency for the reporting period of January 1, 2016 through June 30, 2016 ("ROPS") using the electronic-version of the recognized obligation payment schedule provided to the Successor Agency by the Department of Finance ("Finance"); and

WHEREAS, on September 3, 2015, the Oversight Board approved the ROPS with the express authorization to allow staff of the Successor Agency to the former Vernon Redevelopment Agency ("Successor Agency") to negotiate with the Los Angeles County Auditor-Controller to assure the prior period adjustments are accurately reflected and that there is sufficient funding appropriately set aside to satisfy indebtedness of the former Vernon Redevelopment Agency, including the Series 2005 and 2011 bonds; and

WHEREAS, in furtherance of the foregoing recitals, the Oversight Board desires to adopt, approve, and ratify the ROPS attached hereto and instruct staff and special counsel to the Successor Agency to negotiate with the Los Angeles County Auditor-Controller and Finance, as and if appropriate, following the

September 1, 2015, meeting of the Oversight Board, to assure the goals and desires of the Oversight Board in this resolution are carried out.

NOW, THEREFORE, BE IT RESOLVED BY THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF VERNON AS FOLLOWS:

SECTION 1: The Oversight Board of the Successor Agency to the Redevelopment Agency of the City of Vernon hereby finds and determines that the above recitals are true and correct.

SECTION 2: The Oversight Board of the Successor Agency to the Redevelopment Agency of the City of Vernon hereby adopts, approves, and ratifies the ROPS, in the form attached to this Resolution as Exhibit A, pursuant to California Health & Safety Code sections 34177(1), 34177(m), and 34180(g).

SECTION 3: Pursuant to California Health & Safety Code section 34179(h), Finance may review an Oversight Board action. An action of the Oversight Board shall become effective five business days after notice in the manner specified by Finance is provided unless Finance requests review. The Assistant Executive Director of the Successor Agency, Mr. Alex Kung, c/o Vernon City Hall, 4305 Santa Fe Avenue, Vernon, CA 90058 Telephone (323) 583-8811 Extension 355 (akung@ci.vernon.ca.us) is designated as the official for notice of review by Finance. Except as otherwise provided in California Health & Safety Code section 34179(h), in the event Finance requests a review of a given oversight board action, Finance shall have 40 days from the date of this request to approve the Oversight Board action or return it to the Oversight Board for reconsideration; the Oversight Board shall resubmit the modified action for Finance approval and the modified Oversight Board action shall not become effective until approved by

Finance.

SECTION 4: The Secretary of the Oversight Board, shall certify to the passage, approval and adoption of this resolution, and the Secretary shall cause this resolution and the Secretary's certification to be properly filed.

APPROVED AND ADOPTED this 3rd day of September, 2015.

Name: _____

Title: Chairman / Vice Chairman

ATTEST:

Maria E. Ayala, Secretary

STATE OF CALIFORNIA)
) ss
COUNTY OF LOS ANGELES)

I, Maria E. Ayala, acting on behalf of the Oversight Board as its Secretary, do hereby certify that the foregoing Resolution, being Resolution No. OB-__, was duly passed, approved and adopted by the Oversight Board of the Successor Agency to the Redevelopment Agency of the City of Vernon at a adjourned regular meeting of the Oversight Board duly held on Thursday, September 3, 2015, and thereafter was duly signed by the Chairman or Vice Chairman of the Oversight Board.

Executed this ____ day of September, 2015, at Vernon, California.

Maria E. Ayala, Secretary

(SEAL)

EXHIBIT A

Recognized Obligation Payment Schedule (ROPS 15-16B) - Summary

Filed for the January 1, 2016 through June 30, 2016 Period

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

| Current Period Requested Funding for Outstanding Debt or Obligation | Six-Month Total |
|---|---------------------|
| Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding Sources (B+C+D): | \$ - |
| A Bond Proceeds Funding (ROPS Detail) | - |
| B Reserve Balance Funding (ROPS Detail) | - |
| C Other Funding (ROPS Detail) | - |
| Enforceable Obligations Funded with RPTTF Funding (F+G): | \$ 1,651,751 |
| F Non-Administrative Costs (ROPS Detail) | 1,646,751 |
| G Administrative Costs (ROPS Detail) | 5,000 |
| Total Current Period Enforceable Obligations (A+E): | \$ 1,651,751 |

| | |
|---|---------------------|
| Successor Agency Self-Reported Prior Period Adjustment to Current Period RPTTF Requested Funding | 1,651,751 |
| I Enforceable Obligations funded with RPTTF (E): | 1,651,751 |
| J Less Prior Period Adjustment (Report of Prior Period Adjustments Column S) | - |
| Adjusted Current Period RPTTF Requested Funding (I-J) | \$ 1,651,751 |

| | |
|---|------------------|
| County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding | 1,651,751 |
| L Enforceable Obligations funded with RPTTF (E): | 1,651,751 |
| M Less Prior Period Adjustment (Report of Prior Period Adjustments Column AA) | - |
| Adjusted Current Period RPTTF Requested Funding (L-M) | 1,651,751 |

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

Vernon Recognized Obligation Payment Schedule (ROPS 15-16B) - Report of Cash Balances
(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

| 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 RPTTF balances retained | Prior ROPS RPTTF distributed as reserve for future period(s) | Rent, Grants, Interest, Etc. | Non-Admin and Admin | | | | | | | | | |
| Cash Balance Information by ROPS Period | | | | | | | | | | | | | | |
| ROPS 14-15B Actuals (01/01/15 - 06/30/15) | | | | | | | | | | | | | | |
| 1 | Beginning Available Cash Balance (Actual 01/01/15) | 4,614,221 | 6,626,551 | | 12,135,534 | - | | | | | | | | |
| 2 | Revenue/Income (Actual 06/30/15) RPTTF amounts should lie to the ROPS 14-15B distribution from the County Auditor-Controller during January 2015 | | | | | 39,137 | | | | | | | | |
| 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 | 380,967 | 1,291,940 | | 25,845 | | | | | | | | | |
| 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 lie 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) | \$ 4,233,254 | \$ 5,334,611 | \$ - | \$ 12,109,689 | \$ 39,137 | \$ - | | | | | | | |
| ROPS 15-16A Estimate (07/01/15 - 12/31/15) | | | | | | | | | | | | | | |
| 7 | Beginning Available Cash Balance (Actual 07/01/15) (C, D, E, G = 4 + 6, F = H4 + F4 + F6, and H = 5 + 6) | \$ 4,233,254 | \$ 5,334,611 | \$ - | \$ 12,109,689 | \$ 39,137 | \$ - | | | | | | | |
| 8 | Revenue/Income (Estimate 12/31/15) RPTTF amounts should lie to the ROPS 15-16A distribution from the County Auditor-Controller during June 2015 | | | | | | | | | | | | | |
| 9 | Expenditures for ROPS 15-16A Enforceable Obligations (Estimate 12/31/15) | | | | | | | | | | | | | |
| 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) | \$ 4,233,254 | \$ 5,334,611 | \$ - | \$ 12,109,689 | \$ 39,137 | \$ - | | | | | | | |

