



**AGENDA OF AN ADJOURNED REGULAR MEETING -
SUCCESSOR AGENCY TO THE
COMMUNITY DEVELOPMENT COMMISSION AS THE NATIONAL CITY
REDEVELOPMENT AGENCY**

**COUNCIL CHAMBERS
CIVIC CENTER
1243 NATIONAL CITY BLVD.
NATIONAL CITY, CALIFORNIA
AUGUST 5, 2014 – 5:00 PM**

RON MORRISON
Chairman

LUIS NATIVIDAD
Boardmember

JERRY CANO
Boardmember

MONA RIOS
Boardmember

ALEJANDRA SOTELO-SOLIS
Boardmember

**1243 National City Blvd.
National City, CA 91950
619-336-4300**

**Meeting agendas and
minutes available on web**

WWW.NATIONALCITYCA.GOV

ORDER OF BUSINESS: Public sessions of all Regular Meetings of the Successor Agency to the Community Development Commission as the National City Redevelopment Agency begin at 6:00 p.m. on the first and third Tuesday of each month. Public hearings begin at 6:00 p.m. unless otherwise noted. Closed Sessions begin at 5:00 p.m. or such other time as noted on the agenda. If a workshop is scheduled, the subject and time of the workshop will appear on the agenda.

REPORTS: All regular meeting agenda items and reports as well as all documents and writings distributed to the Board less than 72 hours prior to the meeting, are available for review at the entry to the Council Chambers. Regular Meetings of the Board are webcast and archived on the City's website **WWW.NATIONALCITYCA.GOV**.

PUBLIC COMMENTS: Prior to the Business portion of the agenda, the Board will receive public comments regarding any matters within the jurisdiction of the Successor Agency to the Community Development Commission as the National City Redevelopment Agency. Members of the public may also address any item on the agenda at the time the item is considered by the Board. Persons who wish to address the Board are requested to fill out a "Request to Speak" form available at the entrance to the City Council Chambers, and turn in the completed form to the City Clerk. The Chairperson will separately call for testimony of those persons who have turned in a "Request to Speak" form. If you wish to speak, please step to the podium at the appropriate time and state your name and address (optional) for the record. The time limit established for public testimony is three minutes per speaker unless a different time limit is announced. Speakers are encouraged to be brief. The Chairperson may limit the length of comments due to the number of persons wishing to speak or if comments become repetitious or irrelevant.

WRITTEN AGENDA: With limited exceptions, the Board may take action only upon items appearing on the written agenda. Items not appearing on the agenda must be brought back on a subsequent agenda unless they are of a demonstrated emergency or urgent nature, and the need to take action on such items arose after the agenda was posted.

Upon request, this agenda can be made available in appropriate alternative formats to persons with a disability in compliance with the Americans with Disabilities Act. Please contact the City Clerk's Office at (619) 336-4228 to request a disability-related modification or accommodation. Notification 24-hours prior

to the meeting will enable the City to make reasonable arrangements to ensure accessibility to this meeting.

Spanish audio interpretation is provided during Board Meetings. Audio headphones are available in the lobby at the beginning of the meeting.

Audio interpretación en español se proporciona durante sesiones del Consejo Municipal. Los audiófonos están disponibles en el pasillo al principio de la junta.

THE BOARD REQUESTS THAT ALL CELL PHONES AND PAGERS BE TURNED OFF DURING BOARD MEETINGS.

OPEN TO THE PUBLIC
SUCCESSOR AGENCY AGENDA

CALL TO ORDER

ROLL CALL

PUBLIC ORAL COMMUNICATIONS (THREE-MINUTE TIME LIMIT)

CONSENT CALENDAR

1. Approval of the Minutes of the Adjourned Regular Meeting of the Successor Agency to the Community Development Commission as the National City Redevelopment Agency of June 17, 2014. (City Clerk)
2. Successor Agency Warrant Register #49 for the period of 5/28/14 through 6/03/14 in the amount of \$31,719.15. (Finance)
3. Successor Agency Warrant Register #50 for the period of 6/04/14 through 6/10/14 in the amount of \$7,336.53. (Finance)
4. Successor Agency Warrant Register #51 for the period of 6/11/14 through 6/17/14 in the amount of \$12,503.13. (Finance)
5. Successor Agency Warrant Register #52 for the period of 6/18/14 through 6/24/14 in the amount of \$0.00. (Finance)
6. Successor Agency Warrant Register #1 for the period of 6/25/14 through 7/01/14 in the amount of \$0.00. (Finance)
7. Successor Agency Warrant Register #2 for the period of 7/02/14 through 7/08/14 in the amount of \$8,227.21. (Finance)

PUBLIC HEARINGS

NON CONSENT RESOLUTIONS

NEW BUSINESS

8. Successor Agency Investment Report for the quarter ended March 31, 2014. (Finance)

STAFF REPORTS

9. Update on Redevelopment. (Community Development)

CLOSED SESSION REPORT

ADJOURNMENT

Regular Successor Agency to the Community Development Commission
as the National City Redevelopment Agency Meeting - Tuesday - August
19, 2014 - 6:00 p.m. - Council Chambers - National City, California.

