AGENDA

SPECIAL MEETING OF THE OVERSIGHT BOARD
OF THE SUCCESSOR AGENCY TO
THE EL CERRITO REDEVELOPMENT AGENCY

Monday, May 7, 2012, 8:00 p.m.

El Cerrito City Council Chambers
10890 San Pablo Avenue
El Cerrito CA, 94530

1. Call to Order
2. Roll Call
3. Public Comment
   Comments are limited to 3 minutes per speaker.
4. New Business Items
   A. Approval of Minutes
      Approve the April 4, 2012 Oversight Board of the Successor Agency to the El Cerrito
      Redevelopment Agency special meeting minutes.
   B. Consideration of Corrected First Recognized Obligation Payment Schedule ("ROPS"),
      Draft Second ROPS, and Proposed Fiscal Year 2012–13 Administrative Budget for the
      Successor Agency to the El Cerrito Redevelopment Agency
      Adopt Oversight Board resolutions approving: 1) A corrected First Recognized Obligation
      Payment Schedule ("ROPS"); 2) The Draft Second ROPS; and 3) The Proposed Fiscal Year 2012-
      13 Administrative Budget for the Successor Agency to the El Cerrito Redevelopment Agency.
5. Adjournment

- Oversight Board meetings are not televised.
- In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting,
  please contact the Board Clerk, (510) 215-4305. Notification 48 hours prior to the meeting will enable the City to
  make reasonable arrangements to ensure accessibility to this meeting. (28 CFR 35.102-35.104 ADA Title I).
MINUTES

SPECIAL MEETING OF THE OVERSIGHT BOARD
OF THE SUCCESSOR AGENCY TO
THE EL CERRITO REDEVELOPMENT AGENCY

Wednesday, April 4, 2012, 7:00 pm

El Cerrito City Council Chambers
10890 San Pablo Avenue
El Cerrito CA, 94530

1. Call to Order
The Oversight Board meeting was called to order at 7:05 p.m.

2. Roll Call
Present: Boardmembers Dotson, Friedman, Jones, Kronenberg, Myall, Potter and Solseng.
Absent: None.
Also present: Scott Hanin, City Manager, Karen Tiedemann, Successor Agency Counsel, Lori Treviño, Oversight Board Staff/Economic Development Manager and Cheryl Morse, City Clerk.

3. Public Comment
Al Miller, El Cerrito, stressed the importance of transparency and openness in the conduct of meetings.

4. Introduction of Board Members and Staff

Director Introductions

Hilde Myall, City of El Cerrito, stated that she was appointed by the Mayor of the City of El Cerrito. She represents staff of the former El Cerrito Redevelopment Agency. Director Myall informed the Oversight Board that she is the City's Housing Program Manager.

Kristine Solseng, El Cerrito, stated that she was appointed by Supervisor Gioia. Ms. Solseng noted that she has worked for Contra Costa County in the Redevelopment Agency for a number of years.

Mark Friedman, El Cerrito, stated that he served on the El Cerrito City Council for eight years, was Chair of the El Cerrito Redevelopment Agency and also served as Mayor a couple of times.
[Director Friedman was appointed to the Oversight Board by the Contra Costa Community College District.]

Bill Jones, Mayor of El Cerrito, stated that he was appointed by the El Cerrito City Council.

Sandi Potter, El Cerrito, stated that she served on the El Cerrito City Council and former Redevelopment Agency Board. Director Potter was appointed by Dr. Ovick, Superintendent of the Contra Costa County School Board.

Hale Kronenberg, El Cerrito, was appointed to the Oversight Board by Supervisor Gioia, serves on the City’s Financial Advisory Board and is also a private attorney.

Whitney Dotson, Richmond, East Bay Regional Park District Director – Ward One is an appointee of the East Bay Regional Park District.

Staff Introductions
Scott Hanin, City Manager, City of El Cerrito, stated that he will serve as lead staff and primary contact for the Oversight Board of Directors.

Lori Treviño, El Cerrito Economic Development Manager and former Redevelopment Agency Manager, will provide staff assistance to the Oversight Board.

Cheryl Morse, City Clerk, City of El Cerrito, stated that she is serving as Clerk to the Oversight Board.

5. New Business Items

A. Election of Chair and Vice Chair

Actions: Moved, seconded (Myall/Dotson) and carried unanimously to elect Director Jones as Chair.

