

RESOLUTION NO. 2 (SAS) Oversight Board

A RESOLUTION OF THE SANTA MONICA REDEVELOPMENT SUCCESSOR AGENCY
OVERSIGHT BOARD APPROVING AND ADOPTING THE AMENDED RECOGNIZED
OBLIGATION PAYMENT SCHEDULE FOR FEBRUARY 2012 – JUNE 2012

WHEREAS, pursuant to the California Community Redevelopment Law (Health and Safety Code Section 33000 et seq.), the City Council of the City of Santa Monica (the "Council") adopted the Earthquake Recovery Redevelopment Project by Ordinance No. 1747 (CCS) on June 21, 1994, the Downtown Redevelopment Project by Ordinance No. 1021 (CCS) on January 13, 1976, the Ocean Park 1A Project by Ordinance No. 497 (CCS) on June 30, 1960, and the Ocean Park 1B Project by Ordinance No. 516 (CCS) on January 24, 1961 (collectively the "Redevelopment Plans"); and

WHEREAS, the California Legislature adopted, and the Governor signed, Assembly Bill No. x1 26 and x1 27 (2011-2012 1st Ex. Sess.) enacted as Stats. 2011, 1st Ex. Sess. 2011-2012, chs. 5-6 (hereinafter AB 26 and AB 27) into law; and

WHEREAS, in July 2011, *California Redevelopment Agency v. Matosantos* was filed in the California Supreme Court, challenging the constitutionality of AB 26 and AB 27, and on December 29, 2011, the Supreme Court issued its opinion in *Matosantos*, upholding AB 26 and exercising its power of reformation to revise and extend each effective date or deadline for performance of an obligation in part 1.85 of division 24 of the Health and Safety Code, and invalidating AB 27; and

WHEREAS, the City of Santa Monica is the designated Successor Agency of the Redevelopment Agency of the City of Santa Monica, within the meaning of AB 26; and

WHEREAS, Section 34177(a)(1) of the Health and Safety Code, as reformed by the California Supreme Court in *Matosantos*, provides that on or after February 1, 2012, and until a Recognized Obligation Payment Schedule becomes operative, only payments required pursuant to an enforceable obligations payment schedule shall be made; and

WHEREAS, Section 34177(a)(3) of the Health and Safety Code, as reformed by the California Supreme Court in *Matosantos*, provides that commencing on May 1, 2012, only those payments listed in a Recognized Obligation Payment Schedule may be made by the Successor Agency from the funds specified in the Recognized Obligation Payment Schedule; and

WHEREAS, under Title 14 of the California Code of Regulations, Section 15061(b)(3), the approval of a Recognized Obligation Payment Schedule is exempt from the requirements of the California Environmental Quality Act ("CEQA"), in that it is not a project as the adoption of a Recognized Obligation Payment Schedule will not have the potential of causing a significant environmental effect and it can be seen with certainty that there is no possibility that the adoption of Recognized Obligation Payment Schedule will have any significant effect on the environment; and

WHEREAS, on February 28, 2012, the Successor Agency approved a draft Recognized Obligation Payment Schedule for the period February 2012 – June 2012, inclusive; and

WHEREAS, subsequent to the adoption of the draft Recognized Obligation Payment Schedule for the period February 2012 – June 2012, inclusive, Successor Agency staff recommended changes to the schedule based upon information provided by the County Auditor-Controller; and

WHEREAS, on April 10, 2012, the Successor Agency approved a draft Amended Recognized Obligation Payment Schedule for the period February 2012 – June 2012, inclusive;

and

WHEREAS, the Santa Monica Redevelopment Successor Agency Oversight Board ("Oversight Board") has reviewed and duly considered the amended Recognized Obligation Payment Schedule for the period February 2012 – June 2012, inclusive, attached as Exhibit 1, and other written evidence presented at the meeting, if any.

NOW, THEREFORE, THE OVERSIGHT BOARD DOES RESOLVE AS FOLLOWS:

SECTION 1. The Oversight Board hereby finds and determines that the foregoing recitals are true and correct.

SECTION 2. The Oversight Board hereby approves and adopts the amended Recognized Obligation Payment Schedule for the period February 2012 – June 2012, inclusive, attached as Exhibit 1 (referenced hereinafter as "the Recognized Obligation Payment Schedule").

SECTION 3. The Oversight Board authorizes the Successor Agency's Chief Administrative Officer or his designee to:

- (1) Obtain certification of the amended Recognized Obligation Payment Schedule by the County Auditor-Controller;
- (2) Submit copies of the amended Recognized Enforceable Obligation Payment Schedule to the County Auditor-Controller and both the State Controller's Office and the State Department of Finance, and post copies of the amended Recognized Enforceable Obligation Payment Schedule on the Successor Agency's Internet Web site; and

(3) Take such other actions and execute such other documents as are appropriate to effectuate the intent of this Resolution and to implement the amended Recognized Obligation Payment Schedule on behalf of the Successor Agency.

SECTION 4. The Secretary of the Oversight Board shall certify the adoption of this Resolution and thenceforth and thereafter the same shall be in full force and effect.