Item # ____
08/05/14

**APPROVAL OF THE MINUTES OF THE ADJOURNED
REGULAR MEETING OF THE SUCCESSOR AGENCY
TO THE COMMUNITY DEVELOPMENT COMMISSION
AS THE NATIONAL CITY REDEVELOPMENT
AGENCY OF JUNE 17, 2014.**

(City Clerk)

DRAFT DRAFT DRAFT

**MINUTES OF THE ADJOURNED REGULAR MEETING OF THE
SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT
COMMISSION AS THE NATIONAL CITY REDEVELOPMENT AGENCY**

June 17, 2014

The Adjourned Regular Meeting of the Successor Agency to the Community Development Commission as the National City Redevelopment Agency was called to order at 5:57 p.m. by Chairman Ron Morrison.

ROLL CALL

Board members present: Cano, Morrison, Natividad, Rios, Sotelo-Solis.

Administrative Officials present: Dalla, Deese, Raulston, and Silva.

PUBLIC ORAL COMMUNICATIONS

None.

CONSENT CALENDAR

ADOPTION OF CONSENT CALENDAR. Item No. 1 (Minutes), Item Nos. 2 and 3 (Resolution Nos. 2014-47 and 2014-48), Item Nos. 4 and 5 (Warrant Registers). Motion by Sotelo-Solis, seconded by Rios, to approve the remainder of the Consent Calendar. Carried by unanimous vote.

APPROVAL OF MINUTES

1. APPROVAL OF THE MINUTES OF THE REGULAR MEETING OF THE SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION AS THE NATIONAL CITY REDEVELOPMENT AGENCY OF JUNE 3, 2014. (City Clerk)

ACTION: Approved. See above.

SUCCESSOR AGENCY 2014 (406-10-12)

2. Resolution No. 2014-47. RESOLUTION OF THE SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION AS THE NATIONAL CITY REDEVELOPMENT AGENCY ("SUCCESSOR AGENCY") DESIGNATING THE OFFICIALS AUTHORIZED TO ORDER THE DEPOSIT AND WITHDRAWAL OF CITY MONIES WITH FINANCIAL INSTITUTIONS ON BEHALF OF THE SUCCESSOR AGENCY. (Finance)

ACTION: Adopted. See above.

CONSENT CALENDAR (cont.)

SUCCESSOR AGENCY 2014 (406-10-12)

3. Resolution No. 2014-48. RESOLUTION OF THE SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION AS THE NATIONAL CITY REDEVELOPMENT AGENCY ("SUCCESSOR AGENCY") DESIGNATING THE OFFICIALS AUTHORIZED TO ORDER THE DEPOSIT AND WITHDRAWAL OF CITY MONIES WITH THE LOCAL AGENCY INVESTMENT FUND ("LAIF") ON BEHALF OF THE SUCCESSOR AGENCY. (Finance)

ACTION: Adopted. See above.

SUCCESSOR AGENCY 2014 (406-10-12)

4. Successor Agency Warrant Register #47 for the period of 05/14/14 through 05/20/14 in the amount of \$11,108.47. (Finance)

ACTION: Approved. See above.

SUCCESSOR AGENCY 2014 (406-10-12)

5. Successor Agency Warrant Register #48 for the period of 05/21/14 through 05/27/14 in the amount of \$1,875.00. (Finance)

ACTION: Approved. See above.

NON CONSENT RESOLUTIONS

SUCCESSOR AGENCY 2014 (406-10-12)

6. Resolution No. 2014-49. RESOLUTION OF THE SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION AS THE NATIONAL CITY REDEVELOPMENT AGENCY ADOPTING A BUDGET FOR FISCAL YEAR 2015. (Successor Agency)

RECOMMENDATION: Adopt the Resolution.

TESTIMONY: None

ACTION: Motion by Rios, seconded by Cano, to adopt the Resolution. Carried by unanimous vote.

SUCCESSOR AGENCY 2014 (406-10-12)

7. Resolution No. 2014-50. RESOLUTION OF THE SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION AS THE NATIONAL CITY REDEVELOPMENT AGENCY APPROVING A PROPOSED ADMINISTRATIVE BUDGET FOR THE ROPS 14-15A PERIOD (JULY 1, 2014 THROUGH DECEMBER 31, 2014). (Successor Agency)

RECOMMENDATION: Adopt the Resolution.

TESTIMONY: None.

ACTION: Motion by Rios, seconded by Cano, to adopt the Resolution. Carried by unanimous vote.

CLOSED SESSION REPORT

Agency Counsel Claudia Silva stated there was no Closed Session.

ADJOURNMENT

Motion by Sotelo-Solis, seconded by Cano, to adjourn the meeting to the next Adjourned Regular Meeting of the Successor Agency to the Community Development Commission as the National City Redevelopment Agency to be held Tuesday, August 5, 2014, 5:00 p.m., Council Chambers, National City, California. Carried by unanimous vote.

The meeting closed at 6:08 p.m.

Secretary

The foregoing minutes were approved at the Regular Meeting of August 5, 2014.

