



AGENDA

Oversight Board of the Successor Agency to the former Capitola Redevelopment Agency

Friday, February 21, 2014
3:00 PM

1. CALL TO ORDER/ROLL CALL

Katie Cattan – Employee Representative of the Former Capitola Redevelopment Agency
Zach Friend – Santa Cruz County Board of Supervisors
Mary Hart – Santa Cruz County Office of Education
Jeff Maxwell – Central Fire Protection District
Gayle Ortiz – Santa Cruz County Board of Supervisors' Appointment
Gary Reece – Cabrillo College Appointment
Michael Termini – Mayor's Appointment

2. CONSENT CALENDAR

- A. Approve Revised Minutes – September 20, 2013
- B. Approve Minutes – November 14, 2013

3. PUBLIC HEARINGS

General Government items are intended to provide an opportunity for public discussion of each item listed. The following procedure is followed for each General Government item: 1) Staff explanation; 2) Board questions; 3) Public comment; 4) Board deliberation; 5) Decision.

- A. Approval of Amended Long Range Property Management Plan (LRPMP) for the Successor Agency and associated Resolution 2014-01.

RECOMMENDED ACTION: Approve Amended LRPMP and adopt Resolution 2014-01.

- B. Approval of the Successor Agency Recognized Obligation Payment Schedule for the period from July 1, 2014 to December 31, 2014 (ROPS 14-15A) and associated Resolution 2014-02.

RECOMMENDED ACTION: Approve ROPS 14-15A and adopt Resolution 2014-02.

4. PUBLIC COMMENT

Oral Communications allows time for members of the Public to address the City Council on any item not on the Agenda. Presentations will be limited to three minutes per speaker. Individuals may not speak more than once during Oral Communications. All speakers must address the entire legislative body and will not be permitted to engage in dialogue. All speakers are requested to print their name on the sign-in sheet located at the podium so that their name may be accurately recorded in the minutes.

5. ADJOURNMENT

Adjourn to the next meeting of the Oversight Board of the City of Capitola, as Successor Agency to the former Capitola Redevelopment Agency, to be determined.

Oversight Board of the Capitola Successor Agency Agenda
Friday, February 21, 2014

Agenda and Agenda Packet Materials: The Oversight Board for the Capitola Successor Agency Agenda and the complete agenda packet are available on the Internet at the City's website: www.cityofcapitola.org. Agendas are also available at the City Hall located at 420 Capitola Avenue, Capitola.

Agenda Document Review: The complete agenda packet is available at City Hall prior to the meeting. If you need more information, contact the Finance Department at 831-475-7300.

Agenda Materials Distributed after Distribution of the Agenda Packet: Pursuant to Government Code §54957.5, materials related to an agenda item submitted after distribution of the agenda packet are available for public inspection at the Reception Office at City Hall, 420 Capitola Avenue, Capitola, California, during normal business hours.

Americans with Disabilities Act: Disability-related aids or services are available to enable persons with a disability to participate in this meeting consistent with the Federal Americans with Disabilities Act of 1990. Assisted listening devices are available for individuals with hearing impairments at the meeting in the City Council Chambers. Should you require special accommodations to participate in the meeting due to a disability, please contact the City Clerk's office at least 24-hours in advance of the meeting at 831-475-7300. In an effort to accommodate individuals with environmental sensitivities, attendees are requested to refrain from wearing perfumes and other scented products.

REVISED DRAFT MINUTES
OVERSIGHT BOARD OF THE CITY OF CAPITOLA, AS SUCCESSOR
AGENCY TO FORMER CAPITOLA REDEVELOPMENT AGENCY
SEPTEMBER 20, 2013

1. CALL TO ORDER/ROLL CALL

PRESENT: Chairperson Michael Termini
Board Members: Gayle Ortiz, Danielle Uharriet, Zach Friend, Mary Hart, Jeff Maxwell, and Gary Reece

2. CONSENT CALENDAR

A. Approval of Minutes – June 28, 2013

ACTION: The minutes were approved. This motion was approved unanimously. (Gary Reece delayed, not present for this vote)

3. GENERAL GOVERNMENT/PUBLIC HEARINGS

A. Consider approving the Successor Agency Recognized Obligation Payment Schedule for the period from January 1, 2014 to June 30, 2014 (ROPS 13-14B) and associated Resolution 2013-04

ACTION: Resolution No. 2013-04 was approved with a reduction in the interest rate for the City/RDA Loan and Cooperative Agreement. The interest was adjusted to the LAIF rate on ROPS 13-14B. The motion was approved unanimously.

4. PUBLIC COMMENT

None

5. ADJOURNMENT

Adjourned to the next meeting, date to be determined.

Michael Termini, Chair

MINUTES

OVERSIGHT BOARD OF THE CITY OF CAPITOLA, AS SUCCESSOR AGENCY TO FORMER CAPITOLA REDEVELOPMENT AGENCY

NOVEMBER 14, 2013

1. CALL TO ORDER/ROLL CALL

PRESENT: Chairperson Michael Termini
Board Members: Gayle Ortiz, Danielle Uharriet, Zach Friend, Mary
Hart, Jeff Maxwell, and Gary Reece

2. CONSENT CALENDAR

A. Approval of Minutes – September 20, 2013

ACTION: The minutes were approved pending the addition of a comment indicating the Oversight Board's decision to reduce the interest rate on the City/RDA Cooperative Loan Agreement from the original stated amount to the LAIF interest rate on ROPS 13-14B. This motion was approved unanimously.

