



SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF SANTA BARBARA

OVERSIGHT BOARD AGENDA REPORT

AGENDA DATE: August 20, 2012
TO: Oversight Board Members
FROM: Successor Agency Staff
SUBJECT: Oversight Board Approval of the Third Recognized Obligation Payment Schedule and Administrative Budget

RECOMMENDATIONS: That the Oversight Board:

- A. Approve the Third Recognized Obligation Payment Schedule, as amended, for the period of January 1, 2013 – June 30, 2013; and,
- B. Approve the Proposed Administrative Budget for the Period of January 1, 2013 to June 30, 2013.
- C. A Resolution of the Oversight Board of the Successor Agency to the Redevelopment Agency of the City of Santa Barbara Approving the Final Enforceable Obligation Payment Schedule For The Period of January 1, 2013 Through June 30, 2013 and Approving the Successor Agency Administrative Budget for the Period of January 1, 2013 Through June 30, 2013.

DISCUSSION:

Recognized Obligation Payment Schedule: According to AB 26, in order for a monetary obligation incurred by a former redevelopment agency to be paid by a successor agency, that obligation must be listed on an EOPS and, once the ROPS is valid, on the Recognized Obligation Payment Schedule (ROPS). Review and approval of the ROPS is an extremely important function of the Oversight Board. Health and Safety Code 34179(i) states that Oversight Boards have the fiduciary responsibilities to holders of enforceable obligations and the taxing entities that benefit from distributions of property tax and other revenues.

The Successor Agency to the Redevelopment Agency of the City of Santa Barbara has prepared and adopted the Third Recognized Obligation Payment Schedule (ROPS). The purpose of the ROPS is to identify enforceable obligations of the Successor Agency. An enforceable obligation is defined in Health and Safety Code Section 34171(d)(1) and further clarified in (d)(2) and (d)(3).

The Third ROPS was approved by the Successor Agency at their meeting of August 14, 2012. Staff will be reviewing the ROPS with the Oversight Board at the August 20, 2012 meeting.

Proposed Administrative Budget:

The proposed Administrative Budget (Attachment 2) will cover the period of January 1, 2013 through June 30, 2013. It includes personnel costs of employees administering the dissolution of the RDA and transferring remaining assets to the Successor Agency, supplies and materials, and other maintenance and support costs. The total administrative budget is \$195,000.

The City Council serving as the Successor Agency to the Redevelopment Agency of the City of Santa Barbara approved the proposed Administrative Budget at its meeting on August 14, 2012.

- ATTACHMENT:**
1. Proposed Third ROPS
 2. Administrative Budget February 1, 2012 – June 30, 2012

PREPARED BY / SUBMITTED BY: Brian J. Bosse, Waterfront Business Manager