Chairman

DRAFT

**SUCCESSOR AGENCY TO
THE COMMUNITY DEVELOPMENT COMMISSION
AS THE NATIONAL CITY REDEVELOPMENT AGENCY
AGENDA STATEMENT**

MEETING DATE: August 5, 2014

AGENDA ITEM NO. |

ITEM TITLE:

Successor Agency Warrant Register #49 for the period of 5/28/14 through 6/03/14 in the amount of \$31,719.15. (Finance)

PREPARED BY: K. Apalategui
PHONE: 619-336-4572

DEPARTMENT: Finance

APPROVED BY: Mark Robert

EXPLANATION:

Pursuant to ABX1 26, all redevelopment agencies in the State of California were dissolved as of February 1, 2012. Upon dissolution of the City of National City's Redevelopment Agency, the City assumed the role of Successor Agency to the Community Development Commission as the National City Redevelopment Agency ("Successor Agency").

In order to streamline the payment process, the City pays all expenses of the Successor Agency. The Successor Agency then reimburses the City.

Attached is a detailed listing of all Successor Agency warrants, totaling \$31,719.15 paid with City funds. Staff requests approval of reimbursement of the Successor Agency expenses.

FINANCIAL STATEMENT:

APPROVED: Mark Robert Finance

ACCOUNT NO.

APPROVED: _____ MIS

Reimbursement total \$31,719.15.

ENVIRONMENTAL REVIEW:

This is not a project and, therefore, not subject to environmental review.

ORDINANCE: INTRODUCTION: FINAL ADOPTION:

STAFF RECOMMENDATION:

Ratification of reimbursement in the amount of \$31,719.15.

BOARD / COMMISSION RECOMMENDATION:

N/A

ATTACHMENTS:

Successor Agency Warrant Register #49



**SUCCESSOR AGENCY
WARRANT REGISTER #49
6/3/2014**

<u>PAYEE</u>	<u>DESCRIPTION</u>	<u>CHK NO</u>	<u>DATE</u>	<u>AMOUNT</u>
BEST BEST & KRIEGER ATTN LAW	LEGAL / COMM YOUTH ATHLETIC CENTER	312556	6/3/14	19,891.85
KANE BALLMER & BERKMAN	LEGAL / S A OPERATIONS 397-500	312557	6/3/14	45.00
MAZZARELLA LORENZANA LLP	LEGAL / ROSENOW, SPEVACEK GROUP, INC	312558	6/3/14	8,139.00
NBS	LANDSCAPE MAINTENANCE DISTRICT 1	312559	6/3/14	500.00
POWER PLUS	EQUIPMENT RENTAL / S A	312560	6/3/14	195.00
SDG&E	GAS AND ELECTRIC UTILITIES / S A	312561	6/3/14	40.83
SWEETWATER AUTHORITY	WATER UTILITIES / S A	312562	6/3/14	507.47
US BANK	ADMIN FEE / 2005A&B TAX ALLOC INT ACC	312552	5/29/14	2,400.00

A/P Total \$ 31,719.15

GRAND TOTAL \$ 31,719.15

**SUCCESSOR AGENCY TO
THE COMMUNITY DEVELOPMENT COMMISSION
AS THE NATIONAL CITY REDEVELOPMENT AGENCY
AGENDA STATEMENT**

MEETING DATE: August 5, 2014

AGENDA ITEM NO. |

ITEM TITLE:

Successor Agency Warrant Register #50 for the period of 6/04/14 through 6/10/14 in the amount of \$7,336.53. (Finance)

PREPARED BY: K. Apalategui
PHONE: 619-336-4572

DEPARTMENT: Finance

APPROVED BY: Mall Kabat

EXPLANATION:

Pursuant to ABX1 26, all redevelopment agencies in the State of California were dissolved as of February 1, 2012. Upon dissolution of the City of National City's Redevelopment Agency, the City assumed the role of Successor Agency to the Community Development Commission as the National City Redevelopment Agency ("Successor Agency").

In order to streamline the payment process, the City pays all expenses of the Successor Agency. The Successor Agency then reimburses the City.

Attached is a detailed listing of all Successor Agency warrants, totaling \$7,336.53 paid with City funds. Staff requests approval of reimbursement of the Successor Agency expenses.

FINANCIAL STATEMENT:

APPROVED: Mall Kabat Finance

ACCOUNT NO.

APPROVED: _____ MIS

Reimbursement total \$7,336.53.

ENVIRONMENTAL REVIEW:

This is not a project and, therefore, not subject to environmental review.

ORDINANCE: INTRODUCTION: FINAL ADOPTION:

STAFF RECOMMENDATION:

Ratification of reimbursement in the amount of \$7,336.53.

BOARD / COMMISSION RECOMMENDATION:

N/A

ATTACHMENTS:

Successor Agency Warrant Register #50



**SUCCESSOR AGENCY
WARRANT REGISTER #50
6/10/2014**

<u>PAYEE</u>	<u>DESCRIPTION</u>	<u>CHK NO</u>	<u>DATE</u>	<u>AMOUNT</u>
CHRISTENSEN & SPATH LLP	LEGAL / WESTSIDE TOD	312717	6/10/14	3,602.50
EDCO DISPOSAL CORPORATION	WASTE DISPOSAL SERVICES / S A	312718	6/10/14	110.23
OPPER & VARCO LLP	LEGAL / TOD / S A	312719	6/10/14	2,892.50
SWEETWATER UNION HS DISTRICT	SPECIAL TAXES FOR CENTRO UNIT	312772	6/10/14	731.30
			A/P Total	\$ 7,336.53
			GRAND TOTAL	\$ 7,336.53

