



OVERSIGHT BOARD MEETING AGENDA

Monday, January 25, 2016
4:00 P.M.

Douglas Fir Room
2120 Milvia Street, 1st Floor
Berkeley, CA

All agenda items are for Discussion and Possible Action. Public Comment Policy: Members of the public may speak on any items on the Agenda and items not on the Agenda during the initial Public Comment period. Members of the public may also comment on any item listed on the agenda as the item is taken up. Members of the public may not speak more than once on any given item. The Chair may limit public comments to 3 minutes or less.

1. Roll Call
2. Public Comment
3. Agenda Approval
4. Approval of Minutes of September 21, 2015 Meeting [Action Item, Attachment 1]
5. Review and Approve the Recognized Obligations Payment Schedule 16-17 (for the period of July 1, 2016 through June 30, 2017 Announcements
 - With the passage of Senate Bill 107, pursuant to HSC section 34179 (h) (1) (B), the Agency is not required to submit an OB approved administrative budget to Finance.
 - Pursuant to HSC section 34179.7 (o) (1), commencing with the ROPS covering the period from July 1, 2016 to June 30, 2017 and thereafter, agencies shall submit an oversight board approved annual ROPS. Therefore, the Oversight Board will no longer meet on a quarterly basis. The next scheduled meeting is January 23, 2017.
6. Adjourn

ATTACHMENTS:

1. Draft Minutes of September 21, 2015, Oversight Board Meeting
2. Staff Report, Recognized Obligations Payment Schedule
Exhibit A: ROPS 16-17



Time: 4:16 p.m.

**Douglas Fir Room
Permit Service Center
2120 Milvia Street – Berkeley, CA
Secretary – Amy Davidson, (510) 981-5406**

Draft Minutes of the September 21, 2015 Oversight Board Meeting

1. Attendance: Present: Arreguin, Hardaway, Harper and Riddle. Absent: Carson and Decredico. Staff: Davidson. Members of the Public: 0

2. Public Comment.

None.

3. Agenda Approval

A motion to approve the agenda was passed. [M/S/C: Riddle/Harper. Ayes: Arreguin, Hardaway, Harper and Riddle. Noes: None. Abstentions: None.]

4. Approval of Minutes of September 14, 2015 Meeting

A motion to approve the minutes of the September 14, 2015 meeting was passed. [M/S/C: Riddle/Hardaway. Ayes: Arreguin, Hardaway, Harper and Riddle. Noes: None. Abstentions: None.]

5. Review and Approve the Administrative Budget

A motion to adopt a resolution approving Administrative Budget Option 3 with a total administrative budget of \$32,518.77 for the ROPS period 15-16B passed unanimously. [M/S/C: Harper/Riddle. Ayes: Arreguin, Hardaway, Harper and Riddle. Noes: None. Abstentions: None.]

Resolution 2016-01-N.S.

6. Review and Approve the Recognized Obligations Payment Schedule 15-16B (for the period of January 1, 2016 through June 30, 2016)

A motion to adopt a resolution approving the ROPS 15-16B, amended with the Administrative Budget as adopted in item 5 above, passed unanimously. [M/S/C: Riddle/Harper. Ayes: Arreguin, Hardaway, Harper and Riddle. Noes: None. Abstentions: None.]

Resolution 2016-02-N.S.

7. Announcements

The next meeting was scheduled for Monday, January 11, 2016 at 4:00 pm.

8. Adjourn.

The meeting was adjourned at 4:30 p.m. [M/S/C: Riddle/Hardaway. Ayes: Arreguin, Hardaway, Harper and Riddle. Noes: None. Abstentions: None.]

Approved on January 11, 2016

_____, Amy Davidson, Secretary

*Berkeley
Redevelopment
Successor*

STAFF REPORT
January 25, 2016

To: Berkeley Redevelopment Successor Agency Oversight Board
From: Eric Angstadt, Director, Planning and Development
Subject: Annual Recognized Obligation Payment Schedule (ROPS 16-17): July 1, 2016 – June 30, 2017

RECOMMENDATION

Adopt a Resolution approving an Annual Recognized Obligation Payment Schedule (ROPS 16-17) for the period commencing on July 1, 2016 and ending June 30, 2017.

FISCAL IMPACTS OF RECOMMENDATION

Adopting the ROPS does not create any new unfunded fiscal obligations for the City. If adopted, it will authorize payment from the Redevelopment Property Tax Trust Fund (RPTTF) for enforceable obligations.