Moved, seconded (Potter/Solseng) and carried unanimously to elect Director Friedman as Vice Chair.

B. Presentation of Background on Dissolution of the El Cerrito Redevelopment Agency

Pursuant to AB1x26

Presenter: Lori Treviño, Economic Development Manager.

Action: Presentation received and discussion held.
C. Consideration of a Resolution Establishing Rules, Procedures, Date, Time and Location for Meetings of the Oversight Board of the Successor Agency to the El Cerrito Redevelopment Agency (Oversight Board)

Presenter: Scott Hanin, City Manager, stated that there is a commitment to being open and transparent and emphasized that the Board is subject to the Brown Act and Political Reform Act.

Action: Moved, seconded (Friedman/Potter) and carried unanimously to adopt Oversight Board Resolution No. 2012–01.

D. Consideration of a Resolution Approving the Successor Agency Administrative Budget.

Presenter: Lori Treviño, Economic Development Manager.

Action: Moved, seconded (Potter/Myall) and carried unanimously to adopt Oversight Board Resolution No. 2012–02.

E. Consideration of a Resolution Approving the First Recognized Obligation Payment Schedule.

Presenter: Lori Treviño, Economic Development Manager.

Speakers: Matt Lewis, Resources for Community Development (RCD), spoke in support of the Ohlone Gardens Project. Mr. Lewis stated that RCD is depending on undisbursed funds for development of the Ohlone Gardens project. Mr. Lewis further stated that expenditures have to be made by July, 2012 and that it is a $24 million project.

Action: Moved, seconded (Friedman/Dotson) and carried unanimously to adopt Oversight Board Resolution No. 2012–03.

6. Adjourned at 8:25 p.m.
AGENDA BILL

Date: May 7, 2012
To: Oversight Board of the Successor Agency
to the El Cerrito Redevelopment Agency
From: Lori Treviño, Economic Development Manager
Mary Dodge, Administrative Services Director
Subject: Consideration of Corrected First Recognized Obligation Payment Schedule ("ROPS"), Draft Second ROPS, and Proposed FY 12-13 Administrative Budget for the Successor Agency to the El Cerrito Redevelopment Agency

ACTION REQUESTED

BACKGROUND
On June 30, 2011, activities of the El Cerrito Redevelopment Agency ("RDA") were suspended pursuant to AB1x26. On August 15, 2011, the RDA adopted an Enforceable Obligations Payment Schedule ("EOPS") for those payments due during its suspension. At the same time, the City of El Cerrito ("City") elected to serve as the Successor Agency to the El Cerrito Redevelopment Agency ("SA") after the RDA’s dissolution.

While in extended suspension during the CRA v. Matosantos litigation, the RDA received its usual tax increment payment on December 16, 2011, rather than redevelopment property tax revenue a month later subject to the distribution process outlined in AB1x26. The EOPS was amended January 17, 2012, reflecting payments due on the RDA’s obligations prior to its dissolution effective on February 1, 2012. The RDA paid its enforceable obligations and then transferred its remaining assets and liabilities to a SA fiduciary fund, including sufficient cash to pay the promissory note payment due prior to the first payment from the newly created Redevelopment Property Tax Trust Fund ("RPTTF").

On February 21, 2012, the SA reviewed and authorized submittal of the draft First ROPS covering payments due between February and June, 2012. The Oversight Board to the SA ("OB") held its first meeting on April 4, 2012, at which time it approved the FY11-12 Administrative Budget for the SA that staff had prepared; and the draft first ROPS that the SA had reviewed and authorized. The first ROPS was submitted to the Department of Finance ("DOF") on April 5, 2012, prior to the requested submittal date of April 15, 2012.
CORRECTED FIRST RECOGNIZED OBLIGATIONS PAYMENT SCHEDULE
On April 20, 2012 the DOF notified the SA that the First ROPS submitted was considered incomplete because it did not include payments for the month of January 2012 and therefore was being returned to the OB for reconsideration. Although the SA did not exist in January and therefore did not have any ROPS items payable in that month, City staff has revised the ROPS previously considered by the OB to include a column for the month of January and utilizing a form consistent with the DOF’s preferred template. Additionally, the DOF is disputing the enforceability of the two Cooperation Agreements, despite no payments being due on either obligation during the first ROPS period. The corrected First ROPS being considered by the OB includes the Cooperation Agreements for informational purposes, while the SA attempts to resolve the disputed items.

