

#4

RESOLUTION NO. 12

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE SUCCESSOR AGENCY TO THE SAN FERNANDO REDEVELOPMENT AGENCY APPROVING PROPOSED ADMINISTRATIVE BUDGETS PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177; APPROVING THE EXECUTION OF A COOPERATIVE AGREEMENT FOR ADVANCE AND REIMBURSEMENT OF ADMINISTRATIVE, OVERHEAD AND OTHER EXPENSES BY AND BETWEEN THE SUCCESSOR AGENCY AND THE CITY OF SAN FERNANDO; AND TAKING CERTAIN ACTIONS IN CONNECTION THEREWITH

RECITALS:

A. Pursuant to Part 1.85 of the Community Redevelopment Law (commencing with Health and Safety Code Section 34170) ("Part 1.85"), the Successor Agency to the San Fernando Redevelopment Agency ("Successor Agency") is required to undertake a number of actions related to winding down the affairs of the former Redevelopment Agency pursuant to Health and Safety Code Section 34177(h).

B. In connection with the administration and operations of the Successor Agency, the Successor Agency is and will be utilizing the staff, facilities, and other resources of the City. The City Administrator of the City serves as Executive Director of the Successor Agency, the Treasurer serves as Finance Officer of the Successor Agency, and the City Clerk serves as Secretary to the Successor Agency. Planning, finance, engineering, public works, and other City departments devote and are expected to devote substantial time with respect to the administration and operations of the Successor Agency, including gathering information relating to the Redevelopment Agency's enforceable obligations, conferring with public officials representing governmental agencies, and undertaking other activities in connection with administration and operations of the Successor Agency.

C. By providing and making available to the Successor Agency the staff, facilities, services, and other resources of the City, including, without limitation, consultants, legal counsel, office space, equipment, supplies, and insurance, necessary to the administration and operations of the Successor Agency, the City has advanced and will continue to advance the cost of the foregoing to the Successor Agency. The City and the Successor Agency desire to enter into an agreement to provide for an appropriate method of reimbursement of such advances by the Successor Agency to the City.

D. Pursuant to Health and Safety Code Section 34171(d)(1)(F), contracts or agreements necessary for the administration or operation of the Successor Agency are enforceable obligations and pursuant to Health and Safety Code Sections 34178(a) and 34180(h), the Successor Agency may enter into agreements with the City with the approval of the oversight board for the Successor Agency (the "Oversight Board").

E. Pursuant to Health and Safety Code Section 34177(j), the Successor Agency is required to prepare a proposed administrative budget for each six month fiscal period and submit each proposed administrative budget to the Oversight Board for its approval. Each proposed administrative budget shall include all of the following: (1) Estimated amounts for Successor Agency administrative costs for the applicable six-month fiscal period; (2) Proposed sources of payment for the costs identified in (1); and (3) Proposals for arrangements for administrative and operations services provided by the City or another entity.

F. Pursuant to Health and Safety Code Section 34177(k), the Successor Agency is required to provide administrative cost estimates, from its approved administrative budget that are to be paid from property tax revenues deposited in the Redevelopment Property Tax Trust Fund, to the County Auditor-Controller for each applicable six-month fiscal period.

NOW, THEREFORE, THE BOARD OF DIRECTORS OF THE SUCCESSOR AGENCY TO THE SAN FERNANDO REDEVELOPMENT AGENCY DOES HEREBY RESOLVE, FIND, DETERMINE AND ORDER AS FOLLOWS:

Section 1. The above recitals are true and correct and are a substantive part of this Resolution.

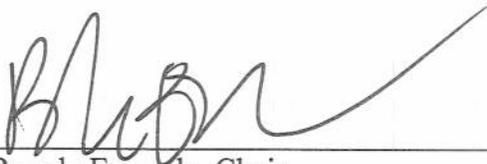
Section 2. This Resolution is adopted pursuant to the provisions of Part 1.85.

Section 3. The Board hereby approves the proposed administrative budget for the six-month fiscal period commencing January 1, 2012 and ending June 30, 2012 attached hereto as Exhibit "A" and incorporated herein by reference and the proposed administrative budget for the six-month fiscal period commencing July 1, 2012 and ending December 31, 2012 attached hereto as Exhibit "B" and incorporated herein by reference.

Section 4. The Board hereby approves the Cooperative Agreement for Advance and Reimbursement of Administrative, Overhead and other Expenses by and between the Successor Agency and the City attached hereto as Exhibit "C" and incorporated herein by reference (the "Agreement") and the Chair and Executive Director are hereby authorized and directed, acting singly, to execute the Agreement.