3. GENERAL GOVERNMENT/PUBLIC HEARINGS

A. Approval of Long Range Property Management Plan (LRPMP) for the Successor Agency.

ACTION: Approval of Resolution No. 2013-05 approving the Long Range Property Management Plan (LRPMP) for the Successor Agency. The motion was approved unanimously.

4. PUBLIC COMMENT

None

5. ADJOURNMENT

Adjourned to the next meeting, date to be determined.

Michael Termini, Chair



**OVERSIGHT BOARD OF THE CITY OF
CAPITOLA, AS SUCCESSOR AGENCY TO THE
FORMER CAPITOLA REDEVELOPMENT AGENCY
MEETING OF FEBRUARY 21, 2014**

FROM: FINANCE DEPARTMENT

SUBJECT: APPROVE THE AMENDED LONG RANGE PROPERTY MANAGEMENT PLAN WHICH
INCLUDES TRANSFERRING OF TWO MINOR PARCELS TO THE CITY OF CAPITOLA

RECOMMENDED ACTION: Approve the amended Long Range Property Management Plan which includes the transfer of two small parcels owned by the former Capitola Redevelopment Agency (RDA) to the City of Capitola.

BACKGROUND: Assembly Bill 1484 (AB1484) requires Successor Agencies to report the disposition of land held by former redevelopment agencies through a Long Range Property Management Plan (LRPMP). On November 19, 2013, the Oversight Board approved and forwarded the Successor Agency's Long Range Property Management Plan to the Department of Finance. During the review process, two small parcels were identified as properties owned by the former Redevelopment Agency (Attachments 1 and 2). The Department of Finance (DOF) is requiring the Successor Agency to submit a revised LRPMP with the proposed disposition of the two parcels. Staff is recommending that the properties be transferred to the City of Capitola as roadway and sidewalk.

DISCUSSION: The updated Long Range Property Management Plan includes the following two parcels that were deeded to the former Redevelopment Agency:

- Parcel 034-261-41

In 1986, a 5,271 square foot parcel along Axford Road near the Sommerfeld Avenue turn was deeded to the Capitola RDA as part of negotiations between the City, County, and Brown Ranch properties. The property was acquired for the purposes of widening Axford Road.

- Parcel 034-601-07

The City partnered with Habitat for Humanity for the development of six low income dwellings at 38th Avenue and Brommer Street. The RDA acquired the land and a CDBG grant was used to help with infrastructure improvement costs. As the property was subdivided, a 653 square foot parcel on 38th Avenue was excluded from the the six newly created parcels. This remaining parcel was retained as property of the Capitola RDA.

Both of these parcels contain roadway and sidewalk improvements and have no other uses. Over time, these two small parcels were not identified as significant holdings of the RDA. The attached resolution will approve the attached amended Long Range Property Management Plan, which includes the recommended disposition of the properties.

FISCAL IMPACT: There is no fiscal impact on the Successor Agency or the City of Capitola.

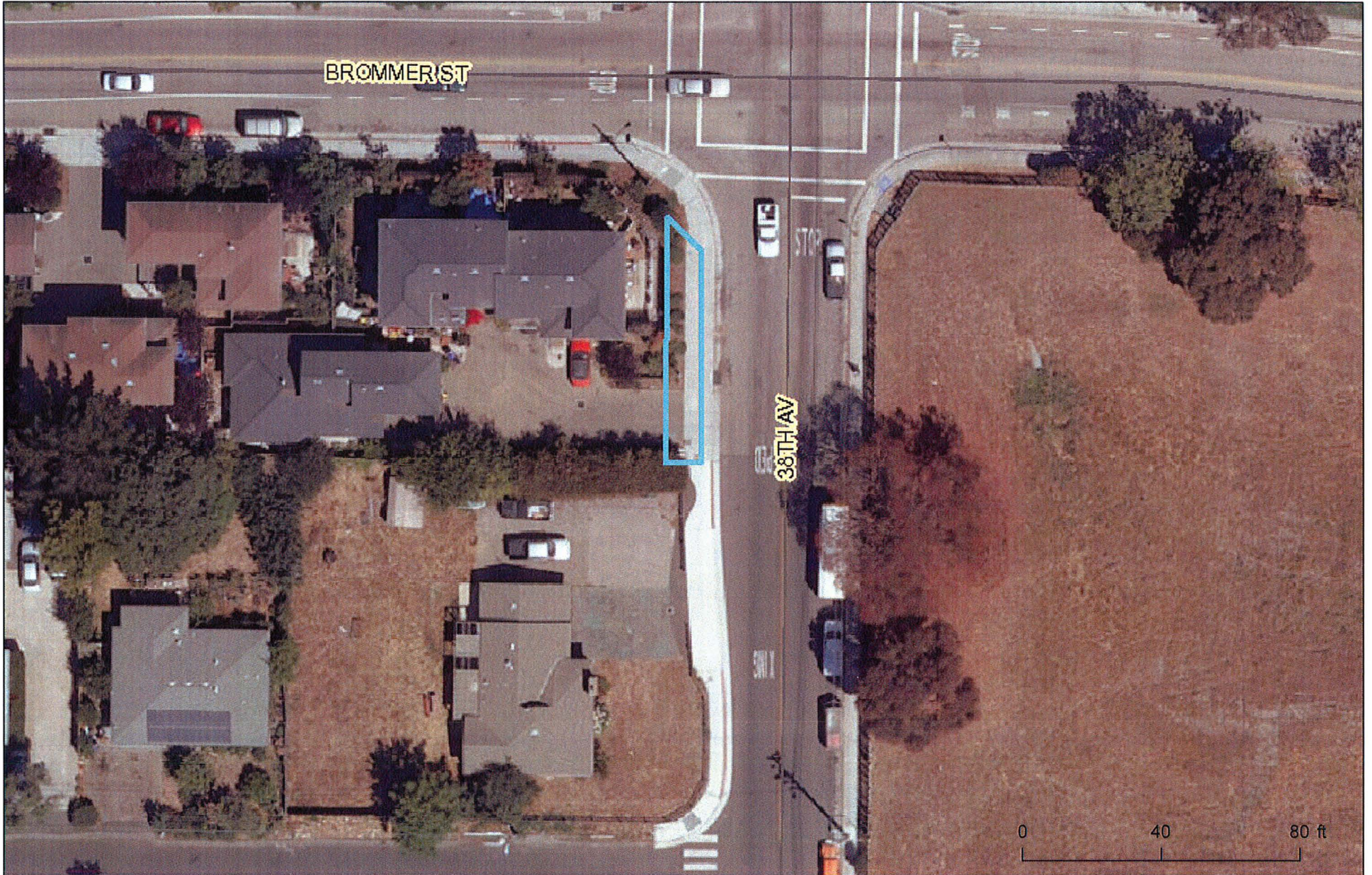
ATTACHMENTS: (1) Parcel Map: 034-261-41; (2) Parcel Map: 034-601-07; (3) Long Range Property Management Plan; (4) Resolution; (5) DOF LRPMP Checklist

