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**AGENDA**  
**KERMAN REDEVELOPMENT**  
**SUCCESSOR AGENCY OVERSIGHT BOARD**  
**REGULAR MEETING**  
Kerman City Hall  
850 S. Madera Avenue  
Wednesday, January 20, 2016  
6:00 PM

AGENDA PACKET AVAILABLE FOR  
REVIEW 72 HOURS PRIOR TO  
THE AGENCY MEETING AT  
THE CITY CLERK'S OFFICE AND  
ON THE CITY WEBSITE  
ITEMS RECEIVED AT THE  
MEETING WILL BE AVAILABLE  
FOR REVIEW AT THE CITY  
CLERK'S OFFICE

**CHAIRMAN**

Stephen Hill

**BOARD MEMBERS**

Charlie Jones

Robert Frausto

Kevin Nehring

John Kunkel

---

**CALL TO ORDER**

**ROLL CALL**

**PLEDGE OF ALLEGIANCE**

**1. AGENDA APPROVAL**

**2. CONSENT CALENDAR**

**A. MINUTES - September 16, 2015**

**RECOMMENDATION:** Members approve minutes as presented.

**ATTACHMENTS:** [Minutes](#)

**B. TREASURER'S REPORT - Warrant Nos 1435 - 1438 \$64,949.99**

**RECOMMENDATION:** Members approve warrants as presented.

**ATTACHMENTS:** [Warrants](#)

**3. ORDER OF BUSINESS**

**A. SUBJECT:** Resolutions Approving the Recognized Obligation Payment Schedules for the period of July 1, 2016 through June 30, 2017 (ROPS 16-17) and Last and Final ROPS for the period of July 1, 2016 through December 31, 2018 (ROPS 18-19) [TJ]

**RECOMMENDATION:**

1. Board by motion adopt resolution approving the 2016-17 Recognized Obligation Payment Schedule for the period of July 1, 2016 through June 30, 2017 (ROPS 16-17).
2. Board by motion adopt resolution approving the Last and Final Recognized Obligation Payment Schedule for the period of July 1, 2016 through December 31, 2018 (ROPS 16-17 through ROPS 18-19).

**ATTACHMENTS:** [Last and Final ROPS](#)

- B. Resolution Approving the Last and Final Recognized Obligation Payment Schedule for the Period of July 1, 2016 through December 31, 2018 [TJ]

**RECOMMENDATION:** Board by motion adopt resolution for the Last and Final Recognized Obligation Payment Schedule for the period of July 1, 2016 through December 31, 2018

#### 4. ADJOURNMENT



**MINUTES**  
**KERMAN REDEVELOPMENT**  
**SUCCESSOR AGENCY OVERSIGHT BOARD**  
**REGULAR MEETING**  
**Kerman City Hall**  
**850 S. Madera Avenue**  
**September 16, 2015**  
**6:00 PM**

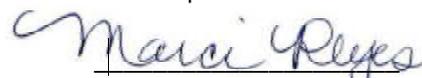
**CHAIRMAN**  
Stephen Hill  
**BOARD MEMBERS**  
Robert Frausto  
Charlie Jones  
John Kunkel  
Kevin Nehring

|   |                                 |
|---|---------------------------------|
| <b>CALL TO ORDER</b>  | 6:05 p.m.                       |
| <b>ROLL CALL</b>  | All present<br>except SH        |
| <b>PLEDGE OF ALLEGIANCE</b>   | Performed                       |
| <b>1. AGENDA APPROVAL</b>   | Approved<br>KN/CJ (4-0-1)<br>SH |
| <b>2. CONSENT CALENDAR</b>  | Approved<br>CJ/KN (4-0-1)<br>SH |
| <b>A. MINUTES</b>   |                                 |
| <u><b>RECOMMENDATION:</b></u> Members approve minutes as presented.   |                                 |
| <b>B. TREASURER'S REPORT</b>  |                                 |
| Warrant Nos 1428 - 1434 \$197,155.54  |                                 |
| <u><b>RECOMMENDATION:</b></u> Members approve warrants as presented.  |                                 |
| <b>3. ORDER OF BUSINESS</b>   |                                 |
| <b>A. Resolution Approving the Recognized Obligation Payment Schedule for the Period of January 1, 2016 Through June 30, 2016 (ROPS 15-16B) (TJ)</b>                          | Approved<br>RF/KN (4-0-1)<br>SH |
| <u><b>RECOMMENDATION:</b></u> Board by motion adopt resolution for the Recognized Obligation Payment Schedule (ROPS) for the period of January 1, 2016 through June 30, 2016. |                                 |
| <b>4. ADJOURNMENT</b>   | 6:17 p.m.                       |

MINUTES CERTIFICATION

I, MARCI REYES, Secretary for the Kerman Redevelopment Successor Agency Oversight Board, do hereby declare under penalty of perjury that the above Minutes are a true depiction of all actions taken at the Kerman Redevelopment Successor Agency Oversight Board meeting held on the first date above written at Kerman City Hall, 850 S. Madera Ave, Kerman, CA.