Additionally, the First ROPS has been revised to include pass-through payments for FY 2011-12. The County Auditor-Controller (“CAC”) recently notified the SA of the obligation to pay the former RDA’s pass-through payment obligations from the December 2011 tax increment payment. It also provided a methodology for how any residual funds in the SA’s RPTTF at the end of each ROPS period would be distributed to taxing entities. From the available balance in the SA’s RPTTF, funds are allocated as follows:

1. County Administration Fee
2. Pass-Through Payments to Taxing Entities
3. Payments on the SA’s ROPS; and

Any residual amount would be distributed to the taxing entities. However, if this calculation results in insufficient funds for the SA’s ROPS payments, the Successor Agency Administrative Allowance and then the Pass-Through Payments are reduced in the current ROPS period, so as to ensure that the SA’s recognized obligations are paid. The legislation strongly implies that in this scenario pass-through payments would be reduced and not deferred, but it is not clear whether FY 11-12 payments will be treated in that manner.

The CAC provided notice to the SA that any funds intended to cover payments on the First ROPS were distributed as tax increment to the RDA on December 16, 2011 and at that time indicated that no additional payments were anticipated to be made on May 16, 2012 from the RPTTF. However, subsequently the CAC also noted that funds for payments on the Second ROPS (covering July 1 to December 31, 2012) would be distributed on June 1, 2012 and could be advanced on May 16, 2012 from the RPTTF if needed to cover expenses on the first ROPS.
Based on discussions with the CAC, City staff estimated the funds that will be available—either as cash on hand or payments from the RPTTF—for the First and Second ROPS periods are as follows:

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash from former RDA</td>
<td>$636,500</td>
</tr>
<tr>
<td>May payment from RPTTF</td>
<td>$306,100</td>
</tr>
<tr>
<td>June payment from RPTTF</td>
<td>$1,822,100</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$2,764,700</strong></td>
</tr>
</tbody>
</table>

This amount is sufficient to pay the bond debt and promissory note payments on both the First and Second ROPS, but the timing of other payments on the First ROPS will need to be adjusted to match the funds available. Additionally, the CAC noted that estimates provided to the SA are subject to change and new information is becoming available and legislation may be revised.

**SECOND RECOGNIZED OBLIGATIONS PAYMENT SCHEDULE**

At its April 17, 2012 meeting, the SA reviewed and authorized submittal of a draft Second ROPS, covering payments of obligations due between July and December, 2012. It was based largely on the informational version of the draft Second ROPS that had been provided to both the SA and OB when reviewing and/or approving the draft First ROPS.

Based on the subsequent communications from the CAC and the DOF, City staff has made revisions to the draft Second ROPS authorized by the SA, as was necessary in order to submit it for review to the DOF in a timely fashion. In addition to consolidating bond debt into one line item for simplicity, the revisions to the draft Second ROPS authorized by the SA are as follows:

- The Cooperation Agreements with the City of El Cerrito and the El Cerrito Municipal Services Corporation remain on the draft Second ROPS, including the payments due in July, 2012, but with a note that the SA requests establishment of a reserve for those payments while it pursues resolution of the disputed items.
- Payments on the First ROPS for which there is likely not sufficient funding have been listed as obligations on the draft second ROPS.
- Pass-Through Payments and the Successor Agency Administrative Allowance for FY 11-12 have been added as obligations.

**SUCCESSOR AGENCY ADMINISTRATIVE BUDGET**

A proposed FY12-13 Administrative Budget for the SA is Exhibit A to the attached OB Resolution. Regardless of the SA’s actual administrative expenses, the SA is entitled to an administrative allowance of $250,000 annually. However, should there be insufficient funds available for obligations payable in any ROPS period, the administrative allowance for that ROPS period will be the first item to be reduced.
Agenda Item No. 4(B)

Reviewed by:

Scott Hanin
City Manager

Attachments:
1. Oversight Board Resolution 2012-XX, approving the corrected draft First Recognized Obligation Payment Schedule Required under AB1x26
2. Oversight Board Resolution 2012-XX, approving the draft Second Recognized Obligation Payment Schedule Required under AB1x26
3. Oversight Board Resolution 2012-XX, approving the Successor Agency Administrative Budget for FY12-13
OVERSIGHT BOARD OF THE SUCCESSOR AGENCY
TO THE EL CERRITO REDEVELOPMENT AGENCY
RESOLUTION 2012-XX

RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE
EL CERRITO REDEVELOPMENT AGENCY APPROVING THE CORRECTED DRAFT
FIRST RECOGNIZED OBLIGATION PAYMENT SCHEDULE AS REQUIRED UNDER
AB1X26

WHEREAS, as part of the 2011-12 State budget bill, AB1x26 (the “Dissolution Act”) was enacted significantly modifying the Redevelopment Law to require the dissolution of redevelopment agencies throughout California and the establishment successor agencies to wind down the former redevelopment agencies’ affairs; and

WHEREAS, on August 15, 2011, pursuant to the Dissolution Act, the City elected to serve as the Successor Agency to the El Cerrito Redevelopment Agency (the “Successor Agency”); and

WHEREAS, Section 34179(a) of the Health and Safety Code provides for the establishment of an Oversight Board of the Successor Agency to the El Cerrito Redevelopment Agency (the “Oversight Board”); and

WHEREAS, the Dissolution Act requires the Successor to prepare a draft of the First Recognized Obligations Payment Schedule (“ROPS”) by March 1, 2012, to be certified by the County Auditor-Controller, approved by an oversight board and reviewed by the California Department of Finance; and

WHEREAS, once certified by the County Auditor-Controller and approved by the Oversight board, the approved ROPS will serve as the spending plan during its operative period; and

WHEREAS, the City Council, acting in its role as governing board of the Successor Agency, reviewed and authorized a draft First ROPS that was prepared pursuant to the Dissolution Act, which was approved by Oversight Board of the Successor Agency on April 4, 2012, but returned by the State Department of Finance on April 20, 2012 for correction and reconsideration; and

WHEREAS, a corrected draft First ROPS, revised consistent with the information provided by the State Department of Finance and the County Auditor-Controller, is Exhibit A to this Resolution, for reconsideration by the Oversight Board and re-submittal to the State Department of Finance and the County Auditor-Controller.
NOW THEREFORE, BE IT RESOLVED that the Oversight Board of the Successor Agency to the El Cerrito Redevelopment Agency hereby approves the First Recognized Obligation Payment Schedule as required under the Dissolution Act and attached hereto as Exhibit A.

BE IT FURTHER RESOLVED that the Oversight Board of the Successor Agency to the El Cerrito Redevelopment Agency authorizes the submittal of the approved initial Recognized Obligation Payment Schedule as required under the Dissolution Act.

BE IT FURTHER RESOLVED that this Resolution shall become effective immediately upon its passage and adoption.
<table>
<thead>
<tr>
<th>Project Name / Debt Obligation</th>
<th>Date of Agreement</th>
<th>Payee</th>
<th>Description</th>
<th>Project Area</th>
<th>Total Outstanding Obligation</th>
<th>Total Due During FY2011-12</th>
<th>Payable from the Redevelopment Property Tax Trust Fund (RPTTF)</th>
</tr>
</thead>
<tbody>
<tr>
<td>7) Cooperation Agreement</td>
<td>3/7/2011</td>
<td>El Cerrito Redevelopment Plan Implementation</td>
<td>Redevelopment Plan Implementation (non-housing)</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>106,230,000</td>
<td>1,626,340</td>
<td>-</td>
</tr>
<tr>
<td>8) Cooperation Agreement</td>
<td>2/22/2011</td>
<td>City of El Cerrito</td>
<td>Redevelopment Plan Implementation (housing)</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>50,700,000</td>
<td>208,670</td>
<td>-</td>
</tr>
<tr>
<td>9) 2009-2010 SERAF Loan</td>
<td>2/16/2010</td>
<td>L&amp;M Housing Fund</td>
<td>Funds advanced for SERAF payment</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>1,327,655</td>
<td>331,914</td>
<td>331,914</td>
</tr>
<tr>
<td>12) Eden Housing Loan Agreement</td>
<td>5/17/2011</td>
<td>Eden Housing</td>
<td>Undisbursed loan commitment</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>350,000</td>
<td>350,000</td>
<td>310,000</td>
</tr>
<tr>
<td>13) Administrative Allowance</td>
<td>Statutory</td>
<td>City of El Cerrito</td>
<td>administrative Allowance per AB1x26</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>3,500,000</td>
<td>250,000</td>
<td>50,000</td>
</tr>
<tr>
<td>14) Pass-Through Payments</td>
<td>1993 Contracts &amp; 1994 Statutory Taxing Entities</td>
<td>City of El Cerrito</td>
<td>Attributable to 12/16/2011 Tax Increment Payment</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>507,493</td>
<td>250,000</td>
<td>50,000</td>
</tr>
</tbody>
</table>