Report Prepared By: Tori Hannah
Finance Director

Reviewed and Forwarded
By City Manager/Executive Director



ATTACHMENT 1



ATTACHMENT 2

LONG RANGE PROPERTY MANAGEMENT PLAN: PROPERTY INVENTORY DATA

No.	Property Type	HSC 34191.5 (c)(2)		HSC 34191.5 (c)(1)(A)				SALE OF PROPERTY		HSC 34191.5 (c)(1)(B)	HSC 34191.5 (c)(1)(C)				HSC 34191.5 (c)(1)(D)	HSC 34191.5 (c)(1)(E)		HSC 34191.5 (c)(1)(F)	HSC 34191.5 (c)(1)(G)		HSC 34191.5 (c)(1)(H)	
		Permissible Use	Permissible Use Detail	Acquisition Date	Value at Time of Purchase	Estimated Current Value	Value Basis	Date of Estimated Current Value	Proposed Sale Value	Proposed Sale Date	Purpose for which property was acquired	Address	APN #	Lot Size	Current Zoning	Estimate of Current Parcel Value	Estimate of Income/Revenue	Contractual requirements for use of income/revenue	History of environmental contamination, studies, and/or remediation, and designation as a brownfield site	Description of property's potential for transit oriented development		History of previous development proposals and activity
1	Roadway/Walkway	Other	Roadway and sidewalk uses	1986	-	-	Market	02/13/14		Quit claim to City 02/27/2014	Road widening	Axford Road, Capitola, CA (parcel # only, no address)	034-261-41	5,271 sq ft	CC - Community Commercial	-	-	0	n/a	n/a	n/a	n/a
2	Roadway/Walkway	Other	Roadway and sidewalk uses	1996	-	-	Market	02/13/14		Quit claim to City 02/27/2014	Road improvements	38th Avenue, Capitola, CA (parcel # only, no address)	034-601-07	653 sq ft	PD - Planned Development	-	-	0	n/a	n/a	n/a	n/a

ATTACHMENT 4

RESOLUTION NO. 2014-01

A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY OF THE REDEVELOPMENT AGENCY OF THE CITY OF CAPITOLA APPROVING AN AMENDED LONG-RANGE PROPERTY MANAGEMENT PLAN PURSUANT TO CALIFORNIA HEALTH AND SAFETY CODE SECTION 34191.5(b).

WHEREAS, the Redevelopment Agency of the City of Capitola ("Former Agency") was a redevelopment agency in the City of Capitola ("City"), duly created pursuant to the California Community Redevelopment Law (Part 1 (commencing with Section 33000) of Division 24 of the California Health and Safety Code) ("Redevelopment Law"); and

WHEREAS, the Former Agency was responsible for the administration of redevelopment activities within the City; and

WHEREAS, pursuant to Health and Safety Code Section 34173 adopted as part of AB1x 26 (the "Dissolution Act"), the City Council of the City of Capitola declared that the City would act as successor agency (the "Successor Agency") for the Former Agency upon the dissolution of the Former Agency, effective February 1, 2012; and

WHEREAS, pursuant to AB 1484 ("AB 1484"), enacted June 27, 2012 to amend various provisions of the Dissolution Act, the Successor Agency is now declared to be a separate legal entity from the City; and

WHEREAS, the Dissolution Act provides for the appointment of an oversight board (the "Oversight Board") with specific duties to approve certain Successor Agency actions pursuant to Health and Safety Code Section 34180 and to direct the Successor Agency in certain other actions pursuant to Health and Safety Code Section 34181; and

WHEREAS, by letter of May 24, 2013, the California Department of Finance ("DOF") issued to the Successor Agency a finding of completion in accordance with Health and Safety Code Section 34179.7 (the "Finding of Completion"); signifying the Successor Agency's full compliance with specified payment obligations under the Redevelopment Dissolution Law; and

WHEREAS, pursuant to Health and Safety Code Section 34191.5(b) of the Dissolution Act, no later than six months following the issuance to the Successor Agency of the Finding of Completion, the Successor Agency is required to prepare a Long-Range Property Management Plan ("LRPMP") to address the disposition and use of the real properties of the Former Agency; and

WHEREAS, pursuant to Health and Safety Code Section 34191.5(b) of the Dissolution Act, the LRPMP was approved by the Oversight Board on November 19, 2013 and was submitted to the DOF for approval on November 21, 2014; and