Date: September 17, 2015

  
Marci Reyes, Secretary

**Successor Agency  
Check Detail**

---

| <b>Check #</b>      | <b>Date</b> | <b>Payee</b>             | <b>Amount</b>    |
|---------------------|-------------|--------------------------|------------------|
| 1435                | 10/7/2015   | Kerman Unified School    | 8,623.95         |
| 1436                | 12/31/2015  | City of Kerman           | 10.04            |
| 1437                | 1/7/2016    | City of Kerman           | 50,000.00        |
| 1438                | 1/7/2016    | State Controllers Office | 6,316.00         |
| <b>Total Checks</b> |             |                          | <b>64,949.99</b> |



# City of Kerman

*"Community Comes First"*

CHAIRMAN  
Steven B. Hill

BOARD MEMBER  
John Kunkel

BOARD MEMBER  
Robert Frausto

BOARD MEMBER  
Charles Jones

BOARD MEMBER  
Kevin Nehring

DEPARTMENT: OFFICE OF THE TREASURER  
STAFF REPORT  
OVERSIGHT BOARD TO THE SUCCESSOR AGENCY TO  
THE KERMAN REDEVELOPMENT AGENCY  
MEETING DATE: JANUARY 20, 2016

To: Chairman and Agency Members  
From: Toni Jones, Treasurer  
Subject: Resolutions Approving the Recognized Obligation Payment Schedules for the period of July 1, 2016 through June 30, 2017 (ROPS 16-17) and Last and Final ROPS for the period of July 1, 2016 through December 31, 2018 (ROPS 18-19)

## RECOMMENDATION

1. Board by motion adopt resolution approving the 2016-17 Recognized Obligation Payment Schedule for the period of July 1, 2016 through June 30, 2017 (ROPS 16-17).
2. Board by motion adopt resolution approving the Last and Final Recognized Obligation Payment Schedule for the period of July 1, 2016 through December 31, 2018 (ROPS 16-17 through ROPS 18-19).

## EXECUTIVE SUMMARY

In accordance with AB 1484 the Successor Agency to the Kerman Redevelopment Agency is required to submit the Recognized Obligation Payment Schedule (ROPS) for the period of July 1, 2016 through June 30, 2017 (ROPS 16-17) to the Department of Finance by March 1, 2016.

The attached ROPS 16-17 schedule requests \$5,000 for Successor Agency Administrative Costs and \$70,686 for Non-Administrative Costs. The Non-Administrative Costs are made up of \$58,054 to pay the Hacienda Heights Project obligation and \$12,632 for the REDIP Loan Payment obligation that will be due during the ROPS 16-17 period.

Pursuant to Health and Safety Code section 34191.6 (a), beginning January 1, 2016 agencies that have received a Finding of Completion have the option to submit a Last and Final ROPS if all of the following conditions are met:

- The remaining debt is limited to administrative costs and payments pursuant to enforceable obligations with defined payment schedules including, but not limited to, debt service, loan agreements and contracts.
- All remaining obligations have been previously listed on the ROPS and approved for payment by Finance pursuant to HSC section 34177 (m) or (o).
- The agency is not a party of outstanding/unresolved litigation.

Because there are only a small amount of obligations remaining staff is recommending a Last and Final ROPS is submitted to alleviate the need for the Oversight Board to meet in the future to approve the remaining obligations.