**SUCCESSOR AGENCY TO
THE COMMUNITY DEVELOPMENT COMMISSION
AS THE NATIONAL CITY REDEVELOPMENT AGENCY
AGENDA STATEMENT**

MEETING DATE: August 5, 2014

AGENDA ITEM NO. |

ITEM TITLE:

Successor Agency Warrant Register #51 for the period of 6/11/14 through 6/17/14 in the amount of \$12,503.13. (Finance)

PREPARED BY: K. Apalategui
PHONE: 619-336-4572

DEPARTMENT: Finance

APPROVED BY: Wale Katana

EXPLANATION:

Pursuant to ABX1 26, all redevelopment agencies in the State of California were dissolved as of February 1, 2012. Upon dissolution of the City of National City's Redevelopment Agency, the City assumed the role of Successor Agency to the Community Development Commission as the National City Redevelopment Agency ("Successor Agency").

In order to streamline the payment process, the City pays all expenses of the Successor Agency. The Successor Agency then reimburses the City.

Attached is a detailed listing of all Successor Agency warrants, totaling \$12,503.13 paid with City funds. Staff requests approval of reimbursement of the Successor Agency expenses.

FINANCIAL STATEMENT:

APPROVED: Wale Katana Finance

ACCOUNT NO.

APPROVED: _____ MIS

Reimbursement total \$12,503.13.

ENVIRONMENTAL REVIEW:

This is not a project and, therefore, not subject to environmental review.

ORDINANCE: INTRODUCTION: FINAL ADOPTION:

STAFF RECOMMENDATION:

Ratification of reimbursement in the amount of \$12,503.13.

BOARD / COMMISSION RECOMMENDATION:

N/A

ATTACHMENTS:

Successor Agency Warrant Register #51



**SUCCESSOR AGENCY
WARRANT REGISTER #51
6/17/2014**

<u>PAYEE</u>	<u>DESCRIPTION</u>	<u>CHK NO</u>	<u>DATE</u>	<u>AMOUNT</u>
MEYERS NAVE	LEGAL / NC VS SANDOVAL	312783	6/17/14	5,370.00
OPPER & VARCO LLP	LEGAL / WITOD	312784	6/17/14	7,020.00
SDG&E	GAS AND ELECTRIC UTILITIES / S A	312785	6/17/14	113.13

A/P Total \$ 12,503.13

GRAND TOTAL \$ 12,503.13

**SUCCESSOR AGENCY TO
THE COMMUNITY DEVELOPMENT COMMISSION
AS THE NATIONAL CITY REDEVELOPMENT AGENCY
AGENDA STATEMENT**

MEETING DATE: August 5, 2014

AGENDA ITEM NO. _____

ITEM TITLE:

Successor Agency Warrant Register #52 for the period of 6/18/14 through 6/24/14 in the amount of \$0.00. (Finance)

PREPARED BY: K. Apalategui
PHONE: 619-336-4572

DEPARTMENT: Finance

APPROVED BY: *Maub Rataap*

EXPLANATION:

Pursuant to ABX1 26, all redevelopment agencies in the State of California were dissolved as of February 1, 2012. Upon dissolution of the City of National City's Redevelopment Agency, the City assumed the role of Successor Agency to the Community Development Commission as the National City Redevelopment Agency ("Successor Agency").

In order to streamline the payment process, the City pays all expenses of the Successor Agency. The Successor Agency then reimburses the City.

No Successor Agency Warrants issued for the period of 6/18/14 – 6/24/14.

FINANCIAL STATEMENT:

ACCOUNT NO.

Reimbursement total \$0.00.

APPROVED: *Maub Rataap*

Finance

APPROVED: _____

MIS

ENVIRONMENTAL REVIEW:

This is not a project and, therefore, not subject to environmental review.

ORDINANCE: INTRODUCTION:

FINAL ADOPTION:

STAFF RECOMMENDATION:

Ratification of reimbursement in the amount of \$0.00.

BOARD / COMMISSION RECOMMENDATION:

N/A

ATTACHMENTS:

Successor Agency Warrant Register #52



**SUCCESSOR AGENCY
WARRANT REGISTER #52
6/24/2014**

<u>PAYEE</u>	<u>DESCRIPTION</u>	<u>CHK NO</u>	<u>DATE</u>	<u>AMOUNT</u>
	NO CHARGES TO SUCCESSOR AGENCY FOR THE WEEK OF 6/18/14 - 6/24/2014			
			A/P Total	\$ <u> -</u>
		GRAND TOTAL		\$ <u> -</u>

**SUCCESSOR AGENCY TO
THE COMMUNITY DEVELOPMENT COMMISSION
AS THE NATIONAL CITY REDEVELOPMENT AGENCY
AGENDA STATEMENT**

MEETING DATE: August 5, 2014

AGENDA ITEM NO. |

ITEM TITLE:

Successor Agency Warrant Register #1 for the period of 6/25/14 through 7/01/14 in the amount of \$0.00. (Finance)

PREPARED BY: K. Apalategui
PHONE: 619-336-4572

DEPARTMENT: Finance

APPROVED BY: *Mark Ratero*

EXPLANATION:

Pursuant to ABX1 26, all redevelopment agencies in the State of California were dissolved as of February 1, 2012. Upon dissolution of the City of National City's Redevelopment Agency, the City assumed the role of Successor Agency to the Community Development Commission as the National City Redevelopment Agency ("Successor Agency").