WHEREAS, the Department of Finance identified two small parcels, APN #034-261-41 and APN #034-601-017, as former properties owned by the former

Redevelopment Agency and requested the Successor Agency to research and resubmit an amended LRPMP to reflect their disposition; and

WHEREAS, the Successor Agency determined that in 1986 and 1996, the former Redevelopment Agency acquired these two minor parcels as part of road and sidewalk enhancements (Exhibit A and Exhibit B, attached hereto); and

WHEREAS, these parcels are integrally associated with the City of Capitola street and sidewalk infrastructure and are currently being maintained by the City; and

WHEREAS, parcels, APN #034-261-41 and APN #034-601-017, are estimated to have no value: and

WHEREAS, pursuant to Health and Safety Code Section 34191.5(b), the Successor Agency has prepared and is submitting an amended LRPMP to the Oversight Board to reflect the recommended disposition of these properties; and

WHEREAS, the Successor Agency requests that the Oversight Board approve the amended LRPMP; and

WHEREAS, in accordance with the Dissolution Act, the Oversight Board desires to approve the amended LRPMP.

NOW, THEREFORE, BE IT RESOLVED by the Oversight Board of the Successor Agency for the Redevelopment Agency of the City of Capitola, as follows:

SECTION 1. The foregoing recitals are true and correct and are a substantive part of this Resolution.

SECTION 2. The Oversight Board's approvals, authorizations and determinations as set forth in this Resolution are based upon the foregoing recitals, information and documents provided by the Successor Agency staff, and any comments and other information received by the Oversight Board during the public meeting on this matter held on February 21, 2014.

SECTION 3. Pursuant to Health and Safety Code Section 34179.5(b) of the Dissolution Act, the Oversight Board does hereby approve the Long Range Property Management Plan of the Successor Agency (Exhibit C, attached hereto), which acknowledges and agrees that the only properties owned by the Former Agency at the time of dissolution were governmental use properties, which includes parcels APN #034-261-41 and APN #034-601-017, which are integrally associated with the City of Capitola street and sidewalk infrastructure and are currently being maintained by the City.

SECTION 4. The Oversight Board hereby authorizes and directs the Executive Director, or designee, of the Successor Agency to (i) submit copies of this Resolution and actions taken herein, as approved and fully executed by the Oversight Board, to the DOF (electronically); (ii) post a copy of this Resolution and actions taken herein, as approved and fully executed by the Oversight Board, on the Successor Agency's internet website; and (iii) take all other actions necessary pursuant to the Dissolution Act to file, post, mail, or otherwise deliver by electronic mail, internet posting, and/or hardcopy all

notices and transmittals necessary or convenient in connection with the actions taken by this Resolution.

SECTION 5. The Oversight Board hereby authorizes the Executive Director, or designee, of the Successor Agency to take such other actions and negotiate and execute such instruments and documents on behalf of the Successor Agency as are necessary and appropriate to confirm, implement and effectuate the Successor Agency's LRPMP.

SECTION 6. This Resolution shall take effect upon the date of its adoption, subject to the DOF's review pursuant to Health and Safety Code Section 34179(h) of the Dissolution Act.

PASSED AND ADOPTED this 21st day of February 2014, at a meeting of the Oversight Board of the Successor Agency for the Redevelopment Agency of the City of Capitola by the following vote:

AYES:
NOES:
ABSENT:
ABSTAIN:

Michael Termini, Chair

ATTEST:

