

ALL CELL PHONES AND ELECTRONIC DEVICES MUST BE TURNED OFF
IN THE COUNCIL CHAMBERS

AGENDA

OVERSIGHT BOARD FOR SUCCESSOR AGENCY TO THE CITY OF REEDLEY REDEVELOPMENT AGENCY

SPECIAL MEETING

2:00 P.M. – THURSDAY, DECEMBER 6, 2012

Meeting will be held at:

City of Reedley Council Chambers

845 "G" Street

Reedley, California 93654

City of Reedley's Internet Address: www.reedley.ca.gov

Board Members

Lawrence Wilder, County of Fresno Representative

Steve Mulligan, Special District Representative

Richard Martin, County Superintendent of Schools Representative

Andy Souza, State Center Community College District Representative

Valerie Pieroni, County of Fresno Representative

Paul Melikian, City of Reedley Representative

Darlene Mata, City of Reedley Representative

PLEDGE OF ALLEGIANCE

ROLL CALL

PUBLIC COMMENT

At this time any member of the public may address the board on items of interest which are not already on the agenda this evening. You will be permitted a single visit to the podium to state your comments, please state your name and address and limit your comments to three (3) minutes. No action shall be taken on any item not appearing on the agenda.

CONSENT AGENDA

1. MINUTES OF MEETING, OCTOBER 4, 2012 – Recommend Oversight Board approve.

PRESENTATION

2. Sanborn & Sanborn will provide a presentation of the Non-housing Funds Due Diligence Review.

PUBLIC COMMENT SESSION

3. Due Diligence Review required under State Assembly Bill 1484 for the Non-housing Funds. The primary purpose of the review under AB 1484 is to determine the unobligated balances of the Successor Agency Non-housing Funds that are available for transfer to taxing entities.

ADJOURNMENT

Certification of posting the Agenda

I declare under penalty of perjury that I am employed by the City of Reedley and that I posted this agenda on the bulletin board at City Hall, 845 G Street, Reedley, CA 93654, on December 5, 2012, at 11:00 a.m. by Frances Wiles, Administrative Assistant.

REEDLEY OVERSIGHT BOARD SPECIAL MEETING – October 4, 2012

A complete audio record of the minutes is available at www.reedley.ca.gov

A special meeting of the Reedley Oversight Board was held Thursday, October 4, 2012, in the City of Reedley Council Chambers, 845 "G" Street, Reedley. In the absence of Chairman Wilder, Vice-Chairman Souza called the special meeting to order at 2:03 p.m.

PLEDGE OF ALLEGIANCE - Led by Vice-Chairman Souza.

ROLL CALL

Board Members Present: Richard Martin, Darlene Mata, Paul Melikian, and Andy Souza.
 Board Members Excused: Lawrence Wilder, Valerie Pieroni, and Steve Mulligan (excused due to prior engagements).
 City Staff Present: Frances Wiles, Administrative Assistant.
 Others Present: Scott Cross.

PUBLIC COMMENT – None.

CONSENT AGENDA

1. MINUTES OF MEETING, SEPTEMBER 27, 2012

Board Member Mata moved, Board Member Melikian seconded, to approve the MINUTES OF SEPTEMBER 27, 2012 MEETING. Motion carried unanimously.

BUSINESS ITEM

4. A RESOLUTION OF THE OVERSIGHT BOARD FOR SUCCESSOR AGENCY TO THE CITY OF REEDLEY REDEVELOPMENT AGENCY APPROVING A DUE DILIGENCE REVIEW FOR THE LOW AND MODERATE INCOME HOUSING FUND AND DETERMINING THE AMOUNT OF CASH AND CASH EQUIVALENTS AVAILABLE FOR DISBURSEMENT TO TAXING ENTITIES IN ACCORDANCE WITH CALIFORNIA HEALTH AND SAFETY CODE SECTIONS 34179.5 AND 34179.6

Board Member Melikian provided a written and oral report to the Oversight Board regarding the Due Diligence Review for the Low and Moderate Income Housing Fund. The Board reviewed and discussed the Due Diligence Review.

Hearing no testimony in favor or in opposition, Vice-Chairman Souza closed this portion of the meeting.