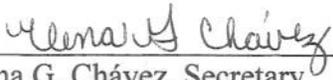
Section 5. The officers and staff of the Successor Agency are hereby authorized and directed, jointly and severally, to do any and all things which they may deem necessary or advisable to effectuate this Resolution, and any such actions previously taken by such officers and staff are hereby ratified and confirmed.

PASSED AND ADOPTED this 16th day of April, 2012.



Brenda Esqueda, Chair

ATTEST:



Elena G. Chávez, Secretary

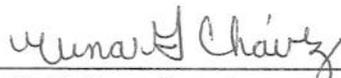
STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) **ss**
CITY OF SAN FERNANDO)

I HEREBY CERTIFY that the foregoing Resolution was approved and adopted at a regular meeting of the Successor Agency to the San Fernando Redevelopment Agency held on the 16th day of April, 2012, by the following vote to wit:

AYES: Esqueda, Lopez, Ballin, De La Torre – 4

NOES: None

ABSENT: Hernández – 1



Elena G. Chávez, Secretary

Name of Successor Agency: Successor Agency of the City of San Fernando Redevelopment Agency
 Project Area(s) All

PROPOSED ADMINISTRATIVE BUDGET
 Pursuant to Health and Safety Code Section 34171(d)(1)(F)

Project Name / Debt Obligation	Payee	Description	Project Area	2012											
				July 2012	August	September	October	November	December	Total					
Direct Employee Costs	Employees of Agency/City of San Fernando	Payroll for employees working on direct projects win the former RDA	#1 & 3A	18,333.00	18,333.00	18,333.00	18,333.00	18,334.00	18,334.00	18,334.00	18,334.00	18,334.00	18,334.00	\$ 110,000.00	
Annual Audit	Current City Auditor	Annual Financial Audit Reports	All PAs				4,350.00		4,350.00				4,350.00	\$ 8,700.00	
Legal Services	Richards, Watson & Gershon	Legal services provided to the Successor Agency	All PAs	4,368.00	4,368.00	4,368.00	4,368.00	4,368.00	4,368.00	4,368.00	4,368.00	4,368.00	4,368.00	\$ 26,208.00	
SCO Transaction Report	Thales Consulting	Preparation of the State Controller's Financial Transaction Report	#1 & 3A										2,000.00	\$ 2,000.00	
Advertising for Reso/Ordinance	Various	Required public notices & outreach	LMHF	500.00	500.00	500.00	500.00	500.00	500.00	500.00	500.00	500.00	500.00	\$ 3,000.00	
Advertising for Reso/Ordinance	Various	Required public notices & outreach	#1 & 3A	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	\$ 6,000.00	
Annual Audit	Diehls, Evans, & Company LLP & HdL	Annual Financial Audit Reports	All PAs				2,050.00		2,050.00				2,050.00	\$ 6,150.00	
Overhead Allocation - Administrative Services	City of San Fernando	\$250,000 annual allocation for general admin costs per AB 26	All PAs	34,083.00	34,083.00	34,083.00	34,083.00	34,084.00	34,083.00	34,084.00	34,084.00	34,084.00	34,084.00	\$ 204,500.00	
LAUSD Litigation	Attorney representing City	Ongoing litigation	#1 & 3A	1,500.00	1,500.00	1,500.00	1,500.00	1,500.00	1,500.00	1,500.00	1,500.00	1,500.00	1,500.00	\$ 9,000.00	
Wilshire Ventures - Attorney Fees	Attorney representing City	Ongoing litigation for Wilshire Venture	#1	1,667.00	1,667.00	1,667.00	1,667.00	1,667.00	1,667.00	1,667.00	1,667.00	1,667.00	1,667.00	\$ 10,002.00	
Property Tax Analysis	HDL, Coren & Cone	Property Tax Services	All PAs			1,320.00	540.00						625.00	\$ 2,485.00	
Property Tax Analysis	HDL, Coren & Cone	Property Tax Services	LMHF										1,460.00	\$ 1,460.00	
														\$ -	
														\$ -	
														\$ -	
Totals - This Page				\$ 61,451.00	\$ 61,451.00	\$ 62,771.00	\$ 68,391.00	\$ 64,963.00	\$ 68,391.00	\$ 64,963.00	\$ 70,478.00	\$ 70,478.00	\$ 70,478.00	\$ 389,505.00	
Totals - Other Obligations				\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Totals - All Pages				\$ 61,451.00	\$ 61,451.00	\$ 62,771.00	\$ 68,391.00	\$ 64,963.00	\$ 68,391.00	\$ 64,963.00	\$ 70,478.00	\$ 70,478.00	\$ 70,478.00	\$ 389,505.00	

**COOPERATIVE AGREEMENT FOR ADVANCE AND REIMBURSEMENT OF
ADMINISTRATIVE, OVERHEAD AND OTHER EXPENSES**

This COOPERATIVE AGREEMENT FOR ADVANCE AND REIMBURSEMENT OF ADMINISTRATIVE, OVERHEAD AND OTHER EXPENSES (this "Agreement") is entered into as of February 1, 2012, by and between the City of San Fernando (the "City") and the Successor Agency to the San Fernando Redevelopment Agency (the "Successor Agency").