Susan Sneddon, Secretary

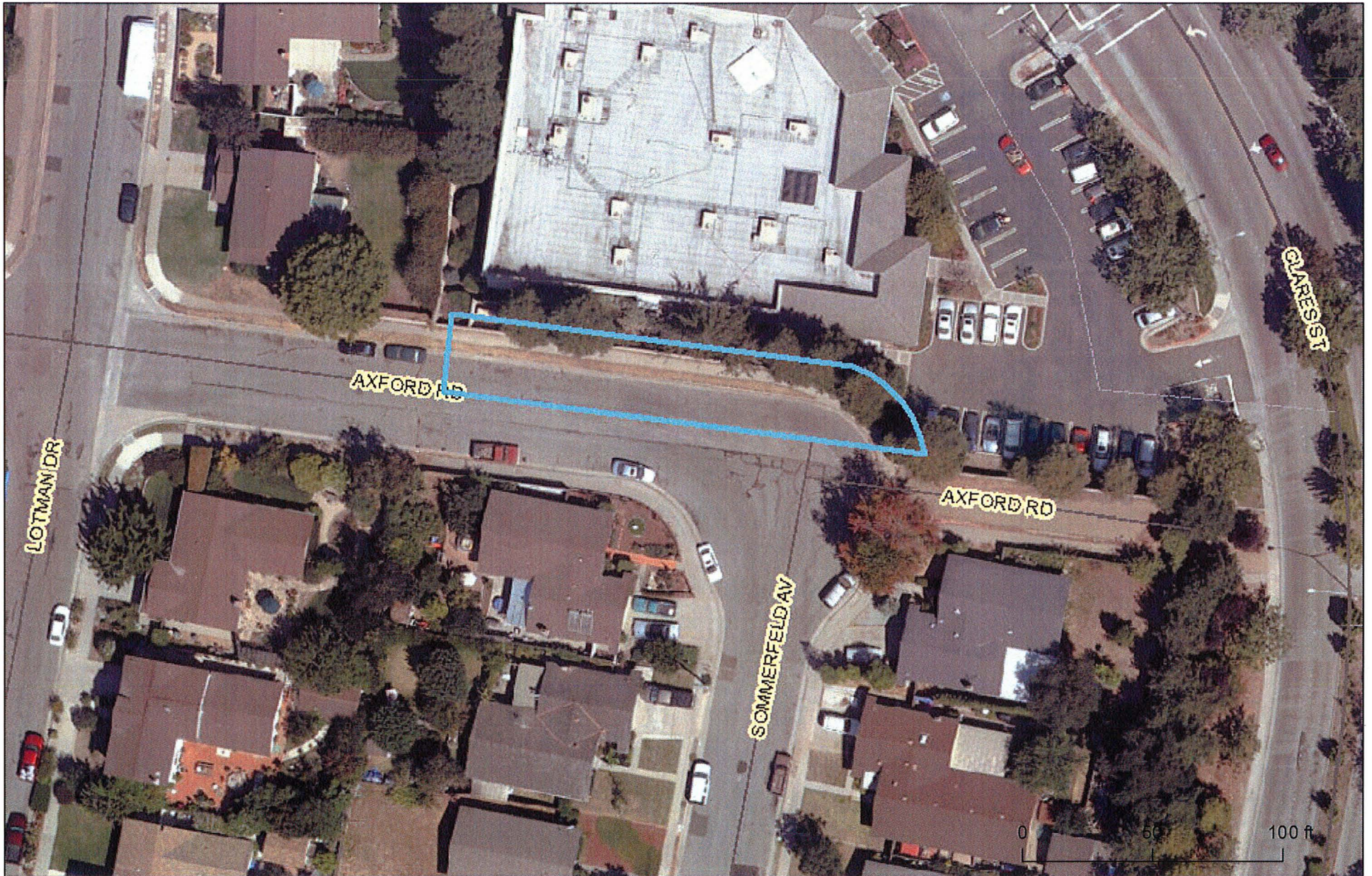


EXHIBIT A

FOR TAX PURPOSES ONLY

THE ASSESSOR MAKES NO GUARANTEE AS TO MAP ACCURACY NOR ASSUMES ANY LIABILITY FOR OTHER USES. NOT TO BE REPRODUCED. ALL RIGHTS RESERVED.

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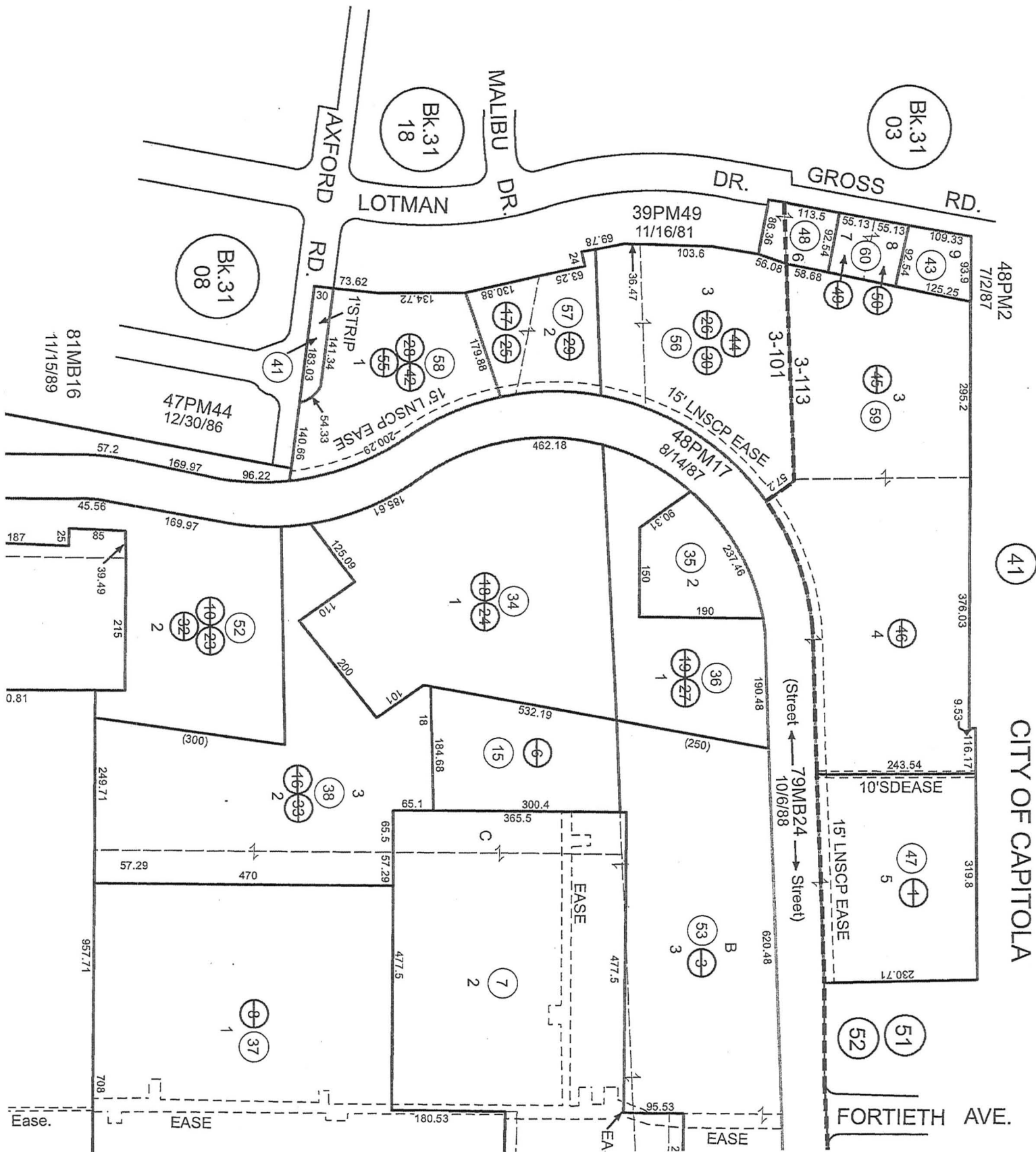




EXHIBIT B

FOR TAX PURPOSES ONLY

THE ASSESSOR MAKES NO GUARANTEE AS TO MAP ACCURACY NOR ASSUMES ANY LIABILITY FOR OTHER USES. NOT TO BE REPRODUCED. ALL RIGHTS RESERVED.