The following is a list of obligations submitted as the Successor Agency to the Kerman Redevelopment Agency's Last and Final ROPS:

| ROPS Period | Obligation         | Balance Due | Payment   | Remaining |
|-------------|--------------------|-------------|-----------|-----------|
| 2016-17     | Hacienda Heights   | 58,054.00   | 58,054.00 | -0-       |
| 2016-17     | State of CA REDIP  | 26,968.00   | 12,632.00 | 15,058.00 |
| 2016-17     | Administrative Fee | On Going    | 5,000.00  | On Going  |
| 2017-18     | State of CA REDIP  | 15,058.00   | 12,632.00 | 2,829.00  |
| 2017-18     | Administrative Fee | On Going    | 5,000.00  | On Going  |
| 2018-19     | State of CA REDIP  | 2,829.00    | 2,829.00  | -0-       |
| 2018-19     | Administrative Fee | On Going    | 2,500.00  | -0-       |

Recap:

- 2016-17           \$75,686
- 2017-18           \$17,632
- 2018-19           \$ 5,329
- Total               \$98,647

As outlined in the schedule above the last obligation on the Hacienda Heights Project will be in ROPS 2016-17 and thereafter the only obligation will be to the State of California for the REDIP loan. That loan is scheduled to be paid in full on December 1, 2018.

The Last and Final ROPS covering the period of 2016-17 through 2018-19 is attached. According to the Department of Finance the Last and Final will go through an approval process similar to the process with our Long Range Property Management Plan therefore they are requiring agencies to submit both a 2016-17 ROPS along with the Last and Final ROPS.

**OUTSTANDING ISSUES**

None.

**DISCUSSION**

Assembly Bill 1X 26 (Stats. 2011, 1st Ex. Sess., chap. 5) added a new Part 1.85 to Division 24 of the California Health and Safety Code (Health and Safety Code Section 34170 *et seq.*), which was subsequently modified by the California Supreme Court in *California Redevelopment Association v. Matosantos* (2011) 53 Cal.4th 231 and by Assembly Bill 1484 (Stats. 2012, chap. 26) (the "Dissolution Act"). In accordance with the Dissolution Act, all redevelopment agencies in the State of California, including the Kerman Redevelopment Agency (the "former Redevelopment Agency"), were dissolved as of February 1, 2012. Also on that date, all assets, properties, contracts, leases, books and records, buildings, and equipment of the former Redevelopment Agency were transferred to the Successor Agency to the Former Kerman RDA ("Successor Agency").

The Successor Agency is required by Section 34177(l) of the Dissolution Act to adopt a Recognized Obligation Payment Schedule (“ROPS”) for each twelve-month fiscal period. The ROPS 16-17 for the July 2016 to June 2017 period is due by March 1, 2016.

The ROPS functions as the Successor Agency’s claim for tax increment, and general authorization, to pay enforceable obligations. It lists the outstanding obligations of the former Redevelopment Agency for which payments are required during that period of time. The Successor Agency may only pay, and will only be allocated tax increment by the County Auditor-Controller for the payment of obligations listed on the ROPS. Obligations that will be funded by other sources, such as existing fund balances, must also be listed on the ROPS.

The ROPS prepared by the Successor Agency for the period of July 1, 2016 through June 30, 2017 (“ROPS 16-17”) is attached to the resolution accompanying this staff report along with the Last and Final ROPS for the period of July 1, 2016 through December 31, 2018.

#### FISCAL IMPACT

There is no fiscal impact as a result of adoption of this resolution.

#### PUBLIC HEARING

N/A

#### REASON FOR RECOMMENDATION

N/A

#### **Attachments:**

- A. Resolution – ROPS 16-17 for the period of July 1, 2016 through June 30, 2017
- B. Resolution – Last and Final ROPS for the period of July 1, 2016 through December 31, 2018
- C. Recognized Obligation Payment Schedule (ROPS 16-17) Summary
- D. Last and Final Recognized Obligation Payment Schedule for July 1, 2016 through December 31, 2018 Summary

Attachment 'A'

RESOLUTION NO. OB 16-01

A RESOLUTION OF THE OVERSIGHT BOARD TO THE SUCCESSOR AGENCY TO THE KERMAN REDEVELOPMENT AGENCY APPROVING RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR JULY 1, 2016 THROUGH JUNE 30, 2017 PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177(1)

WHEREAS, pursuant to Assembly Bill IX26 (Stats. 2011, 1<sup>st</sup> Ex. Sess., chap. 5) a new Part 1.85 was added to Division 24 of the California Health and Safety Code (Health and Safety Code Section 34170 et seq.), which was subsequently modified by the California Supreme Court in California Redevelopment Association v. Matosantos (2011) 53 Cal. 4<sup>th</sup> 231 and by Assembly Bill 1484 (Stats. 2012, chap. 26, effective June 27, 2012) (the "Dissolution Act"), and in accordance therewith, all redevelopment agencies in the State of California, including the Redevelopment Agency of the City of Kerman (the "Redevelopment Agency"), were dissolved as of February 1, 2012; and