CURRENT SITUATION AND ITS EFFECTS

Pursuant to HSC section 34179.7 (o) (1), commencing with the ROPS covering the period from July 1, 2016 to June 30, 2017 and thereafter, agencies shall submit an oversight board approved annual ROPS to Finance and the County Auditor-Controller by February 1, 2016 and each February 1 thereafter.

The Successor Agency is no longer required to submit an administrative budget for review and approval. Pursuant to HSC section 34171 (b), effective July 1, 2016, the administrative cost allowance will be calculated based on a formula provided by the Department of Finance.

The payments as listed below and in the ROPS 16-17 are anticipated to be made from Successor Agency funds between July 1, 2016 and June 30, 2017.

| Description | Non- Administrative | Administrative |
|---|---------------------|----------------|
| Savo Island Loan Payable - 2001 Loan from the COB Retiree Health Benefits Trust | \$57,280 | |
| \$1M Bond - Issued in 1997 for affordable housing purposes | \$676,860 | |
| Administrative Costs | | \$36,240 |

1. Savo Island Loan Payable – This item is a 2001 loan from the City of Berkeley Retiree Health Benefits Trust to the former RDA that was used for affordable housing purposes. The payment is based on the debt service payment schedule.
2. \$1 Million Bond – These bonds, were issued in 1997 for affordable housing purposes. The repayment terms are limited by a statutory formula. According to the County Auditor-Controller's report, the ROPS residual pass-through amount distributed to the taxing entities for fiscal year 2012-13 and 2015-16 are \$444,456 and \$1,798,176, respectively. Pursuant to the repayment formula, the maximum repayment amount authorized for fiscal year 2016-17 is \$676,860.
3. Administrative Costs – Direct labor expenses for Successor Agency staff carrying out the necessary actions to wind down the Agency's affairs.

BACKGROUND

Upon dissolution of the Berkeley Redevelopment Agency on February 1, 2012 pursuant to AB X1 26, the Successor Agency to the Berkeley Redevelopment Agency was constituted and is governed by the members of the City Council.

The Successor Agency was required to prepare Recognized Obligation Payment Schedules prior to each six-month fiscal period. The ROPS were designated as A or B. When the ROPS had a designation of A at the end it was from July 1 to December 31 of the year listed. When the ROPS had a designation of B at the end it was from January 1 to June 30. All prior ROPS were subsequently approved by the Oversight Board and the Department of Finance.

RATIONALE FOR RECOMMENDATION

Adoption of a recognized obligation payment schedule will allow the City, acting as Successor Agency, to comply with state law and will allow required payments to be made.

CONTACT PERSON

Eric Angstadt, Director, Planning and Development, 510-981-7401

Attachments:

1: Resolution

Exhibit A: ROPS 16-17

RESOLUTION NO. ##,###-N.S.

RESOLUTION OF THE OVERSIGHT BOARD TO THE SUCCESSOR AGENCY FOR THE REDEVELOPMENT AGENCY OF THE CITY OF BERKELEY APPROVING THE ANNUAL RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS16-17) FOR THE PERIOD JULY 1, 2016 THROUGH JUNE 30, 2017

WHEREAS, consistent with Health and Safety Code Section 34173(d), the City of Berkeley elected to become the Successor Agency to the former Redevelopment Agency of the City of Berkeley; and

WHEREAS, Assembly Bill 1484, required the Berkeley Redevelopment Successor Agency to prepare a Recognized Obligation Payment Schedule (ROPS) prior to each six-month fiscal period; and

WHEREAS, pursuant to HSC section 34179.7 (o) (1), commencing with the ROPS covering the period from July 1, 2016 to June 30, 2017 and thereafter, agencies shall submit an oversight board approved annual ROPS; and

WHEREAS, the ROPS shall be submitted for review to the State Department of Finance and the County Auditor-Controller by February 1, 2016 and each February 1 thereafter.

NOW THEREFORE, BE IT RESOLVED by the Berkeley Redevelopment Successor Agency Oversight Board, that it hereby approves the Annual Recognized Obligation Payment Schedule (ROPS 16-17), attached hereto as Exhibit A.