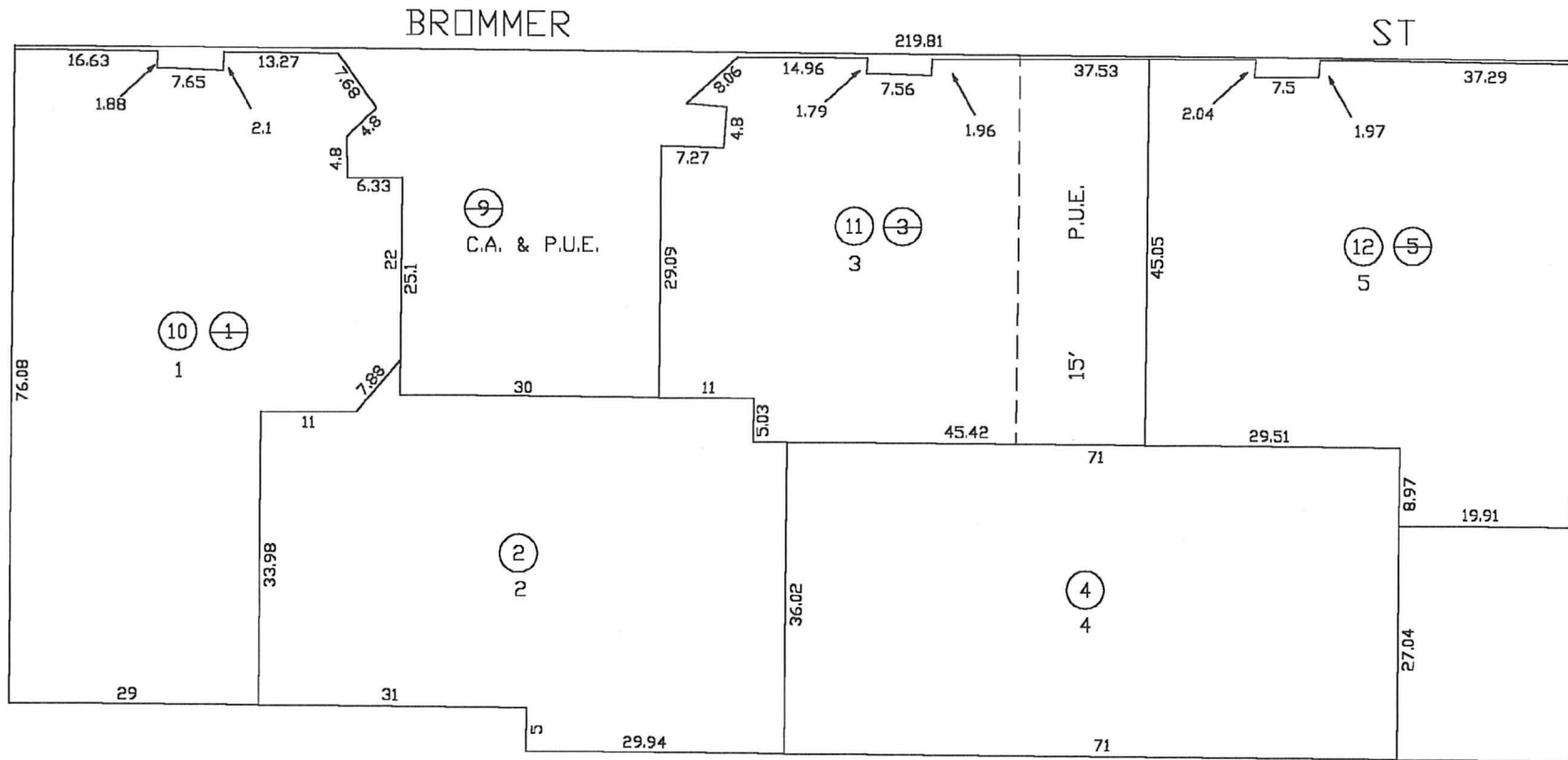
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CITY OF CAPITOLA

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Successor Agency: City of Capitola as the Successor Agency to the former Capitola Redevelopment Agency
 County: Santa Cruz