**Notes:**
- Items 7 & 8: During the review by the Department of Finance (DOF) of the draft first ROPS, approved by the Oversight Board on April 4, 2012, DOF objected to Items 7 & 8. The disputed items are displayed for reference purposes but can be considered removed from this draft First ROPS. The Successor Agency retains the right to pursue resolution of the disputed items and include them on subsequent ROPS. The Successor Agency is not requesting the establishment of a reserve on the current ROPS for payments on the disputed items, since no payments were due for the disputed items during the current ROPS period.
- Items 9 & 10: Should funds available for the first ROPS period be insufficient, the FY11-12 payments on the ERAF and SERAF loans will be listed as obligations on the next ROPS.
- Items 11 & 12: Amounts due for housing loan commitments are to fund payments disbursed in subsequent months, as demanded by payee. Should there be insufficient RPTTF funding available, the obligations will be moved to the second ROPS.
- Item 13: Monthly payments for Administrative Allowance are estimates of expenses. As RPTTF funding is insufficient, the FY11-12 allowance will be added as an obligation on the second ROPS.
- Rem 14: Subsequent to the original consideration of the draft First ROPS by the Successor Agency and the Oversight Board, the Successor Agency was provided the amounts due from the tax increment paid to the Redevelopment Agency on 12/16/11. As the balance of the RPTTF is insufficient to pay these payments, they will be listed as obligations on the second ROPS.

**Totals:**
- $192,878,384
- $6,089,181
- $-50,000
- $338,215
- $50,000
- $1,246,925
- $1,581,760
- $3,266,900
RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE
EL CERRITO REDEVELOPMENT AGENCY APPROVING THE SECOND RECOGNIZED
OBLIGATION PAYMENT SCHEDULE AS REQUIRED UNDER AB1X26

WHEREAS, as part of the 2011-12 State budget bill, AB1x26 (the “Dissolution Act”) was enacted significantly modifying the Redevelopment Law to require the dissolution of redevelopment agencies throughout California and the establishment successor agencies to wind down the former redevelopment agencies’ affairs; and

WHEREAS, on August 15, 2011, pursuant to the Dissolution Act, the City elected to serve as the Successor Agency to the El Cerrito Redevelopment Agency (the “Successor Agency”); and

WHEREAS, Section 34179(a) of the Health and Safety Code provides for the establishment of an Oversight Board of the Successor Agency to the El Cerrito Redevelopment Agency (the “Oversight Board”); and

WHEREAS, the Dissolution Act requires the Successor Agency to prepare a draft of the Second Recognized Obligations Payment Schedule (“ROPS”) by May 15, 2012, to be certified by the County Auditor-Controller, approved by an oversight board and reviewed by the California Department of Finance; and

WHEREAS, once certified by the County Auditor-Controller and approved by the Oversight Board, the approved ROPS will serve as the spending plan for the Successor Agency during its operative period; and

WHEREAS, the City Council, acting in its role as governing board of the Successor Agency, has reviewed a draft Second ROPS that was prepared pursuant to the Dissolution Act, which is Exhibit A to this Resolution, for submittal to the County Auditor-Controller, the Oversight Board, and the State Department of Finance.

NOW THEREFORE, BE IT RESOLVED that the Oversight Board of the Successor Agency to the El Cerrito Redevelopment Agency hereby approves the Second Recognized Obligation Payment Schedule as required under the Dissolution Act and attached hereto as Exhibit A.

BE IT FURTHER RESOLVED that the Oversight Board of the Successor Agency to the El Cerrito Redevelopment Agency authorizes the submittal of the approved Second Recognized Obligation Payment Schedule as required under the Dissolution Act.
BE IT FURTHER RESOLVED that this Resolution shall become effective immediately upon its passage and adoption.
### DRAFT RECOGNIZED OBLIGATION PAYMENT SCHEDULE PER AB1X2E