Vice-Chairman Souza moved, Board Member Martin seconded, to approve the Due Diligence Review for the Low and Moderate Income Housing fund and determining the amount of cash and cash equivalents available for disbursement to taxing entities in accordance with California Health and Safety Code Sections 34179.5 and 34179.6 by the adoption of Resolution No. OB 2012-007. Motion carried unanimously.

ADJOURNMENT

Board Member Mata moved, Board Member Melikian seconded, to adjourn the meeting. Motion carried unanimously. The meeting adjourned at 2:10 p.m.

Andy Souza, Vice-Chairman
 Reedley Oversight Board

ATTEST:

Paul Melikian, Secretary



REEDLEY OVERSIGHT BOARD

- Consent
- Regular Item
- Workshop
- Closed Session
- Public Hearing

ITEM NO: 3

DATE: 12/06/2012

TITLE: Receive, Review & File City of Reedley Successor Agency Non-Housing Funds Due Diligence Review

SUBMITTED: Paul A. Melikian, Director of Finance & Administrative Services 

RECOMMENDATION

That the Oversight Board Receive Review & File the attached City of Reedley Successor Agency Non-Housing Funds Due Diligence Review in compliance with AB 1484.

EXECUTIVE SUMMARY

The Successor Agency must provide the results of the review for the Non-Housing funds to the Oversight Board, County Auditor-Controller, and Department of Finance by December 15, 2012. Upon receipt of the review, the Oversight Board shall convene a public comment session to take place at least five (5) business days before the Oversight Board votes to approve the review. The special meeting on December 6, 2012 meets this requirement. The Oversight Board must approve the review, which is currently scheduled for a special meeting on December 13, 2012, and transmit to Department of Finance and County Auditor-Controller the determination of the amount of cash and cash equivalents that are available for disbursement to taxing entities from Non-Housing funds by January 15, 2013. The Department of Finance must complete its review of the Due Diligence Review for all other funds by April 1, 2013, and the Successor Agency must transmit to County Auditor-Controller amount of funds required by DOF within five (5) working days of receipt of notice from DOF.

As of June 30, 2012, the total amount of assets held by the Successor Agency was \$7,747,110. After factoring out legally restricted funds (remaining bond proceeds) of \$5,363,880, assets that are not cash or cash equivalents of \$1,226,631, and balances needed to satisfy previously approved enforceable obligations of \$1,160,303, no funds are available to be remitted to the County of Fresno for disbursement to taxing entities.

BACKGROUND

AB 1484 requires the Successor Housing Agency to employ a licensed accountant approved by the County Auditor-Controller, with experience in local government accounting, to conduct a due diligence review to determine the unobligated balances available for transfer to taxing entities. The review includes the dollar value of assets transferred from the former RDA to the Successor Agency on or about February 1, 2012. The review will also include transfers of assets and cash by the RDA or Successor Agency between January 1, 2011 and June 30, 2012 and the purpose for each transfer including documentation of the enforceable obligation requiring the transfer. In addition, the review provides expenditure and revenue accounting information, and identifies transfers and funding sources for the 2010-11 and 2011-12 fiscal years that reconciles balances, assets, and liabilities of the Successor Agency on June 30, 2012 to those reported to the Controller for the 2009-10 fiscal year.

Finally, the review includes an accounting for the Non-Housing funds, including the total value of the fund as of June 30, 2012 to determine the amounts available for distribution to the taxing entities.

FISCAL IMPACT:

The Oversight Board may authorize retention of assets that are not cash or cash equivalent such as physical assets, balances that are legally or contractually dedicated or restricted for the funding of an enforceable obligation, and current balances that are needed to satisfy obligations that will be placed on the ROPS for the current fiscal year. The amount of unobligated non-housing funds transmitted to the County Auditor-Controller will be distributed to taxing entities; however in this instance, the Review does not result in any funds being available for this purpose.

PRIOR OVERSIGHT BOARD ACTIONS:

On September 27, 2012, the Oversight Board held a Public Comment Session for the Low to Moderate Income Housing Funds Due Diligence Review, and subsequently approved the Review at a special meeting on October 4, 2012.

ATTACHMENTS

City of Reedley Successor Agency Non-Housing Funds Due Diligence Review

PLEASE NOTE:

The City of Reedley Housing Successor Agency Non-Housing Funds Due Diligence Review will be available at the Oversight Board Meeting on December 6, 2012.