

**SAN GABRIEL SUCCESSOR AGENCY OVERSIGHT BOARD
MINUTES**

Monday, January 14, 2013
Community Development Department Conference Room
410 McGroarty Street
San Gabriel, California 91776

1. CALL TO ORDER/ROLL CALL

Present:

Board Chair Hamid Behdad, Appointee, Chancellor of the California Community Colleges
Board Vice Chair Thomas Marston, Appointee, Mayor City of San Gabriel
Board Member Frank Cheng, Appointee, Los Angeles County Library
Board Member Annie Huang, Appointee, Los Angeles County Board of Supervisors
Board Member Maria "Nonette" Martin, Appointee, Los Angeles County Board of Education

Absent:

Board Member David R. Gutierrez, Appointee, Mayor City of San Gabriel
Board Member David Sweeney, Appointee, Los Angeles Board of Supervisors

Also present were:

Teresa L. Highsmith, Oversight Board Attorney
Peter Wallin, Deputy City Attorney, City of San Gabriel
Jennifer Davis, Community Development Director, City of San Gabriel
Diane Hadland, Successor Agency Staff, City of San Gabriel
Camille Paton, Deputy City Clerk, City of San Gabriel
Michael Benveniste, Los Angeles County Commission Services

2. PUBLIC COMMENT

PUBLIC COMMENT: PURSUANT TO GOVERNMENT CODE SECTION 54954.3, THIS IS THE TIME PROVIDED FOR MEMBERS OF THE PUBLIC TO ADDRESS THE COUNCIL ON ITEMS OF INTEREST THAT ARE NOT ON THE AGENDA WITHIN THE SUBJECT MATTER JURISDICTION OF THE OVERSIGHT BOARD.

There was no one from the audience who wished to speak.

3. MINUTES OF REGULAR BOARD MEETING OF NOVEMBER 26, 2012 AND SPECIAL MEETING OF JANUARY 7, 2013.

In the minutes of November 26, 2012, a change was made to paragraph 2, line 5 on the second page. The revised sentence reads: "General Counsel Highsmith gave the opinion that once the Department of Finance takes the opportunity to review the Property Management Plan, it would most likely approve the disposition of real property because if the property was otherwise marketed there would not be any additional monies to distribute to the taxing agencies." In the minutes of January 7, 2013, a change was made to paragraph 1, line 1 on the third page. The revised sentence reads: "Ms. Highsmith interpreted the determination letter to read that DOF disallowed the 4 million dollars and whatever portion of the loan that occurred after the dissolution of Redevelopment Agencies for enforceable obligation or wind-down purposes would need to be shown in a separate loan agreement in order to be approved."

MOTION: Moved by Board Member Cheng, seconded by Vice Chair Marston to approve the minutes of regular board meetings of November 26, 2012 and January 7, 2013 as amended. Motion carried 5-0 (Board Member Sweeney and Board Member Gutierrez were absent).

4. NEW BUSINESS

a. APPROVAL OF THE NON-HOUSING DUE DILIGENCE REVIEW.

MOTION: Moved by Chair Behdad, seconded by Board Member Huang to close the public hearing. Motion carried 5-0.

Two revisions were made to the resolution presented to the Oversight Board. The number of the resolution was changed from OB 12-16 to OB 13-01 to reflect that the resolution would be adopted in 2013 and be consistent with the established numbering system. In addition, Section 3 was added to the resolution, which addressed the timing as to when the resolution becomes effective. Successor Agency Staff Diane Hadland provided the staff report. Chair Behdad asked as to when the resolution will take effect. Ms. Highsmith explained the process of approval. Vice Chair Marston requested that the changes to the resolution number be made to the Agenda so there is no confusion to outside agencies.

MOTION: Moved by Board Chair Behdad, seconded by Board Member Huang approving the Non-Housing Due Diligence Review prepared in accordance with health and safety code sections 34179.5 and 34179.6 with the amended resolution number to be also be reflected in the agenda. Motion carried 5-0.

AYES:

Board Chair Hamid Behdad

Board Vice Chair Thomas Marston

Board Member Frank Cheng

Board Member Annie Huang
Board Member Maria "Nonette" Martin

ABSENT:

Board Member David R. Gutierrez
Board Member David Sweeney

- b. RE APPROVE THE THIRD RECOGNIZED OBLIGATION SCHEDULE IN ACCORDANCE WITH THE FINAL DETERMINATION BY THE DEPARTMENT OF FINANCE.

It was suggested by General Counsel Highsmith that this item be pulled from the agenda. Ms. Highsmith explained that once a resolution approving a ROPS has passed, it is no longer in the jurisdiction of the Oversight Board. There is nothing in the statute that requires the Oversight Board to take action to re approve final decisions made by the Department of Finance. This item was withdrawn.

5. BOARD ITEMS

Board Member Huang inquired about the progress of the Department of Finance's request for a separate but distinct city loan agreement. Successor Agency Attorney Wallin reported that the new City loan would be put the next Oversight Board agenda.

Vice Chair Marston raised the question as to whether there is an option for the Oversight Board to approve a loan from an outside entity in the event the city doesn't have the cash to loan the Successor Agency. Chair Behdad suggested working directly with legal counsel to develop a strategy that would be agreeable to both the tax payers and the DOF.

Board Member Cheng initiated the request to General Counsel Highsmith to review, the City Loan documents, that appears as ROPS item No. 1, for clarification on the interest rate determination.

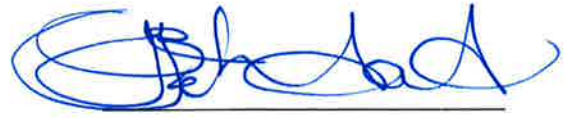
6. ADJOURNMENT

Adjournment to the regular Board meeting of February 25, 2013, commencing at 10:00 a.m. in the City of San Gabriel Community Development Department Conference Room, 410 McGroarty Street.

Oversight Board actions are subject to review by the California State Department of Finance. As such, the Oversight Board Actions shall not be effective for five days pending a request for review by the Department of Finance.



Camille Paton, Deputy City Clerk



Hamid Behdad, Chair