

**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

<b>FINANCIAL DATA</b>	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

<b>SOURCE OF FUNDS:</b> Redevelopment Property Tax Trust Fund (95%) Available Reserves (5%)	<b>Positions To Be Deleted Per A-30</b>	<input type="checkbox"/>
	<b>Requires 4/5 Vote</b>	<input type="checkbox"/>

**C.E.O. RECOMMENDATION:** APPROVE  
BY: *Jennifer L. Sargent*  
County Executive Office Signature

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

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

**Ayes:** Tavaglione, Stone and Ashley  
**Nays:** None  
**Absent:** Buster and Benoit  
**Date:** June 19, 2012  
**xc:** RDA, EDA, Auditor

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

FISCAL PROCEDURES APPROVED  
 PAUL ANGULO, CPA, AUDITOR-CONTROLLER  
 BY: *[Signature]* 6/7/12  
 SAMUEL WONG  
 Department of Finance  
 DATE: 6/7/12  
 ANITA C. WILLIS  
 FORM APPROVED COUNTY COUNSEL  
 BY: *[Signature]* 5/22/12

Dept't Recomm.:  Consent  
 Per Exec. Ofc.:  Consent  
 Policy  
 Policy

**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**

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

**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*	-
<b>Total Indirect Costs from EDA ADMIN ALLOCATION</b>	<b>598,602</b>

**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
<b>Total Direct Costs</b>	<b>195,613</b>

**Total Successor Agency Indirect & Direct Costs**

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

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