Recognized Obligation Payment Schedule (ROPS 16-17) - Summary

Filed for the July 1, 2016 through June 30, 2017 Period

Successor Agency: Berkeley
 County: Alameda

| Current Period Requested Funding for Enforceable Obligations (ROPS Detail) | | 16-17A Total | 16-17B Total | ROPS 16-17 Total |
|--|---|---------------------|---------------------|-----------------------------|
| Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding | | | | |
| A | Sources (B+C+D): | \$ - | \$ - | \$ - |
| B | Bond Proceeds Funding | - | - | - |
| C | Reserve Balance Funding | - | - | - |
| D | Other Funding | - | - | - |
| E | Enforceable Obligations Funded with RPTTF Funding (F+G): | \$ 737,660 | \$ 32,720 | \$ 770,380 |
| F | Non-Administrative Costs | 719,540 | 14,600 | 734,140 |
| G | Administrative Costs | 18,120 | 18,120 | 36,240 |
| H | Current Period Enforceable Obligations (A+E): | \$ 737,660 | \$ 32,720 | \$ 770,380 |

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

Berkeley Recognized Obligation Payment Schedule (ROPS 16-17) - ROPS Detail

July 1, 2016 through June 30, 2017

(Report Amounts in Whole Dollars)

| A | B | C | D | E | F | G | H | I | J | K | L | M | N | O | P | Q | R | S | T | U | V | W |
|--------|------------------------------|-----------------|-----------------------------------|-------------------------------------|-------|---------------------------|--------------|--------------------------------------|---------|------------------|---|-----------------|-------------|-----------|-------|--------------|---|-----------------|-------------|-----------|-------|--------------|
| | | | | | | | | | | | 16-17A | | | | | | 16-17B | | | | | |
| | | | | | | | | | | | Non-Redevelopment Property Tax Trust Fund (Non-RPTTF) | | | RPTTF | | | Non-Redevelopment Property Tax Trust Fund (Non-RPTTF) | | | RPTTF | | |
| 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 | ROPS 16-17 Total | Bond Proceeds | Reserve Balance | Other Funds | Non-Admin | Admin | 16-17A Total | Bond Proceeds | Reserve Balance | Other Funds | Non-Admin | Admin | 16-17B Total |
| 110 | | | | | | | | | N | \$ - | | | | | | \$ - | | | | | | \$ - |

**Berkeley Recognized Obligation Payment Schedule (ROPS 16-17) - Report of Cash Balances
(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. 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 | | |
| | Cash Balance Information by ROPS Period | 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 | Comments | |
| ROPS 15-16A Actuals (07/01/15 - 12/31/15) | | | | | | | | | |
| 1 | Beginning Available Cash Balance (Actual 07/01/15) | | | | | 124,586 | 120,097 | 6/30/15 Ending balance \$312,763 (51,175+124,586+68,922+68,080) | |
| 2 | Revenue/Income (Actual 12/31/15) RPTTF amounts should tie to the ROPS 15-16A distribution from the County Auditor-Controller during June 2015 | | | | | 2 | 68,080 | June 2015 Receipts | |
| 3 | Expenditures for ROPS 15-16A Enforceable Obligations (Actual 12/31/15) | | | | | 41,680 | 76,544 | Savo Loan \$41,680 for September 1st | |
| 4 | Retention of Available Cash Balance (Actual 12/31/15) RPTTF amount retained should only include the amounts distributed as reserve for future period(s) | | | | | | | | |
| 5 | ROPS 15-16A RPTTF Balances Remaining | No entry required | | | | | | | |
| 6 | Ending Actual Available Cash Balance C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5) | \$ - | \$ - | \$ - | \$ - | \$ 82,908 | \$ 111,633 | 12/31/15 Balance \$194,541.14 (38,713.84+153,093.78+2,73 | |
| ROPS 15-16B Estimate (01/01/16 - 06/30/16) | | | | | | | | | |
| 7 | Beginning Available Cash Balance (Actual 01/01/16) (C, D, E, G = 4 + 6, F = H4 + F4 + F6, and H = 5 + 6) | \$ - | \$ - | \$ - | \$ - | \$ 82,908 | \$ 111,633 | | |
| 8 | Revenue/Income (Estimate 06/30/16) RPTTF amounts should tie to the ROPS 15-16B distribution from the County Auditor-Controller during January 2016 | | | | | | | - none was received in January 2016 | |
| 9 | Expenditures for ROPS 15-16B Enforceable Obligations (Estimate 06/30/16) | | | | | 15,680 | 34,127 | \$15,680 3/1/16 Debt Svc Pmnt for Savo Loan | |
| 10 | Retention of Available Cash Balance (Estimate 06/30/16) 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) | \$ - | \$ - | \$ - | \$ - | \$ 67,228 | \$ 77,506 | | |