In order to streamline the payment process, the City pays all expenses of the Successor Agency. The Successor Agency then reimburses the City.

No Successor Agency Warrants issued for the period of 6/25/14 – 7/01/2014.

FINANCIAL STATEMENT:

ACCOUNT NO.

Reimbursement total \$0.00.

APPROVED: *Mark Ratero*

Finance

APPROVED: _____

MIS

ENVIRONMENTAL REVIEW:

This is not a project and, therefore, not subject to environmental review.

ORDINANCE:

INTRODUCTION:

FINAL ADOPTION:

STAFF RECOMMENDATION:

Ratification of reimbursement in the amount of \$0.00.

BOARD / COMMISSION RECOMMENDATION:

N/A

ATTACHMENTS:

Successor Agency Warrant Register #1



**SUCCESSOR AGENCY
WARRANT REGISTER #1
7/1/2014**

<u>PAYEE</u>	<u>DESCRIPTION</u>	<u>CHK NO</u>	<u>DATE</u>	<u>AMOUNT</u>
	NO CHARGES TO SUCCESSOR AGENCY FOR THE WEEK OF 6/25/14 - 7/01/2014			
			A/P Total	\$ <u> -</u>
		GRAND TOTAL		\$ <u> -</u>

**SUCCESSOR AGENCY TO
THE COMMUNITY DEVELOPMENT COMMISSION
AS THE NATIONAL CITY REDEVELOPMENT AGENCY
AGENDA STATEMENT**

MEETING DATE: August 5, 2014

AGENDA ITEM NO. |

ITEM TITLE:

Successor Agency Warrant Register #2 for the period of 7/02/14 through 7/08/14 in the amount of \$8,227.21. (Finance)

PREPARED BY: K. Apalategui
PHONE: 619-336-4572

DEPARTMENT: Finance

APPROVED BY: Male Ratsch

EXPLANATION:

Pursuant to ABX1 26, all redevelopment agencies in the State of California were dissolved as of February 1, 2012. Upon dissolution of the City of National City's Redevelopment Agency, the City assumed the role of Successor Agency to the Community Development Commission as the National City Redevelopment Agency ("Successor Agency").

In order to streamline the payment process, the City pays all expenses of the Successor Agency. The Successor Agency then reimburses the City.

Attached is a detailed listing of all Successor Agency warrants, totaling \$8,227.21 paid with City funds. Staff requests approval of reimbursement of the Successor Agency expenses.

FINANCIAL STATEMENT:

APPROVED: Male Ratsch Finance

ACCOUNT NO.

APPROVED: _____ MIS

Reimbursement total \$8,227.21.

ENVIRONMENTAL REVIEW:

This is not a project and, therefore, not subject to environmental review.

ORDINANCE: **INTRODUCTION:** **FINAL ADOPTION:**

STAFF RECOMMENDATION:

Ratification of reimbursement in the amount of \$8,227.21.

BOARD / COMMISSION RECOMMENDATION:

N/A

ATTACHMENTS:

Successor Agency Warrant Register #2



**SUCCESSOR AGENCY
WARRANT REGISTER #2
7/8/2014**

<u>PAYEE</u>	<u>DESCRIPTION</u>	<u>CHK NO</u>	<u>DATE</u>	<u>AMOUNT</u>
EDCO DISPOSAL CORPORATION	WASTE DISPOSAL SERVICES - SA	313104	7/8/14	110.23
MAZZARELLA LORENZANA LLP	LEGAL SERVICES TO PURSUE INDEMNITY	313105	7/8/14	7,386.56
SDG&E	GAS/ELECTRIC UTILITIES 5/16 - 6/17/14	313106	7/8/14	185.60
SWEETWATER AUTHORITY	WATER UTILITIES 04/08-06/02/14	313107	7/8/14	43.72
GEOSYNTEC CONSULTANTS INC	EDUCATION VILLAGE	313142	7/8/14	501.10

A/P Total \$ 8,227.21

GRAND TOTAL \$ 8,227.21

**SUCCESSOR AGENCY TO
THE COMMUNITY DEVELOPMENT COMMISSION
AS THE NATIONAL CITY REDEVELOPMENT AGENCY
COUNCIL AGENDA STATEMENT**

MEETING DATE: August 5, 2014

AGENDA ITEM NO. _____

ITEM TITLE:

Investment Report for the quarter ended March 31, 2014.

PREPARED BY: Ronald Gutlay

PHONE: (619) 336-4346

DEPARTMENT: Finance

APPROVED BY: Maule Roberts

EXPLANATION:

See attached staff report.

FINANCIAL STATEMENT:

ACCOUNT NO.

See attached staff report.

APPROVED: Maule Roberts

Finance

APPROVED: _____

MIS

ENVIRONMENTAL REVIEW:

This is not a project and, therefore, not subject to environmental review.

ORDINANCE: INTRODUCTION:

FINAL ADOPTION:

STAFF RECOMMENDATION:

Accept and file the Investment Report for the quarter ended March 31, 2014.