**Of the Successor Agency to the El Cerrito Redevelopment Agency**

**City of El Cerrito Redevelopment Project Area**

<table>
<thead>
<tr>
<th>Project Name / Debt Obligation</th>
<th>Date of Agreement</th>
<th>Payee</th>
<th>Description</th>
<th>Project Area</th>
<th>Total Outstanding Obligation FY2012-13</th>
<th>Total Due During FY2012-13</th>
<th>Payable from the Redevelopment Property Tax Trust Fund (RPTTF) Payments by month</th>
</tr>
</thead>
<tbody>
<tr>
<td>2) Valente Promissory Note</td>
<td>3/5/2009</td>
<td>George Valente</td>
<td>Loan for land acquisition</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>3,456,566</td>
<td>288,215</td>
<td>-</td>
</tr>
<tr>
<td>3) Cooperation Agreement</td>
<td>3/7/2011</td>
<td>El Cerrito Municipal Services Corporation</td>
<td>Redevelopment Plan implementation (non-housing)</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>105,198,660</td>
<td>1,287,000</td>
<td>643,000</td>
</tr>
<tr>
<td>4) Cooperation Agreement</td>
<td>2/22/2011</td>
<td>City of El Cerrito</td>
<td>Redevelopment Plan implementation (housing)</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>50,498,839</td>
<td>458,000</td>
<td>229,000</td>
</tr>
<tr>
<td>5) 2009-2010 SERAF Loan</td>
<td>2/16/2010</td>
<td>L&amp;M Housing Fund</td>
<td>Funds advanced for SERAF payment</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>995,741</td>
<td>331,914</td>
<td>165,957</td>
</tr>
<tr>
<td>7) Administrative Allowance</td>
<td>Statutory</td>
<td>City of El Cerrito</td>
<td>Administrative Allowance per AB1x26</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>3,250,000</td>
<td>250,000</td>
<td>50,000</td>
</tr>
</tbody>
</table>

### Unpaid Obligations from Prior ROPS

<table>
<thead>
<tr>
<th>Project Name / Debt Obligation</th>
<th>Date of Agreement</th>
<th>Payee</th>
<th>Description</th>
<th>Project Area</th>
<th>Total Outstanding Obligation FY2012-13</th>
<th>Total Due During FY2012-13</th>
<th>Payable from the Redevelopment Property Tax Trust Fund (RPTTF) Payments by month</th>
</tr>
</thead>
<tbody>
<tr>
<td>9) Eden Housing Loan Agreement</td>
<td>5/17/2011</td>
<td>Eden Housing</td>
<td>Undisbursed loan commitment</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>310,000</td>
<td>310,000</td>
<td>310,000</td>
</tr>
<tr>
<td>10) 2009-2010 SERAF Loan</td>
<td>July 2012 Payment</td>
<td>L&amp;M Housing Fund</td>
<td>Funds advanced for SERAF payment</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>331,914</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>11) 2005-2006 ERAF Loan</td>
<td>July 2012 Payment</td>
<td>L&amp;M Housing Fund</td>
<td>Funds advanced for ERAF payment</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>83,859</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>13) Administrative Allowance</td>
<td>FY11-12 Payment</td>
<td>City of El Cerrito</td>
<td>Administrative Allowance per AB1x26</td>
<td>City of El Cerrito Redevelopment Project Area</td>
<td>250,000</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

**Totals**

<table>
<thead>
<tr>
<th>Project Name / Debt Obligation</th>
<th>Date of Agreement</th>
<th>Payee</th>
<th>Description</th>
<th>Project Area</th>
<th>Total Outstanding Obligation FY2012-13</th>
<th>Total Due During FY2012-13</th>
<th>Payable from the Redevelopment Property Tax Trust Fund (RPTTF) Payments by month</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>$189,352,799</td>
<td>$5,493,367</td>
<td>$1,708,821</td>
</tr>
</tbody>
</table>

### Notes

**Items 3 & 4:** During the review by the Department of Finance (DOF) of the First ROPS, the DOF objected to the Cooperation Agreements with the El Cerrito Municipal Services Corporation and with the City of El Cerrito. The items are included on this Second ROPS in order to request establishment of reserves for the disputed items, while the Successor Agency pursues resolution of the dispute.

**Items 5 & 6:** Should funds available for the Second ROPS period be insufficient, the December 2012 payments on the ERAF and SERAF loans will be listed as obligations on the next ROPS.

**Item 7:** Should there be insufficient RPTTF funding available for the Successor Agency Administrative Allowance, it will be included as an obligation on the next ROPS.

**Items 8 & 9:** Amounts due for housing loan commitments are to fund payments disbursed in subsequent months, as demanded by payee. Should there be insufficient RPTTF funding available, the obligations may be moved to the next ROPS.