RECITALS:

- A. The Successor Agency is required to undertake a number of actions pursuant to Part 1.85 of the Community Redevelopment Law (commencing with Health and Safety Code Section 34170) ("Part 1.85"), including winding down the affairs of the former San Fernando Redevelopment Agency ("Agency") pursuant to Health and Safety Code Section 34177(h).
- B. Pursuant to Health and Safety Code Section 34171(d)(1)(F), contracts or agreements necessary for the administration or operation of the Successor Agency are enforceable obligations.
- C. Pursuant to Health and Safety Code Sections 34178(a) and 34180(h), with the approval of the oversight board, the Successor Agency may enter into agreements with the City.
- D. In connection with the administration and operations of the Successor Agency, the Successor Agency is and will be utilizing the staff, facilities, and other resources of the City.
- E. The City Administrator of the City serves as Executive Director of the Successor Agency, the Treasurer serves as Finance Officer of the Successor Agency, and the City Clerk serves as Secretary to the Successor Agency. Planning, finance, engineering, public works, and other City departments devote and are expected to devote substantial time with respect to the administration and operations of the Successor Agency, including gathering information relating to the Agency's enforceable obligations, conferring with public officials representing governmental agencies, and undertaking other activities in connection with winding down the affairs of the Agency.
- F. By providing and making available to the Successor Agency the staff, facilities, services, and other resources of the City, including, without limitation, consultants, legal counsel, office space, equipment, supplies, and insurance, necessary to the administration and operations of the Successor Agency, the City has advanced and will continue to advance the cost of the foregoing to the Successor Agency.
- G. The City and the Successor Agency desire to enter into this Agreement to acknowledge the foregoing recitals and to provide for an appropriate method of reimbursement of such advances by the Successor Agency to the City.

**NOW, THEREFORE, THE PARTIES DO HEREBY AGREE AS
FOLLOWS:**

Section 1. The City shall make available to the Successor Agency its staff, facilities, services, and other resources, including, without limitation, consultants, legal counsel, office space, equipment, supplies, and insurance, necessary to the administration and operations of the Successor Agency. The Successor Agency shall have access to the foregoing staff, facilities, services, and other resources of the City.

Section 2. The value of the City staff, including all employee retirement and other benefits, facilities, services, and other resources of the City, including, without limitation, office space, equipment, supplies, and insurance, necessary to the administration and operations of the Successor Agency made, and to be made, available to the Successor Agency for each six-month fiscal period beginning with the fiscal period commencing on January 1, 2012 and ending on June 30, 2012, determined in accordance with Section 3 hereof, shall constitute an advance to the Successor Agency by the City for each six-month fiscal period, to be repaid in accordance with Section 4 of this Agreement.

Section 3. The City Administrator has prepared a cost accounting plan attached hereto as Exhibit "1" and incorporated herein by reference, based upon reasonable allocations and generally accepted cost accounting principles, documenting the value of the City staff, including all employee retirement and other benefits, and the facilities, services, and other resources of the City made, or to be made available, to the Successor Agency pursuant to Section 1 hereof for each six-month fiscal period beginning with the fiscal period commencing on January 1, 2012 and ending on June 30, 2012. For each six month fiscal period, or such other times as the City Administrator deems appropriate, the City Administrator shall review the cost accounting plan for its accuracy in reflecting the value of City staff and resources advanced to the Successor Agency. The City Administrator shall revise the cost accounting plan as he or she determines is necessary based on such periodic review.

Section 4. Within a reasonable time following the end of each six month fiscal period, beginning with the fiscal period commencing on January 1, 2012 and ending on June 30, 2012, the Successor Agency shall pay the City the amount of the reimbursement set forth in Exhibit "1" from available funds of the Successor Agency. In the event that insufficient funds are available to the Successor Agency, any unpaid amounts shall be carried over to the next six-month fiscal period.

Section 5. The parties hereto agree to take all appropriate steps and execute any documents which may reasonably be necessary or convenient to implement the intent of this Agreement.

Section 6. Each party shall maintain books and records regarding its duties pursuant to this Agreement. Such books and records shall be available for inspection by the officers and agents of the other party at all reasonable times.

Section 7. This Agreement is made in the State of California under the Constitution and laws of the State of California, and is to be so construed.

Section 8. This Agreement will be become effective upon approval of the Oversight Board to the Successor Agency.

Section 9. This Agreement may be amended at any time, and from time to time, by an agreement executed by both parties to this Agreement and approved by the Oversight Board to the Successor Agency.