APPROVED BY A MAJORITY OF THE TOTAL MEMBERSHIP OF THE OVERSIGHT BOARD:



CHAIR OF THE OVERSIGHT BOARD

Exhibit 1
 Successor Agency of the Redevelopment Agency of the City of Santa Monica
 All Project Areas
 DRAFT RECOGNIZED OBLIGATION PAYMENT SCHEDULE
 Six Months Ended June 30, 2012
 Per AB 26

Project Name / Debt Obligation	Project Area	Source of Funds	Payee	Description	Payments by month						Total
					Jan ¹	Feb	March	April	May	June	
1) Wells Fargo Term Loan	Earthquake	RORF	Wells Fargo	Public uses, including affordable housing	-	81,096	81,096	81,096	81,096	81,096	405,480
2) 2011 Earthquake RDA Bonds	Earthquake	RORF	Union Bank	Public uses, including affordable housing	-	-	-	-	-	-	-
3) 2011 Earthquake RDA Bonds Reserves	Earthquake	Reserve Balance from Bond Proceeds	Union Bank/Reserves	2011 Earthquake RDA Bonds Reserves	-	2,262,413	-	-	-	-	2,262,413
4) 2006 Earthquake RDA Series A Bonds	Earthquake	RORF	Union Bank	Property acquisition and improvements	-	-	-	-	-	-	-
5) 2006 Earthquake RDA Series B Bonds	Earthquake	RORF	Union Bank	Property acquisition and improvements	-	-	-	-	-	-	-
6) 2002 Ocean Park Bonds	Ocean Park	RORF	Mellon Bank	Property acquisition and development, including affordable housing	-	-	-	-	-	-	-
7) 2002 Ocean Park Bond Payment Reserves	Ocean Park	Reserve Balance from Bond Proceeds	Mellon Bank/Reserves	2002 Ocean Park Bonds reserves	-	1,749,260	-	-	-	-	1,749,260
8) 2002 Ocean Park Bond - Plan Limit Special Fund	Ocean Park	Reserve	Bank/Special Fund	2002 Ocean Park Bonds Plan Limit Special Fund per indenture	-	1,695,919	-	-	-	-	1,695,919
9) Civic Center Joint Use Agreement	Earthquake	RORF	Santa Monica Malibu School District	Civic Center Joint Use Project	-	-	-	-	-	4,065,000	4,065,000
10) Bank of America Line of Credit	Earthquake	RORF	Bank of America	Affordable housing development	-	-	-	-	-	-	-
11) Affordable Housing Agreement	Earthquake	RORF	Housing Authority	Agreement to perform affordable housing functions and operations	-	-	-	-	-	1,000,000	1,000,000
12) Administrative Cost Allowance	All	RORF	Successor Agency ²	FY 2011-12 5% Administration Costs	-	244,821	244,821	244,821	244,821	244,821	1,224,104
13) Successor Agency Oversight	All	RORF	Successor Agency ²	Oversight Board Costs ³	-	-	-	-	10,000	10,000	20,000
14) 1976 Promissory Notes	Downtown	RORF	City of Santa Monica	Property acquisition	-	-	-	-	-	1,580,308	1,580,308
15) AB 1290 Statutory pass-through Payment	Earthquake	Successor Agency Custodial Account	LA County General Fund	Estimated AB 1290 Pass-through Payments for November 2011 through January 2012 ⁴	-	-	1,228,971	-	-	-	1,228,971
16) AB 1290 Statutory pass-through Payment	Downtown	Successor Agency Custodial Account	LA County General Fund	Estimated AB 1290 Pass-through Payments for November 2011 through January 2012 ⁴	-	-	118,708	-	-	-	118,708
17) FY 11-12 Pass-Through Est.	Earthquake	Successor Agency Custodial Account	Various Taxing Entities	Estimated Pass-through payment for November 2011 through January 2012 ⁴	-	-	6,005,035	-	-	-	6,005,035
18) FY 11-12 Pass-Through Est.	Downtown	Successor Agency Custodial Account	Various Taxing Entities	Estimated Pass-through payment for November 2011 through January 2012 ⁴	-	-	172,342	-	-	-	172,342
19) ERAF FY 10-11	Earthquake	Reserve	LA County	ERAF ⁵	-	1,202,546	-	-	-	-	1,202,546
20) ERAF Impound FY 10-11	Earthquake	Reserve	LA County	ERAF Impound ⁶	-	2,789,150	-	-	-	-	2,789,150
Total											24,295,132

1) All payments due in the month of January 2012 have been paid.
 2) City of Santa Monica has elected to be designated as the Successor Agency.
 3) Listed expenditures are estimates
 4) Pass-through payment amounts are carried over from November 2011-Jan 2012.
 5) Amounts are carried over from FY 2010-2011. These amounts may be adjusted pending the final outcome of the LAUSD Case

Adopted and approved this 23rd day of April, 2012.

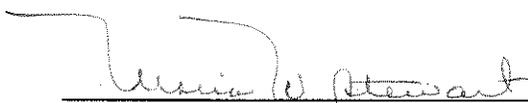

_____, Chair

Redevelopment Successor Agency Oversight Board

I, Maria M. Stewart, Secretary to the Successor Agency Oversight Board, do hereby certify that the foregoing Resolution No. 2 (SAS-Oversight Board) was duly adopted at a meeting of the Oversight Board meeting held on the 23rd day of April, 2012, by the following vote:

AYES: Board members Maez, Luboff, Lawson, Chair Silvern
NOES: Board members Kanschat, Dijkstra, Vice Chair Moran
ABSENT: None.

ATTEST:



Maria M. Stewart, Secretary
Successor Agency Oversight Board