

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

818



FROM: Successor Agency to the Redevelopment Agency

SUBMITTAL DATE:
August 16, 2012

SUBJECT: Adoption of Recognized Obligation Payment Schedule and Successor Agency Administrative Budget for the Period of January 1, 2013 through June 30, 2013

RECOMMENDED MOTION: That the Board of Supervisors:

1. Adopt the Recognized Obligation Payment Schedule (ROPS) for the Successor Agency to the Redevelopment Agency for the period of January 1, 2013 through June 30, 2013 pursuant to the new timelines set forth in AB1484;
2. Adopt the Administrative Budget for the Successor Agency to the Redevelopment Agency for the period of January 1, 2013 through June 30, 2013 pursuant to ABx1 26; and
3. Authorize staff to forward the ROPS and 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:	\$ 918,405	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 (RPTTF)	Positions To Be Deleted Per A-30	<input type="checkbox"/>
	Requires 4/5 Vote	<input type="checkbox"/>

C.E.O. RECOMMENDATION:

APPROVE

BY: *Jennifer J. Sargent*

County Executive Office Signature Jennifer J. Sargent

**MINUTES OF THE BOARD OF SUPERVISORS OF THE SUCCESSOR AGENCY TO
THE REDEVELOPMENT AGENCY**

On motion of Supervisor Tavaglione, seconded by Supervisor Benoit and duly carried, IT WAS ORDERED that the above matter is approved as recommended.

Ayes: Buster, Tavaglione, Benoit and Ashley
Nays: None
Absent: Stone
Date: August 28, 2012
xc: RDA, EDA, Auditor

Kecia Harper-Ihem
Clerk of the Board
By: *Kecia Harper-Ihem*
Deputy

FISCAL PROCEDURES APPROVED
 PAUL ANGULO, CPA, AUDITOR-CONTROLLER
 BY: *Samuel Wong* 8/16/12
 DATE: 8-16-12
 DEPARTMENT: SAMUEL WONG
 FORM APPROVED COUNTY COUNSEL
 BY: *Anita C. Willis*
 ANITA C. WILLIS

Policy Policy
 Consent Consent
 Dept's Recomm.:
 Per Exec. Ofc.:

BACKGROUND:

Effective February 1, 2012, all redevelopment agencies in the State of California were dissolved. Pursuant to the ABx1 26 (Dissolution Act), 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 (Successor Agency) pursuant to CA Health and Safety Code section 34171(j) and further delegating the performance of such actions and functions of the Successor Agency to the Economic Development Agency.

Pursuant to the Dissolution Act, the Successor Agency has initiated the process detailed in the Dissolution Act to unwind the affairs of the dissolved redevelopment agency. On May 1, 2012, Agenda Item 4.2, the Board of Supervisors adopted, the Recognized Obligation Payment Schedule (IROPS) for the period of July 1, 2012 through December 31, 2012. Subsequent to this action, the ROPS was submitted to the Oversight Board to the Successor Agency, and was approved on May 3, 2012.

On June 27, 2012, as part of the Fiscal Year 2012-13 state budget package, the Legislature passed and the Governor signed AB 1484. The primary purpose of AB 1484 is to substantially amend the Dissolution Act to address implementation issues experienced at the state and local level. As a budget trailer bill, AB 1484 was effective immediately upon signature by the Governor.

AB 1484 qualifies some aspects of the Dissolution Act. One of the significant changes detailed in AB 1484 is to clarify that the successor agency is a separate public entity that is vested with all of the powers of the former redevelopment agency. In addition, AB 1484 establishes a new format and deadline for submittal of future Recognized Obligation Payment Schedules, as well as punitive fines for late submittals. Pursuant to AB 1484, the deadline for submittal of the ROPS for the period from January 2013 through June 2013 to the State of California Department of Finance is September 1, 2012. Exhibit A is the ROPS for the Successor Agency to the Redevelopment Agency for the County of Riverside for the period from January 2013 through June 2013.

Pursuant to the Dissolution Act, successor agencies are also required to submit an Administrative Budget for each six-month reporting period which corresponds with the ROPS. As shown on Exhibit B, the Administrative Budget for the Successor Agency for the period from January 1, 2013 through June 30, 2013 is projected to be \$918,405. This amount represents the three-percent administrative allowance of all RPTTF projections for the six-month period from January 1, 2013 through June 30, 2013. Exhibit C details cost categories associated with the projected Administrative Budget for January-June 2013.

Staff recommends adoption of the ROPS and the Successor Agency Administrative Budget for the period of January 1, 2013 through June 30, 2013, and authorization for staff to submit these items to the Oversight Board.

**Successor Agency to the Redevelopment Agency
SA Admin Budget Summary FY 12/13
January - June 2013**

<u>Admin Cost Allowance</u>	
Administrative Cost Allowance	918,405
Total Administrative Allowance (per ROPS 3)	918,405
<u>Admin Costs</u>	
<i>Indirect Costs:</i>	
Total Indirect Interfund Costs	895,759
<i>Direct Costs:</i>	
Total Direct Costs	22,646
Total Administrative Costs	918,405

**Successor Agency to the Redevelopment Agency
SA Admin Budget Detail FY 12/13
January - June 2013**

<u>Admin Cost Allowance</u>	
Administrative Cost Allowance	918,405
Administrative Cost Allowance (per ROPS 3):	918,405
<u>Admin Costs</u>	
<u>Successor Agency Indirect Costs:</u>	
Salaries & Benefits	622,627
Projected Operating Expenses	195,711
Projected RCIT & CISO	8,438
Projected COWCAP	68,983
Total Indirect Costs	895,759
<u>Successor Agency Direct Costs:</u>	
Risk Mgmt Liability Ins	516
Risk Mgmt Property Ins	1,145
RMAP	2,835
RCIT	9,650
Data Builders	4,500
Training	2,500
Misc communications	1,500
Total Direct Costs	22,646
Total Successor Agency Indirect & Direct Costs	918,405