

**OVERSIGHT BOARD
FOR THE SOUTH TAHOE REDEVELOPMENT SUCCESSOR AGENCY
SPECIAL MEETING MINUTES
Thursday, August 23, 2012, 3:00 p.m.
City Council Chambers
1901 Airport Rd.,
South Lake Tahoe, California 96150**

CALL TO ORDER/PLEDGE OF ALLEGIANCE TO THE FLAG:

At 3:05 p.m. Board Member Cole called the meeting to order and led the pledge of allegiance to the flag.

ROLL CALL:

Present in the City Council Chambers were Board Members Cole, Kerry and Vogelgesang. Board Members Barber and Knight participated via teleconference at 6767 Green Valley Road, Placerville, CA. Absent was Board Member Murillo. Also present were City Attorney Enright, City Clerk Alessi and Assistant City Clerk Palazzo.

PUBLIC COMMUNICATIONS: None

CONSENT AGENDA:

- a) Minutes:
 May 10, 2012 Oversight Board for the South Tahoe Redevelopment Successor Agency

IT WAS MOVED BY BOARD MEMBER BAUGH AND SECONDED BY BOARD MEMBER VOGELGESANG AND UNANIMOUSLY CARRIED BY ALL PRESENT TO APPROVE THE MINUTES AS SUBMITTED.

NEW BUSINESS:

- (a) **Resolution of the Oversight Board for the South Tahoe Redevelopment Successor Agency Approving the Recognized Obligations Payment Schedule (ROPS) No. 3 for the Six-Month Fiscal Period from January 1, 2013 through June 30, 2013**

City Attorney Enright explained that the law required the ROPS be re-approved and submitted by September 1, 2012 due to the new format of the form provided by Department of Finance. The city also amended the form to include the following changes to the obligations.

- 1) Line item number 7 was reduced to \$5,000 due to the dismissal of the Patel case and the city no longer needed to retain Butan Associates as bankruptcy counsel for the Chateau Project. The remaining dollars were for legal use of Richards Watson & Gershon which were the Redevelopment Agency attorneys.

- 2) Line item 22 was the approximation of El Dorado County Re-assessment of the Convention Center back taxes of 1.5 million dollars.

Baugh inquired why there was a difference in totals between the summary schedule at \$2.785 million and the spreadsheet at \$2.24 million.

Discussion has held regarding the difference in dollar amounts. Staff provided corrections to the summary sheet which was provided by the Department of Finance. The total current period outstanding debt or obligation is \$2,240,820.

NEW BUSINESS – Item (a): (Continued):

IT WAS MOVED BY BOARD MEMBER VOGELGESANG AND SECONDED BY BOARD MEMBER BARBER AND UNANIMOUSLY CARRIED BY ALL PRESENT TO ADOPT OVERSIGHT BOARD RESOLUTION NO. 2012-8 APPROVING THE REVISED RECOGNIZED OBLIGATIONS PAYMENT SCHEDULE (ROPS) NO. 3 FOR THE SIX-MONTH FISCAL PERIOD FROM JANUARY 1, 2013 THROUGH JUNE 30, 2013

- (b) Resolution of the Oversight Board for the South Tahoe Redevelopment Successor Agency Approving Administrative Budget No. 3 for the Six-Month Fiscal Period from January 1, 2013 through June 30, 2013**

Enright noted that AB1484 required administrative costs to be adopted separately from the ROPS and that these costs would only be paid after all debts were paid.

Cole explained that the law allowed for \$125,000 in administrative costs and any amount over this would need itemization.

Enright will provide copies of AB1484 and AB 26 XI by email to the board.

IT WAS MOVED BY BOARD MEMBER BAUGH AND SECONDED BY BOARD MEMBER BARBER TO ADOPT OB RESOLUTION NO. 2012-9 APPROVING THE ADMINISTRATIVE BUDGET NO. 3 FOR THE SIX-MONTH FISCAL PERIOD FROM JANUARY 1, 2013 THROUGH JUNE 30, 2013

- (c) Update and Report by City Attorney Regarding AB 26x 1 and AB 1484 that Impact the Dissolution of Redevelopment Agencies and Transfer of Authority to Housing Authorities**

Cole noted that the board would need to meet one time prior to October 1, 2012 to identify an auditor and have the county approve the all housing assets. Once the assets were audited they could be distributed to the taxing entities.

Enright noted that the Successor Agency and the Oversight Board needed to approve the asset list and unallocated funds. The audit was required to be submitted to the Department of Finance by October 15, 2012.

Enright also explained that because no auditing guidelines were in place by the Department of Finance no auditor would agree to do an audit.

Discussion was held regarding options for selection of auditor and the auditing procedure.

Kerry suggested Supervisor Knight speak with County Auditor Joe Harn to assist with the housing audit. Harn had completed the Redevelopment Agency audit and the law allowed for county auditor to act as the auditor for housing assets.

Knight agreed to speak with the county auditor.

Enright updated the board regarding the selection of Deb Howard & Co. as real estate broker for the southwest corner parcel and several other parcels. Enright explained that the Department of Finance required an asset management plan prior to sale of property. The city was anticipating this plan to be completed and sent to the Department of Finance no earlier than December.

NEW BUSINESS – Item (c): (Continued):

Enright also explained that AB 1484 also allowed for transfer of assets to city. Due to the liability of certain properties like drainage basins it would be advantageous for the Successor Agency to transfer those properties.

Oversight Board member Announcements/Comments

Baugh inquired when the board would be receiving the opening balance sheet several times a year. Kerry noted that the Department of Finance has changed their form several times and it was expected that finance staff would be providing a balance sheet in October at next meeting.

Board tentatively set the next meeting Thursday, October 11th – 3 p.m.

Adjournment

Chair Cole adjourned the meeting at 3:45 p.m.

Respectfully Submitted by:

Ellen Palazzo, Assistant Board Clerk

Hal Cole, Chair