LONG RANGE PROPERTY MANAGEMENT PLAN: PROPERTY INVENTORY DATA

No.	Property Type	HSC 34191.5 (c)(2)		HSC 34191.5 (c)(1)(A)				SALE OF PROPERTY		HSC 34191.5 (c)(1)(B)	HSC 34191.5 (c)(1)(C)				HSC 34191.5 (c)(1)(D)	HSC 34191.5 (c)(1)(E)		HSC 34191.5 (c)(1)(F)	HSC 34191.5 (c)(1)(G)		HSC 34191.5 (c)(1)(H)	
		Permissible Use	Permissible Use Detail	Acquisition Date	Value at Time of Purchase	Estimated Current Value	Value Basis	Date of Estimated Current Value	Proposed Sale Value	Proposed Sale Date	Purpose for which property was acquired	Address	APN #	Lot Size	Current Zoning	Estimate of Current Parcel Value	Estimate of Income/Revenue	Contractual requirements for use of income/revenue	History of environmental contamination, studies, and/or remediation, and designation as a brownfield site	Description of property's potential for transit oriented development		History of previous development proposals and activity
1	Roadway/Walkway	Other	Roadway and sidewalk uses	1986	-	-	Market	02/13/14	-	Quit claim to City 02/27/2014	Road widening	Axford Road, Capitola, CA (parcel # only, no address)	034-261-41	5,271 sq ft	CC - Community Commercial	-	-	0	n/a	n/a	n/a	n/a
2	Roadway/Walkway	Other	Roadway and sidewalk uses	1996	-	-	Market	02/13/14	-	Quit claim to City 02/27/2014	Road improvements	38th Avenue, Capitola, CA (parcel # only, no address)	034-601-07	653 sq ft	PD - Planned Development	-	-	0	n/a	n/a	n/a	n/a

EXHIBIT C



LONG-RANGE PROPERTY MANAGEMENT PLAN CHECKLIST

Instructions: Please use this checklist as a guide to ensure you have completed all the required components of your Long-Range Property Management Plan. Upon completion of your Long-Range Property Management Plan, email a PDF version of this document and your plan to:

Redevelopment_Administration@dof.ca.gov

The subject line should state “[Agency Name] Long-Range Property Management Plan”. The Department of Finance (Finance) will contact the requesting agency for any additional information that may be necessary during our review of your Long-Range Property Management Plan. Questions related to the Long-Range Property Management Plan process should be directed to (916) 445-1546 or by email to Redevelopment_Administration@dof.ca.gov.

Pursuant to Health and Safety Code 34191.5, within six months after receiving a Finding of Completion from Finance, the Successor Agency is required to submit for approval to the Oversight Board and Finance a Long-Range Property Management Plan that addresses the disposition and use of the real properties of the former redevelopment agency.

GENERAL INFORMATION:

Agency Name: **City of Capitola as Successor Agency of the former Capitola Redevelopment Agency**

Date Finding of Completion Received: 05/24/2013

Date Oversight Board Approved LRPMP: February 21, 2014 (Revised LRPMP); Original submitted on November 21, 2014.

Long-Range Property Management Plan Requirements

For each property the plan includes the date of acquisition, value of property at time of acquisition, and an estimate of the current value.

Yes No

For each property the plan includes the purpose for which the property was acquired.

Yes No

For each property the plan includes the parcel data, including address, lot size, and current zoning in the former agency redevelopment plan or specific, community, or general plan.

Yes No

For each property the plan includes an estimate of the current value of the parcel including, if available, any appraisal information.

Yes No

For each property the plan includes an estimate of any lease, rental, or any other revenues generated by the property, and a description of the contractual requirements for the disposition of those funds.

Yes No

For each property the plan includes the history of environmental contamination, including designation as a brownfield site, any related environmental studies, and history of any remediation efforts.

Yes No

For each property the plan includes a description of the property's potential for transit-oriented development and the advancement of the planning objectives of the successor agency.

Yes No

For each property the plan includes a brief history of previous development proposals and activity, including the rental or lease of the property.

Yes No

For each property the plan identifies the use or disposition of the property, which could include 1) the retention of the property for governmental use, 2) the retention of the property for future development, 3) the sale of the property, or 4) the use of the property to fulfill an enforceable obligation.

Yes No See further details in Additional Information

The plan separately identifies and list properties dedicated to governmental use purposes and properties retained for purposes of fulfilling an enforceable obligation.

Yes No See further details in Additional Information

ADDITIONAL INFORMATION

- If applicable, please provide any additional pertinent information that we should be aware of during our review of your Long-Range Property Management Plan.

The parcels listed on the LRPMP Property Tracking Worksheet II currently contain roadway and sidewalk improvements which are dedicated for public use. Approval of this LRPMP and quit claims will formally transfer the property to the City. These properties will be retained for governmental use by the City of Capitola.

Agency Contact Information

Name: Jamie Goldstein
 Title: City Manager
 Phone: (831) 475-7300
 Email: jgoldstein@ci.capitola.ca.us
 Date: 02/21/2014

Name: Tori Hannah
 Title: Finance Director
 Phone: (831) 475-7300
 Email: thannah@ci.capitola.ca.us
 Date: 02/21/2014

Department of Finance Local Government Unit Use Only

DETERMINATION ON LRPMP: APPROVED DENIED

APPROVED/DENIED BY: _____ DATE: _____

APPROVAL OR DENIAL LETTER PROVIDED: YES DATE AGENCY NOTIFIED: _____



**OVERSIGHT BOARD OF THE CITY OF CAPITOLA,
AS SUCCESSOR AGENCY TO THE FORMER
CAPITOLA REDEVELOPMENT AGENCY**

MEETING OF FEBRUARY 21, 2014

FROM: FINANCE DEPARTMENT

SUBJECT: PUBLIC HEARING TO CONSIDER APPROVAL OF THE RECOGNIZED OBLIGATION
PAYMENT SCHEDULE FOR JULY 1 TO DECEMBER 31, 2014 (ROPS 14-15A)

RECOMMENDED ACTION: Approve the Recognized Obligation Payment Schedule for the period from July 1 to December 31, 2014 (ROPS 14-15A).

BACKGROUND: In Accordance with ABX1 26, the Oversight Board of the Capitola Successor Agency is required to adopt a ROPS for each six-month period. AB 1484 requires the Successor Agency to submit the sixth ROPS – “ROPS 14-15A” to the Department of Finance no later than March 3, 2014. ROPS 14-15A was approved unanimously by the Successor Agency on February 13, 2014. The attached ROPS is now subject to approval by the Oversight Board.

