

**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

267



FROM: Successor Agency to the Redevelopment Agency

SUBMITTAL DATE:
June 07, 2012

SUBJECT: Adoption of Administrative Budget for the Successor Agency to the Redevelopment Agency

RECOMMENDED MOTION: That the Board of Supervisors:

1. Adopt the Administrative Budget for the Successor Agency to the Redevelopment Agency for the period of July 1, 2012 through December 31, 2012 pursuant to ABx1 26; and,
2. Authorize staff to forward the Administrative Budget to the Oversight Board for approval.

BACKGROUND: (Commences on page 2)

Lisa Brandl for

Robert Field
Assistant County Executive Officer/EDA
By: Lisa Brandl, Managing Director

FINANCIAL DATA	Current F.Y. Total Cost:	\$794,215	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2012/13

COMPANION ITEM ON BOARD AGENDA: No

SOURCE OF FUNDS: Redevelopment Property Tax Trust Fund (95%)
Available Reserves (5%)

Positions To Be Deleted Per A-30	<input type="checkbox"/>
Requires 4/5 Vote	<input type="checkbox"/>

C.E.O. RECOMMENDATION:

APPROVE

BY: *Jennifer V. Sargent*
Jennifer V. Sargent

County Executive Office Signature

FISCAL PROCEDURES APPROVED
 PAUL ANGULO, CPA, AUDITOR-CONTROLLER
 BY: *Samuel Wong* 6/7/12
 SAMUEL WONG
 Department of Administration
 DATE: _____
 ANITA C. WILLIS
 FORM APPROVED COUNTY COUNSEL
 BY: *Lisa C. Willis* 6/7/12

Policy Policy
 Consent Consent
 Per Exec. Ofc.: Per Exec. Ofc.:

Prev. Agn. Ref.: 4.2 of May 1, 2012

District: All

Agenda Number: **4.4**

BACKGROUND:

Effective February 1, 2012, all redevelopment agencies in the State of California were dissolved. Pursuant to the ABx1 26 (dissolution bill), on January 10, 2012, the Riverside County Board of Supervisors adopted Resolution No. 2012-034, accepting the designation as Successor Agency for the Redevelopment Agency for the County of Riverside pursuant to CA Health and Safety Code section 34171(j) and further delegating such actions and functions to be performed as Successor Agency to the Economic Development Agency.

Successor agencies are required to undertake the remainder of the actions required for the winding down of redevelopment activity, pursuant to the dissolution bill, including the submission of a Recognized Obligation Payment Schedule (ROPS) and a corresponding Administrative Budget for the Successor Agency for each six-month reporting period. On May 1, 2012, Agenda Item 4.2, the Board of Supervisors adopted, the ROPS for the period of July 1, 2012 through December 31, 2012. Subsequent to this action, the ROPS the Oversight Board to the Successor Agency adopted the ROPS on May 3, 2012. The total amount for the Administrative Budget for the Successor Agency was shown on the ROPS as \$1,064,485. This is the anticipated expense for the Successor Agency staff to conduct winding down activities for the former redevelopment agency for the period July-December 2012.

On June 6, 2012, the Auditor-Controller's Property Tax division calculated the June property tax allocation which required an adjustment of \$270,270. Based on our recommendation, this adjustment will result in a reduction of our administrative cost allowance from \$1,015,675 to \$745,405. As shown on Exhibit "A", the Administrative Budget for the Successor Agency for the period from July 1, 2012 through December 31, 2012 is now projected to be \$794,215. Of this amount, \$745,405 would be funded from the Redevelopment Property Tax Trust Fund (RPTTF). This amount represents the three-percent (3%) administrative allowance of all RPTTF projections for the six-month period from July 1, 2012 through December 31, 2012, as shown on the ROPS for \$1,015,675 but reduced by the adjustment of \$270,270. The remaining \$48,810 anticipated budget will be funded from available reserves. Exhibit "B" details cost categories associated with the projected Administrative Budget for July-December 2012. Costs are broken down between Successor Agency direct costs and indirect costs, for a total of \$794,215.

Staff recommends adoption of the Administrative Budget (Exhibits "A" and "B") of \$794,215 for the Successor Agency for the period of July 1, 2012 through December 31, 2012, and authorization for staff to submit this item to the Oversight Board.

Attachments:
Exhibit "A"
Exhibit "B"

**Successor Agency to the Redevelopment Agency for the County of Riverside
Administrative Budget - July through December 2012**

BUDGET	
	Jul - Dec 12
Administrative Cost Allowance	1,015,675
Adjustment to Admin Allowance based on June allocation	(270,270)
Available Reserves	48,810
Total Administrative Budget (per ROPS)	794,215
ADMINISTRATIVE COSTS - PROJECTED	
	Jul - Dec 12
<i>Indirect Costs :</i>	
Total Projected Indirect Interfund Costs	598,602
<i>Direct Costs:</i>	
Total Projected Direct Costs	195,613
Total Projected Indirect & Direct Costs	794,215
Overage/(Shortage)	-

**Successor Agency to the Redevelopment Agency for the County of Riverside
Administrative Budget - July through December 2012**

Successor Agency Indirect Costs:

	Jul - Dec 12
Salaries & Benefits	387,797
Projected Operating Expenses	191,881
Projected RCIT & CISO	18,924
Projected COWCAP*	-
Total Indirect Costs from EDA ADMIN ALLOCATION	598,602

Successor Agency Direct Costs:

	Jul - Dec 12
County Counsel charges	60,000
Board Ancillary Charges*	-
OASIS charges	10,087
Risk Mgmt Liability Ins	516
Risk Mgmt Property Ins	1,145
COWCAP charges*	-
Lease Riverside Centre*	-
Tenant Improvement loan	102,880
RMAP	2,835
RCIT	9,650
Data Builders	4,500
Training	2,500
Misc communications	1,500
Total Direct Costs	195,613

Total Successor Agency Indirect & Direct Costs**794,215**

	Jul - Dec 12
Administrative Cost Allowance	1,015,675
Adjustment to Admin Allowance based on June allocation	(270,270)
Available Reserves	48,810
Administrative Cost Allowance (per ROPS):	794,215

*These charges are billed in the 3rd Quarter of each Fiscal Year.