WHEREAS, pursuant to the Dissolution Act, the City of Kerman became the Successor Agency to the former Kerman Redevelopment Agency (the "Kerman Successor Agency") and, by operation of law under Section 34175(b) of the Dissolution Act, all assets, properties, contracts, leases, books and records, buildings, and equipment of the former Redevelopment Agency (the "redevelopment assets") were transferred to the Kerman Successor Agency (SA), on February 1, 2012; and

WHEREAS, Section 34177(l) of the Dissolution Act requires the Kerman SA to prepare a Recognized Obligation Payment Schedule ("ROPS") for each twelve-month fiscal period, which lists the outstanding obligations of the former Redevelopment Agency, states the months in which payments on those obligations are required and the source of funds for the payments; and

WHEREAS, the Kerman Successor Agency has prepared a ROPS for the July 1, 2016, through June 30, 2017, fiscal period (ROPS 16-17); and

WHEREAS, pursuant to Section 34180(g) of the Dissolution Act, the Oversight Board must approve the establishment of each ROPS.

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

SECTION 1. Recitals - The Recitals set forth above are true and correct and are incorporated into this resolution by this reference.

SECTION 2. Approval of ROPS for July 1, 2016 through June 30, 2017. The Successor Agency to the Former Kerman RDA hereby approves the ROPS for presentation to the Oversight Board for the period of July 1, 2016 through June 30, 2017, in the form attached to this resolution.

SECTION 3. The Successor Agency will transmit the ROPS for the period of July 1, 2016 through June 30, 2017, to the Fresno County Auditor-Controller, State Department of Finance and the State Controller if so authorized and directed by the Oversight Board.

The foregoing resolution was introduced at a regular meeting of the Oversight Board to the Successor Agency to the Kerman Redevelopment Agency held on the 20<sup>th</sup> day of January 2016, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

The foregoing resolution is hereby approved.

Attest:

\_\_\_\_\_  
Stephen B. Hill  
Chairman

\_\_\_\_\_  
Marci Reyes  
Agency Secretary

Attachment 'B'

RESOLUTION NO. OB 16-02

A RESOLUTION OF THE OVERSIGHT BOARD TO THE SUCCESSOR AGENCY TO THE KERMAN REDEVELOPMENT AGENCY APPROVING THE LAST AND FINAL RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR JULY 1, 2016 THROUGH DECEMBER 31, 2018 PURSUANT TO HEALTH AND SAFETY CODE SECTION 34191.6 (a)

WHEREAS, pursuant to Assembly Bill IX26 (Stats. 2011, 1<sup>st</sup> Ex. Sess., chap. 5) a new Part 1.85 was added to Division 24 of the California Health and Safety Code (Health and Safety Code Section 34170 et seq.), which was subsequently modified by the California Supreme Court in California Redevelopment Association v. Matosantos (2011) 53 Cal. 4<sup>th</sup> 231 and by Assembly Bill 1484 (Stats. 2012, chap. 26, effective June 27, 2012) (the "Dissolution Act"), and in accordance therewith, all redevelopment agencies in the State of California, including the Redevelopment Agency of the City of Kerman (the "Redevelopment Agency"), were dissolved as of February 1, 2012; and

WHEREAS, pursuant to the Dissolution Act, the City of Kerman became the Successor Agency to the former Kerman Redevelopment Agency (the "Kerman Successor Agency") and, by operation of law under Section 34175(b) of the Dissolution Act, all assets, properties, contracts, leases, books and records, buildings, and equipment of the former Redevelopment Agency (the "redevelopment assets") were transferred to the Kerman Successor Agency (SA), on February 1, 2012; and

WHEREAS, Section 34191.6(a) of the Health and Safety Code allows agencies that have received a Finding of Completion to submit a Last and Final ROPS if all of the following conditions are met:

- The remaining debt is limited to administrative costs and payments pursuant to enforceable obligations with defined payment schedules including, but not limited to, debt service, loan agreements and contracts.
- All remaining obligations have been previously listed on the ROPS and approved for payment by Finance pursuant to HSC section 34177 (m) or (o).
- The agency is not a party to outstanding/unresolved litigation, except as specified in HSC section 34191.6 (a) (3).

and

WHEREAS, the Kerman Successor Agency meets the above conditions and has prepared a Last and Final ROPS for the July 1, 2016, through December 31, 2018, fiscal periods; and

WHEREAS, the Oversight Board must approve the Last and Final ROPS before submission to the Department of Finance.

