

**SAN GABRIEL SUCCESSOR AGENCY OVERSIGHT BOARD
MINUTES**

Monday, February 17, 2014
Community Development Department Conference Room
410 McGroarty Street
San Gabriel, California 91776

1. CALL TO ORDER/ROLL CALL

Board Chair Hamid Behdad of the Appointee, Chancellor of the California Community Colleges
Board Vice Chair Thomas Marston, Appointee of the Mayor City of San Gabriel
Board Member Frank Cheng, Appointee of the Los Angeles County Library
Board Member Annie Huang, Appointee of the Los Angeles County Board of Supervisors
Board Member David Sweeney, Appointee of the Los Angeles Board of Supervisors

Absent:

Board Member David R. Gutierrez, Appointee of the Mayor City of San Gabriel
Board Member Maria “Nonette” Martin, Appointee of the Los Angeles County Board of Education

Also present were:

Teresa L. Highsmith, Oversight Board Attorney. San Gabriel Successor Agency
Peter Wallin, Deputy City Attorney, City of San Gabriel
Diane Hadland, Successor Agency Staff, City of San Gabriel
Camille Paton, Deputy City Clerk, City of San Gabriel
Cesar Hernandez, Los Angeles County Commission Services

2. PUBLIC COMMENT

PUBLIC COMMENT: PURSUANT TO GOVERNMENT CODE SECTION 54954.3, THIS IS THE TIME PROVIDED FOR MEMBERS OF THE PUBLIC TO ADDRESS THE COUNCIL ON ITEMS OF INTEREST THAT ARE NOT ON THE AGENDA WITHIN THE SUBJECT MATTER JURISDICTION OF THE OVERSIGHT BOARD.

There was no one from the audience who wished to speak. Hamid Behdad thanked members for making the effort to make the meeting on President’s Day.

3. MINUTES OF REGULAR BOARD MEETING OF September 11, 2014 MEETING

MOTION: Moved by Board Member Sweeny, seconded by Board Member Behdad to approve the minutes of Special Meeting of September 11, 2014. Motion carried 5-0.

4. OLD BUSINESS

a. DISSOLUTION STATUS REPORT

Diane Hadland presented the report to bring board members up to date since the last Oversight Board Meeting. The first item was the result of no findings from State Auditor Controller's onetime audit of Successor Agency activities.

The second item was the approval of ROPS 2013-14B from the Department of Finance (DOF). The DOF made some minor changes to the ROPS 13-14B that the Successor Agency did not contest. One change was to take some project expenditures and move them into the administrative allowance cap. DOF also found that the Successor Agency received more administrative costs in the previous 6 month period and so the overall administrative amount to be received was reduced.

The final item was the Property Management Plan that was approved by the State and the property in question was transferred to New Century, LLC in December of 2013. This status report was received and filed.

b. ADOPTION OF RESOLUTION OB NO. 14-01 MAKING CERTAIN FINDINGS AND APPROVING THE REESTABLISHMENT OF A CITY/AGENCY LOAN PURSUANT TO HEALTH AND SAFETY CODE SECTION 34191.4.

Diane Hadland presented the staff report which included the history of the City/Agency Loan and the new DOF terms which will be used for repayment. Chair Behdad inquired about the loan and its former status of not being an enforceable obligation. Ms. Hadland and General Counsel Highsmith explained the history of DOF refining the interpretation of the statute. Board Member Huang asked when the LAIF rate will begin on the loan. Diane Hadland clarified that the according to her interpretation, the rate applies to the remaining balance and since what is remaining on the City loan is principal, there is no recalculation but if it was accrued interest and principal it would be recalculated back when it was initially advanced. Board Member Cheng pointed out that language in this section in the Health and Safety Code is up to interpretation and there will continue to be challenges. Board Member Cheng asked if this is approved by the Board, is there estimation as to when this loan will be paid off. Ms. Hadland directed the board to look at Exhibit I of Attachment B of the Resolution which includes the estimated duration of the loan.

MOTION: Moved by Board Member Sweeney, seconded by Board Member Cheng to adopt Resolution No. OB 14-01 making certain findings and approving the reestablishment of a City/Agency Loan pursuant to Health and safety Code Section 34191.4.. Motion carried 5-0.

AYES:

Board Chair Hamid Behdad
Board Vice Chair Thomas Marston
Board Member Frank Cheng
Board Member Annie Huang
Board Member David Sweeney

ABSENT:

Board Member David R. Gutierrez
Board Member Maria “Nonette” Martin

5. NEW BUSINESS

- a. ADOPTION OF RESOLUTION NO. OB 14-02 APPROVING THE 2014-15A RECOGNIZED OBLIGATION PAYMENT SCHEDULE (SIXTH ROPS), FOR THE FISCAL PERIOD FROM JULY 1 TO DECEMBER 31, 2014 AND THE SUCCESSOR AGENCY ADMINISTRATIVE BUDGET PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177(J).

Diane Hadland provided the staff report and a summary of items remaining as enforceable obligations on the proposed ROPS funding. The board had no questions for the Successor Agency staff.

MOTION: Moved by Board Member Cheng, seconded by Board Member Sweeney to approve Resolution No. OB 14-02 approving the ROPS 2014-15A for the period from July 1, 2014 to December 31, 2014, and the successor agency administrative budget pursuant to health and safety code section 34177(j) Motion carried 5-0.

Deputy City Clerk Paton called a roll call vote.

AYES:

Board Chair Hamid Behdad
Board Vice Chair Thomas Marston
Member Frank Cheng
Board Member Annie Huang,
Board Member David Sweeney

ABSENT:

Board Member David R. Gutierrez
Board Member Maria “Nonette” Martin

6. BOARD ITEMS

Chair Behdad requested a summary of what is to be expected in the coming months or next agenda. Ms. Hadland told the board that she did not foresee any additional items until the next ROPS. The next ROPS is due in October of 2014. Board Member Cheng asked if the Successor Agency is taking advantage of the Infrastructure Financing District. Diane didn't believe that City is at this point in time.

7. ADJOURNMENT

Adjournment to the regular Board meeting of September 22, 2014, commencing at 10:00 a.m. in the City of San Gabriel Community Development Department Conference Room, 410 McGroarty Street.

Oversight Board actions are subject to review by the California State Department of Finance. As such, the Oversight Board Actions shall not be effective for five days pending a request for review by the Department of Finance.



Camille Paton, Deputy City Clerk



Hamid Behdad, Chair