SUCCESSOR AGENCY TO THE SAN FERNANDO REDEVELOPMENT AGENCY

By _____
Brenda Esqueda, Chair

ATTEST:

Elena G. Chávez, Secretary

CITY OF SAN FERNANDO

By _____
Brenda Esqueda, Mayor

ATTEST:

Elena G. Chávez, City Clerk

APPROVED:

Oversight Board to the Successor
Agency to the San Fernando
Redevelopment Agency

Date

Name of Successor Agency: Successor Agency of the City of San Fernando Redevelopment Agency
 Project Area(s) All

ALLOCATION METHOD - for the period of January 1, 2012 - June 30, 2012

Project Name / Debt Obligation	Payee	Description	City %	Successor Agency %	Total
Direct Employee Costs	Employees of Agency/City of San Fernando	Payroll for employees working on direct projects w/in the former RDA			\$ -
	Positions:	City Planner	20%	80%	100%
		Assistant Planner	50%	50%	100%
		Assistant Planner (Housing)	25%	75%	100%
		City Administrator	60%	40%	100%
		Executive Assistant to City Administrator	80%	20%	100%
Annual Audit	Diehls, Evans, & Company LLP	Annual Financial Audit Reports		100%	100%
Legal Services	Richards, Watson & Gershon	Legal services provided to the RDA		100%	100%
Legal Services	Richards, Watson & Gershon	Legal services provided to the RDA		100%	100%
SCO Transaction Report	Thales Consulting	Preparation of the State Controller's Financial Transaction Report		100%	100%
Advertising for Reso/Ordinance	Various	Required public notices & outreach		100%	100%
Advertising for Reso/Ordinance	Various	Required public notices & outreach		100%	100%
Consulting Services	HdL	Consulting services for financials, financial reporting, and bond services		100%	100%
Overhead Allocation - Administrative Services	City of San Fernando	\$250,000 annual allocation for general admin costs per AB 26			
		City Administrator Department (\$38,339 annually)		9%	
		City Clerk Department (\$15,590 annually)		4%	
		City Council (\$21,967 annually)		5%	
		City Treasurer Department (\$25,309 annually)		6%	
		Personnel Department (\$5,196 annually)		1%	
		Finance Department (\$219,752 annually)		54%	
		Non Departmental (\$32,028 annually)		8%	
		Building Use (\$50,760 annually)		12%	
		Equipment (\$218 annually)		1%	
LAUSD Litigation	Attorney representing City	Ongoing litigation		100.0%	100%
Wlshire Ventures - Attorney Fees	Attorney representing City	Ongoing litigation for Wlshire Venture		100.0%	100%

Name of Successor Agency: Successor Agency of the City of San Fernando Redevelopment Agency
 Project Area(s) All

ALLOCATION METHOD - for the period of July 1, 2012 - December 31, 2012

Project Name / Debt Obligation	Payee	Description	City %	Successor Agency %	Total
Direct Employee Costs	Employees of Agency/City of San Fernando	Payroll for employees working on direct projects with the former RDA			\$ -
	Positions:	City Planner	20%	80%	100%
		Assistant Planner	50%	50%	100%
		City Administrator	60%	40%	100%
		Executive Assistant to City Administrator	80%	20%	100%
Annual Audit	Diehls, Evans, & Company LLP	Annual Financial Audit Reports		100%	100%
Legal Services	Richards, Watson & Gershon	Legal services provided to the RDA		100%	100%
Legal Services	Richards, Watson & Gershon	Legal services provided to the RDA		100%	100%
SCO Transaction Report	Thales Consulting	Preparation of the State Controller's Financial Transaction Report		100%	100%
Advertising for Reso/Ordinance	Various	Required public notices & outreach		100%	100%
Advertising for Reso/Ordinance	Various	Required public notices & outreach		100%	100%
Consulting Services	HdL	Consulting services for financials, financial reporting, and bond services		100%	100%
Overhead Allocation - Administrative Services	City of San Fernando	\$250,000 annual allocation for general admin costs per AB 26			
		City Administrator Department (\$38,339 annually)		9%	
		City Clerk Department (\$15,590 annually)		4%	
		City Council (\$21,967 annually)		5%	
		City Treasurer Department (\$25,309 annually)		6%	
		Personnel Department (\$5,196 annually)		1%	
		Finance Department (\$219,752 annually)		54%	
		Non Departmental (\$32,028 annually)		8%	
		Building Use (\$50,760 annually)		12%	
		Equipment (\$218 annually)		1%	
LAUSD Litigation	Attorney representing City	Ongoing litigation		100%	100%
Wilshire Ventures - Attorney Fees	Attorney representing City	Ongoing litigation for Wilshire Venture		100.0%	100%