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

SECTION 1. Recitals - The Recitals set forth above are true and correct and are incorporated into this resolution by this reference.

SECTION 2. Approval of the Last and Final ROPS for July 1, 2016 through December 31, 2018. The Successor Agency to the Former Kerman RDA hereby approves the Last and Final ROPS for presentation to the Oversight Board for the period of July 1, 2016 through December 31, 2018, in the form attached to this resolution.

SECTION 3. The Successor Agency will transmit the Last and Final ROPS for the period of July 1, 2016 through December 31, 2018, to the Fresno County Auditor-Controller, State Department of Finance and the State Controller if so authorized and directed by the Oversight Board.

The foregoing resolution was introduced at a regular meeting of the Oversight Board to the Successor Agency to the Kerman Redevelopment Agency held on the 20<sup>th</sup> day of January 2016, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

The foregoing resolution is hereby approved.

Attest:

\_\_\_\_\_  
Stephen B. Hill  
Chairman

\_\_\_\_\_  
Marci Reyes  
Agency Secretary

Attachment 'C'

| <b>Recognized Obligation Payment Schedule (ROPS 16-17) - Summary</b>                                 |                     |                     |                         |
|--|---------------------|---------------------|-------------------------|
| Filed for the July 1, 2016 through June 30, 2017 Period  |                     |                     |                         |
| Successor Agency:  | <u>Kerman</u>       |                     |                         |
| County:  | <u>Fresno</u>       |                     |                         |
| <b>Current Period Requested Funding for Enforceable Obligations (ROPS Detail)</b>                    | <b>16-17A Total</b> | <b>16-17B Total</b> | <b>ROPS 16-17 Total</b> |
| <b>Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding</b> | <b>\$</b>           | <b>\$</b>           | <b>\$</b>               |
| A Sources (B+C+D):   |                     |                     |                         |
| B Bond Proceeds Funding  | -                   | -                   | -                       |
| C Reserve Balance Funding  | -                   | -                   | -                       |
| D Other Funding  |                     |                     |                         |
| F <b>Enforceable Obligations Funded with RPTTF Funding (F+G):</b>                                    | <b>\$ 65,870</b>    | <b>\$ 0,316</b>     | <b>\$ 75,606</b>        |
| F Non-Administrative Costs   | 01,370              | 0,316               | 70,606                  |
| G Administrative Costs   | 2,500               | 2,500               | 5,000                   |
| <b>H Current Period Enforceable Obligations (A+E):</b>   | <b>\$ 65,870</b>    | <b>\$ 8,816</b>     | <b>\$ 75,686</b>        |

|   |   |  |
|---|---|--|
| <p>Certification of Oversight Board Chairman:<br/>         Pursuant to Section 34177 (a) of the Health and Safety Code, I hereby certify that the above is a true and accurate Recognized Obligation Payment Schedule for the above named successor agency.</p> | <p><u>Stephen B. Hill</u><br/>         Name<br/>         /s/<br/>         Signature</p> | <p><u>Board Chairman</u><br/>         Title<br/> <u>January 20, 2016</u><br/>         Date</p> |
|---|---|--|

Attachment 'D'

**Last and Final Recognized Obligation Payment Schedule (ROPS) - Summary**  
**Filed for the July 1, 2016 through June 30, 2046 Period**

Successor Agency: Kerman  
 County: Fresno  
 Initial ROPS Period: ROPS 16-17A  
 Final ROPS Period: ROPS 45-46B

| Requested Funding for Enforceable Obligations                 | Total Outstanding<br>Obligation |
|---|---------------------------------|
| <b>A Enforceable Obligations Funded as Follows (B+C):</b>     | <b>\$ -</b>                     |
| B Bond Proceeds   | -                               |
| C Other Funds   | -                               |
| <b>D Redevelopment Property Tax Trust Fund (RPTTF) (E+F):</b> | <b>\$ 98,647</b>                |
| E RPTTF   | 96,147                          |
| F Administrative RPTTF  | 12,500                          |
| <b>G Total Outstanding Enforceable Obligations (A+D):</b>     | <b>\$ 98,647</b>                |

Certification of Oversight Board Chairman:  
 Pursuant to Section 34177 (c) of the Health and Safety code, I  
 hereby certify that the above is a true and accurate Recognized  
 Obligation Payment Schedule for the above named agency.

Stephen D. Hill Board Chairman  
 Name Title  
 /s/ \_\_\_\_\_ 1/20/2016  
 Signature Date