BOARD / COMMISSION RECOMMENDATION:

N/A

ATTACHMENTS:

1. Staff Report
2. Investment Summary



Successor Agency Staff Report

August 5, 2014

ITEM

Staff Report: Successor Agency's Investment Report for the quarter ended March 31, 2014.

BACKGROUND

The California Government Code (§ 53646(b)) requires that, when the treasurer or the chief fiscal officer of a local agency renders to the legislative body of the agency a quarterly report on the agency's investment portfolio, such report shall include the following information regarding all securities, investments, and moneys held by the local agency:

- type of investment;
- issuer (bank or institution);
- date of maturity;
- dollar amount invested; and
- current market valuation as of the date of the report.

In addition, the Government Code (§ 53646(b)(2)) requires that the report states the City's compliance with its investment policy and includes a statement regarding the ability of the local agency to meet its pool's ability to meet its expenditure requirements Code (§ 53646(b)(3)).

OVERVIEW OF SUCCESSOR AGENCY INVESTMENTS

The Successor Agency invests most of its funds with the California Treasurer's Local Agency Investment Fund ("LAIF"). This is a liquid investment pool, which allows participants to earn market rate returns of large investments, while retaining access to funds within 24 hours of a withdrawal request. For the quarter ended March 31, 2014, the LAIF's interest rate was 0.24%.

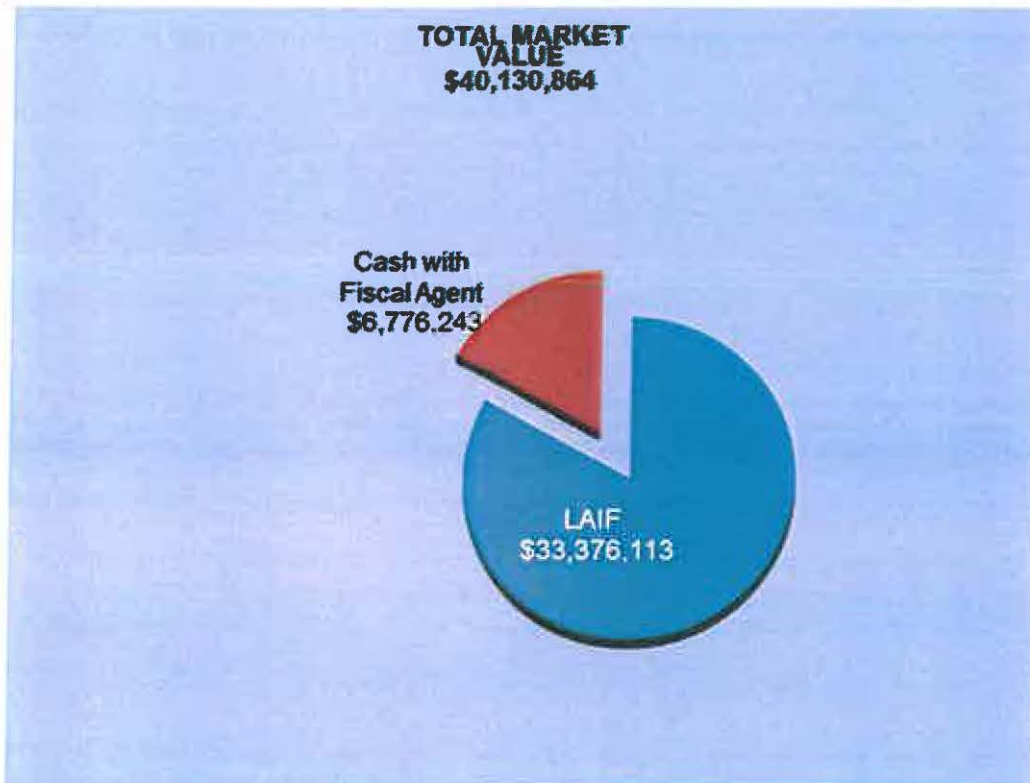
The investment of debt service reserve funds; the 1999, 2004, 2005, and 2011 Tax Allocation Bonds; and the HUD Section 108 Loan Program funds are maintained by the designated fiscal agent. These funds account for 16.88% of the Successor Agency's portfolio.

Summaries of the Successor Agency's investment portfolio are illustrated on the next page.

SUMMARY OF INVESTMENT PORTFOLIO

For the Quarter Ended March 31, 2014

Investment Type	Book Value	Market Value	% of Portfolio
LAIF	\$ 33,366,997	\$ 33,376,113 ²	83.12%
Cash with Fiscal Agent	6,776,243	6,776,243	16.88%
Totals	\$ 40,143,240	\$ 40,152,356	100.00%



COMPLIANCE STATEMENT

All of the Successor Agency's investments are in compliance with the City's investment policy (City Council Policy No. 203) and the California Government Code (§ 53601 et seq).

FINANCIAL STATEMENT

Total LAIF gains/(losses), realized and unrealized, for the period were \$21,485.

Staff certifies that there are sufficient funds to meet the pool's expenditure requirements.

RECOMMENDATIONS

Accept and file the Successor Agency Investment Report for the quarter ended March 31, 2014.

