

**MINUTES
OVERSIGHT BOARD OF THE CITY AS SUCCESSOR AGENCY
FOR THE COMMUNITY REDEVELOPMENT AGENCY
OF THE CITY OF MORENO VALLEY**

**SPECIAL MEETING – 2:00 P.M.
February 27, 2013**

CALL TO ORDER - Meeting of the Oversight Board of the City as Successor Agency for the Community Redevelopment Agency of the City of Moreno Valley (Oversight Board) was called to order at 2:00 p.m. by Vice Chair Carlson in the Council Chamber at Moreno Valley City Hall. Copies of the Agenda and items for review were made available to the public.

ROLL CALL/INTRODUCTIONS

Oversight Board:

Chris Carlson	Vice Chair
David Slawson	Board Member
Mays Kakish	Board Member
Jamil Dada	Board Member
John Strickler	Board Member

Absent:

Glenn Moss	Chairman
Henry Garcia	Board Member

Staff:

Barry Foster	Community & Economic Development Director
Dante Hall	Redevelopment & Neighborhood Programs Administrator
Rick Teichert	Financial & Administrative Services Director
Kathi Pierce	Board Secretary

Legal Representation:

Mark Huebsch	Successor Agency Counsel (Stradling, Yocca, Carlson & Rauth)
Jon Goetz	Oversight Board Counsel - KMTG (Kronick Moskowitz Tiedemann & Girard)

PUBLIC COMMENTS

No public comments.

1. APPROVAL OF MINUTES

Motion to Approve Minutes of January 9, 2013 by m/Board Member Dada, s/Board Member Mays (Approved by a vote of 5-0-2).

REGULAR BUSINESS

1. DISCUSSION REGARDING THE 2007 TAX ALLOCATION BONDS, SERIES A

Staff provided an update regarding the Fourth Recognized Obligation Payment Schedule (ROPS 4). The DOF has approved ROPS #1, #2 and #3. They are being approved in 6 month increments, and from this point forward, will be re-labeled by fiscal year, with this year being ROPS13-14A.

The City is in the 2nd distribution period of the annual tax levy. The 1st distribution was approximately 6 million. We are expecting approximately 2.7 million in the second distribution. The difference is in a pass through to the county that takes out a large portion of the 2nd pass through. What is reflected is a settling in of the activities of the first 3 ROPS and learning to understand the DOF's approval process.

The line items fall within the scope of the expected 2.7 million distribution. We are proposing to set money aside for the final housing payment for the Hemlock project with the anticipation of seeing the project paid in early 2014. Cash flow is expected to free up as items are being paid. This will be reflected on ROPS 5 and is anticipated to be in excess of 2 million a year that will go back to the taxing entities.

The Bond funded projects that the DOF had expected in ROPS 3 have not been included on ROPS 4. On February 12th The Successor Agency transferred proceeds to the City to complete the expenditure of the bond project. The RDA has relied on two prior agreements where the RDA relied upon the City to complete projects on their behalf. These relate to the Cooperative Agreements where the City does the projects and the RDA reimburses the City.

The Successor Agency plans to resolve the current litigation related to the housing issue with the hope of getting a Finding of Completion. State will then allow us to spend the bond proceeds.

2. APPROVAL OF THE RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF MORENO VALLEY APPROVING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR THE PERIOD OF JULY 1, 2013 THROUGH DECEMBER 31, 2013.

RESOLUTION NO. OB 2013-02

A Resolution of the Oversight Board of the Successor Agency to the Community Redevelopment Agency of the City of Moreno Valley Approving the Recognized Obligation Payment Schedule for the Period of July 1, 2013 through December 31, 2013, and Authorizing the Executive Director or his Designee to Make Modifications Thereto

Motion to Adopt Resolution No. OB 2013-02, by m/Board Member Mays, s/Board Member Strickler. Board Member Slawson abstaining from any reference to Item 20 and Board Member Strickler abstaining from any reference to Items 13, 14, and 23. (Approved by a vote of 5-0-2).

3. DISCUSSION REGARDING THE STATUS OF THE LOW AND MODERATE INCOME HOUSING FUND DUE DILIGENCE REPORT

Staff spoke briefly about the litigation that is in process. A lawsuit was filed on December 24th and we are in settlement discussions with the DOF and the Attorney General Staff in hopes of a resolution within the next two to four weeks. The underlying issue is the amount of money owed to Rancho Dorado and how it will be funded.

ADJOURNMENT

There being no further business to conduct, the meeting was adjourned at 4:15 p.m. by unanimous informal consent.

NEXT MEETING

The next Meeting of the Oversight Board of the City as Successor Agency for the Community Redevelopment Agency of the City of Moreno Valley scheduled for March 13th, 2013 has been cancelled. The next scheduled Meeting is April 10, 2013 from 2 – 4 p.m. in the Council Chamber.

Submitted by:



Board Secretary, Kathi Pierce

Approved by:



Vice Chair, Chris Carlson