**Items 12 & 13:** If the balance of the RPTTF is insufficient to pay the FY11-12 Pass-Through Payments and Successor Agency Administrative Allowance, they will continue to be listed as obligations on future ROPS until paid off.
RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE EL CERRITO REDEVELOPMENT AGENCY APPROVING THE SUCCESSOR AGENCY FY 2012-13 ADMINISTRATIVE BUDGET AS REQUIRED UNDER AB1X26

WHEREAS, as part of the 2011-12 State budget bill, AB1x26 (the “Dissolution Act”) was enacted significantly modifying the Redevelopment Law to require the dissolution of redevelopment agencies throughout California and the establishment successor agencies to wind down the former redevelopment agencies’ affairs; and

WHEREAS, on August 15, 2011, pursuant to the Dissolution Act, the City elected to serve as the Successor Agency to the El Cerrito Redevelopment Agency (the “Successor Agency”); and

WHEREAS, Section 34179(a) of the Health and Safety Code provides for the establishment of an Oversight Board of the Successor Agency to the El Cerrito Redevelopment Agency (the “Oversight Board”); and

WHEREAS, the Dissolution Act requires the Successor Agency to prepare a proposed administrative budget for each upcoming six-month period of the fiscal year and submit it to the Oversight Board for its approval; and

WHEREAS, the Successor Agency has prepared a proposed administrative budget for the 2012-13 Fiscal Year and is hereby submitting it to the Oversight Board as Exhibit A to this Resolution.

NOW THEREFORE, BE IT RESOLVED that the Oversight Board of the Successor Agency to the El Cerrito Redevelopment Agency hereby approves the Successor Agency Administrative Budget for the Fiscal Year 2012-13, attached hereto as Exhibit A.

BE IT FURTHER RESOLVED that this Resolution shall become effective immediately upon its passage and adoption.
## Exhibit A
Successor Agency to the El Cerrito Redevelopment Agency
Fiscal Year 2012-13 Administrative Budget

### Staffing Functions (Total Compensation plus Overhead for Indirect Costs)

<table>
<thead>
<tr>
<th>Entity/Activity</th>
<th>Successor Agency</th>
<th>Oversight Board</th>
</tr>
</thead>
<tbody>
<tr>
<td>City Management</td>
<td>$50,000</td>
<td>$30,000</td>
</tr>
<tr>
<td>Finance</td>
<td>$50,000</td>
<td>$30,000</td>
</tr>
<tr>
<td>Risk Management</td>
<td>$4,000</td>
<td>$2,000</td>
</tr>
<tr>
<td>Economic Development</td>
<td>$25,000</td>
<td>$10,000</td>
</tr>
<tr>
<td>City Clerk</td>
<td>$15,000</td>
<td>$10,000</td>
</tr>
<tr>
<td>Information Systems</td>
<td>$4,000</td>
<td>$4,000</td>
</tr>
<tr>
<td>Legal Services</td>
<td>$75,000</td>
<td></td>
</tr>
<tr>
<td>Financial &amp; Audit Services</td>
<td>$25,000</td>
<td></td>
</tr>
<tr>
<td>Bond-related Costs</td>
<td>$10,000</td>
<td></td>
</tr>
<tr>
<td>Supplies</td>
<td>$1,500</td>
<td>$500</td>
</tr>
<tr>
<td>Postage</td>
<td>$250</td>
<td>$250</td>
</tr>
<tr>
<td>Copies</td>
<td>$500</td>
<td>$500</td>
</tr>
<tr>
<td>Website</td>
<td>$3,000</td>
<td>$1,500</td>
</tr>
<tr>
<td>Advertising/Legal Notices</td>
<td>$3,000</td>
<td>$3,000</td>
</tr>
<tr>
<td>Property Management</td>
<td>$1,000</td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$267,250</strong></td>
<td><strong>$91,750</strong></td>
</tr>
<tr>
<td><strong>Combined Total</strong></td>
<td></td>
<td><strong>$359,000</strong></td>
</tr>
</tbody>
</table>

### Funding Source

<table>
<thead>
<tr>
<th>Source</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Redevelopment Property Tax Trust Fund</td>
<td>$250,000</td>
</tr>
<tr>
<td>Unfunded</td>
<td>$109,000</td>
</tr>
</tbody>
</table>