SUCCESSOR AGENCY - CDC OF NC
Portfolio Management
Portfolio Summary
March 31, 2014

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
LAIF	33,366,997.09	33,376,113.19	33,366,997.09	83.12	1	1	0.241	0.244
Cash with Fiscal Agent	6,776,242.93	6,776,242.93	6,776,242.93	16.88	1	1	0.000	0.000
Investments	40,143,240.02	40,152,356.12	40,143,240.02	100.00%	1	1	0.200	0.203

Total Earnings	March 31	Month Ending
Current Year		6,533.54
Average Daily Balance		40,143,239.51
Effective Rate of Return		0.19%

Tina Norrdin, Financial Services Officer

Reporting period 03/01/2014-03/31/2014

Run Date: 07/23/2014 - 15:55

No fiscal year history available

Portfolio CDC1

CP

PM (PRF_PM1) SymRept 6.41.202b
Report Ver. 5.00

SUCCESSOR AGENCY - CDC OF NC
Portfolio Management
Portfolio Details - Investments
March 31, 2014

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity	Maturity Date
LAIF												
SYS10006	10006	LAIF			0.00	0.00	0.00	0.382	0.377	0.382	1	
SYS10044	10044	LAIF			33,366,997.09	33,376,113.19	33,366,997.09	0.244	0.241	0.244	1	
Subtotal and Average			33,366,997.09		33,366,997.09	33,376,113.19	33,366,997.09		0.241	0.244	1	
Cash with Fiscal Agent												
SYS10013	10013	National City 2004 TAB			35,631.42	35,631.42	35,631.42	0.000	0.000	0.000	1	
SYS10014	10014	National City 2004 TAB		07/01/2012	0.00	0.00	0.00	0.000	0.000	0.000	1	
SYS10015	10015	National City 2004 TAB		07/01/2012	0.00	0.00	0.00	0.000	0.000	0.000	1	
SYS10016	10016	National City 2004 TAB		07/01/2012	0.00	0.00	0.00	0.000	0.000	0.000	1	
SYS10010	10010	National City 2005A TAB		07/01/2012	2,186,336.00	2,186,336.00	2,186,336.00	0.000	0.000	0.000	1	
SYS10011	10011	National City 2005A TAB		07/01/2012	0.00	0.00	0.00	0.000	0.000	0.000	1	
SYS10012	10012	National City 2005A TAB		07/01/2012	0.00	0.00	0.00	0.000	0.000	0.000	1	
SYS10028	10028	National City 2005A TAB		07/01/2012	0.00	0.00	0.00	0.000	0.000	0.000	1	
SYS10008	10008	National City 2005B TAB		07/01/2012	0.00	0.00	0.00	0.000	0.000	0.000	1	
SYS10009	10009	National City 2005B TAB		07/01/2012	0.00	0.00	0.00	0.000	0.000	0.000	1	
SYS10027	10027	National City 2005B TAB		07/01/2012	0.00	0.00	0.00	0.000	0.000	0.000	1	
SYS10039	10039	National City 2011 TAB			0.00	0.00	0.00	0.000	0.000	0.000	1	
SYS10040	10040	National City 2011 TAB		07/01/2012	4,220,954.75	4,220,954.75	4,220,954.75	0.000	0.000	0.000	1	
SYS10041	10041	National City 2011 TAB			0.00	0.00	0.00	0.000	0.000	0.000	1	
SYS10042	10042	National City 2011 TAB		07/01/2012	0.00	0.00	0.00	0.000	0.000	0.000	1	
SYS10045	10045	National City 2011 TAB		07/01/2012	0.00	0.00	0.00	0.000	0.000	0.000	1	
SYS10020	10020	National City 1999 TAB Reserve			333,320.76	333,320.76	333,320.76	0.000	0.000	0.000	1	
SYS10029	10029	National City 1999 TAB Reserve		07/01/2012	0.00	0.00	0.00	0.000	0.000	0.000	1	
SYS10038	10038	HUD-108 NC DEFEASANCE CASH		07/01/2012	0.00	0.00	0.00	0.000	0.000	0.000	1	
Subtotal and Average			6,776,242.42		6,776,242.93	6,776,242.93	6,776,242.93		0.000	0.000	1	
Total and Average			40,143,239.51		40,143,240.02	40,152,366.12	40,143,240.02		0.200	0.203	1	

August 5, 2014

Council item # _____

UPDATE ON REDEVELOPMENT

AB 2493 (Bloom)
Redevelopment Agencies:
Statewide Economic Development, Infrastructure Construction,
Affordable Housing and Job Creation
Fact Sheet

PURPOSE

It is estimated that approximately \$750 million in 2011 redevelopment bond proceeds are currently sitting idle and cannot be used. If these proceeds were spent on their intended projects, it is estimated that approximately 19,000 high wage construction and related jobs would be generated.

During the first half of 2011, prior to the dissolution of all redevelopment agencies, approximately 50 agencies legally issued bonds, of those cities, 39 have outstanding bond proceeds they are now not allowed to use.

If these funds were put to work, it is estimated they would generate approximately 19,000 jobs, \$2.8 billion in statewide economic activity and over \$130 million dollars in new State and local tax revenues.

These figures were calculated by Smart Cities Prevail, a nonprofit that advocates for prevailing wage jobs. Their economic impact analysis utilized IMPLAN software, a widely used tool for analyzing the economic impacts of a broad range of policy alternatives and projects, including construction.

The State has asserted that the vast majority of the 2011 redevelopment bonds must be defeased and their proceeds not spent on projects, however, over 90% of these bonds cannot be defeased for 10 years.

During this ten year period nearly \$1 billion will be spent on the debt service payments for these bonds, and the bond proceeds will continue to go unused. If the proceeds were used for their intended purposes, the construction of these projects would generate \$2.8 billion in statewide economic activity; nearly triple the debt service payments during the ten year period.

The vast majority of these bonds were issued for public works projects such as infrastructure construction and repair, new public facilities, and affordable housing. Utilization of the proceeds would

result in the completion of over 200 projects, and an estimated 2,000 affordable housing units.

Bondholders who purchased tax-exempt bonds (approximately 70% of the bonds in question) for specific public works projects were promised tax-free returns.

Per Federal Tax Law, tax-exempt bond proceeds must be used for their intended purpose, or the bonds could be subject to losing their tax-exempt status.

SUMMARY

AB 2493 would adjust the cutoff date for the use of redevelopment bond proceeds, from December 31, 2010, as currently established in AB 1484, to June 28, 2011, the date the dissolution legislation was signed, thus allowing 2011 bond funds to be used for economic development and job creation.

AB 2493 is a reincarnation of AB 981 (introduced in 2013), however, various provisions have been added to AB 2493, reflecting conversations with the Governor's Office, Department of Finance, legislative leadership, and construction trade groups. These provisions are designed to ensure that cities that rushed to issue bonds in 2011, in order to "lock-up" funds for future projects, they were not currently working on, would not be able to utilize their 2011 bond proceeds. Specifically, 2011 bond proceeds could only be used if the following criteria were met:

1. The project is consistent with the sustainable communities strategy adopted by the appropriate metropolitan planning organization, pursuant to SB 375.
2. For each project two or more significant planning or implementation actions occurred on or before December 31, 2010.
3. Documentation dated on or before December 31, 2010, can be provided showing the intention to finance all or a portion of the project with the future issuance of long term debt, or documentation can be provided showing that the issuance of long-term debt was being planned.

4. Prevailing wage shall be paid by the contractor. The contractor shall also be required to establish their financial ability and experience performing large construction projects.

EXISTING LAW

AB 1484, a clean-up bill to AB X1 26 (the dissolution legislation), granted successor agencies the ability to use bond proceeds issued prior to January 1, 2011, but was ambiguous on the use of bonds issued between January 1, 2011 and June 28, 2011 (legally issued prior to the dissolution of redevelopment).

The Department of Finance has interpreted AB 1484 to mean that successor agencies cannot use 2011 bond proceeds unless the former redevelopment agency had entered into third party contract to expend the proceeds, prior to agency dissolution. The Department of Finance contends that the bonds must be defeased using the remaining proceeds. However, the majority of the 2011 bonds cannot be defeased for 10 years.

BACKGROUND

Prior to the dissolution of redevelopment agencies in the State, several cities through their local Redevelopment Agencies (RDA) legally issued bonds between January 1, 2011 and June 28, 2011, for qualified local projects, including infrastructure, public works, and affordable housing projects.

Chapter 5, Statutes of 2011 (AB X1 26, Blumenfield), imposed an immediate freeze on RDA authority to engage in most of their previous functions, including incurring new debt, making loans or grants, entering into new contracts or amending existing contracts, acquiring or disposing of assets, or altering redevelopment plans. The bill also dissolved RDAs, effective February 1, 2012 (Supreme Court adjusted date) and created a process for winding down redevelopment financial affairs and distributing any net funds from assets or property taxes to other local taxing agencies.

Chapter 6, Statutes of 2011 (ABX1 27, Blumenfield) allowed RDAs to opt into a voluntary alternative program to avoid the dissolution included in AB X1 26. The program included annual payments to K-12 districts (\$1.7 billion in 2011-12 and about \$400 million in future years) to offset the fiscal effect of redevelopment. AB X1 27 was struck down by the State Supreme court on a 6-1 vote in 2011, on the grounds that it violated Prop 22.

Because of the decision, redevelopment agencies were dissolved and replaced by successor agencies and oversight boards. After the court decisions, AB 1484 was enacted and specifies how the successor agencies will manage and administer the functions of the former redevelopment agencies, the role of the oversight boards and state Department of Finance in the Redevelopment Dissolution process.

SPONSOR

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SUPPORT

- California Building Industry Association
- Cities of Calexico, Culver City, Folsom, Galt, Glendale, La Quinta, Lynwood, National City, Oakdale, Riverbank, Santa Cruz, Santa Monica, Signal Hill, Sonoma, Stanton, Ukiah, Union City, West Hollywood, and Yorba Linda
- Glendale Successor Agency
- Housing California
- League of California Cities
- Los Angeles County Division of the League of California Cities
- MuniServices
- National City Chamber of Commerce
- Northern California Carpenters Regional Council
- Stanton Housing Authority
- Southwest California Legislative Council
- West Hollywood Chamber of Commerce

OPPOSITION

- County of Santa Clara

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