DISCUSSION: The attached ROPS 14-15A includes the fifth accelerated payment on the library obligation in the amount of \$425,000. Depending on future funding availability and project prioritization, it may be possible to pay off the library obligation during Fiscal Year 2014-2015. ROPS 14-15A also includes regular payments of \$51,012 to the Housing Authority Rental Subsidy, \$50,000 for the Castle/Millennium Housing Project; and an administrative allowance of \$75,000.

FISCAL IMPACT: Adoption of this ROPS allows the Successor Agency to make payments on listed obligations during the next six month time period. The full financial impact of current commitments and programs of the City and former Redevelopment Agency will not be known until after the Oversight Board makes its determinations, the State Department of Finance completes its activity under AB1x 26, and relevant litigation is resolved.

ATTACHMENT:

1. ROPS 14-15A - Sixth Recognized Obligations Payment Schedule
2. ROPS 14-15A - Resolution

Report Prepared By: Tori Hannah
Finance Director

Reviewed and Forwarded
By City Manager/Executive Director

DRAFTCAPITOLA SUCCESSOR AGENCY OVERSIGHT BOARD

RESOLUTION NO. 2014-02

A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY FOR THE REDEVELOPMENT AGENCY OF THE CITY OF CAPITOLA APPROVING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR THE PERIOD BEGINNING JULY 1, 2014 AND ENDING DECEMBER 31, 2014, AND MAKING RELATED FINDINGS AND DECLARATIONS AND TAKING RELATED ACTIONS IN CONNECTION THEREWITH.

WHEREAS, on December 29, 2011, the California Supreme Court delivered its decision in *California Redevelopment Association v. Matosantos*, finding ABx1 26 (the "Dissolution Act") largely constitutional; and

WHEREAS, on June 27, 2012, the California State Legislature enacted Assembly Bill AB 1484 ("AB 1484"), modifying many of the provisions of ABx1 26 and establishing several new procedural deadlines; and

WHEREAS, under the Dissolution Act, the Successor Agency to the Redevelopment Agency of the City of Capitola (the "Successor Agency") must prepare a "Recognized Obligation Payment Schedule" ("ROPS") that enumerates the enforceable obligations and expenses of the Successor Agency for specified six-month intervals; and

WHEREAS, Health and Safety Code Section 34177(1)((1) and (2)) was amended by AB1484, adding 34177(1)(3)(m), to require the Successor Agency to submit a Sixth Recognized Obligation Payment Schedule ("ROPS 14-15A") for the period beginning July 1, 2014 and ending December 31, 2014 to the State of California Department of Finance, and to make associated notifications and distributions after approval by the Oversight Board, no later than March 1, 2014; and

WHEREAS, on February 13, 2014, the Capitola City Council, in its capacity as the governing board of the Successor Agency, approved ROPS 14-15A for the six-month period ending December 31, 2014 (a copy of which is on file with the City Clerk); and

WHEREAS, under the Dissolution Act, ROPS 14-15A must be submitted to the Successor Agency's oversight board (the "Oversight Board") for Oversight Board approval; and

**CAPITOLA SUCCESSOR AGENCY OVERSIGHT BOARD
RESOLUTION NO. 2014-02**

WHEREAS, pursuant to the Dissolution Act, the duly constituted Oversight Board met at a duly noticed public meeting on February 21, 2014 to consider approval of the ROPS 14-15A, among other approvals; and

WHEREAS, in accordance with Health & Safety Code Sections 34177(l)(2)(B) and 34179(f), the Successor Agency shall submit the approved ROPS 14-15A to the Santa Cruz County Chief Administrative Officer, the Santa Cruz County Auditor-Controller, and the State Department of Finance and posted the proposed ROPS 14-15A on its web site; and

WHEREAS, the accompanying staff report provides supporting information upon which the actions set forth in this Resolution are based.

NOW, THEREFORE, BE IT RESOLVED that the Oversight Board hereby finds, resolves, and determines as follows:

SECTION 1. The foregoing recitals are true and correct, and, together with information provided by the Successor Agency staff and the public, form the basis for the approvals, findings, resolutions, and determinations set forth below.

SECTION 2. The Oversight Board hereby approves ROPS 14-15A for the period beginning July 1, 2014 and ending December 31, 2014 in the form presented to the Oversight Board and attached hereto as Exhibit A, including the agreements and obligations described in ROPS 14-15A, and hereby determines that such agreements and obligations constitute "enforceable obligations" and "recognized obligations" for all purposes of the Dissolution Act.

SECTION 3. The Oversight Board has examined the items contained on ROPS 14-15A and finds that each of them is necessary for the continued maintenance and preservation of property owned by the Successor Agency until disposition and liquidation, the continued administration of the enforceable obligations herein approved by the Oversight Board, or the expeditious wind-down of the affairs of the Dissolved RDA by the Successor Agency.

SECTION 4. The Successor Agency is authorized and directed to enter into any agreements and amendments to agreements necessary to memorialize and implement the agreements and obligations in ROPS 14-15A and herein approved by the Oversight Board.

**CAPITOLA SUCCESSOR AGENCY OVERSIGHT BOARD
RESOLUTION NO. 2014-02**

SECTION 5. The Oversight Board authorizes and directs the Successor Agency staff to take all actions necessary under the Dissolution Act to post the ROPS 14-15A on the Successor Agency website, transmit the ROPS14-15A to the Santa Cruz County Auditor-Controller, the State Controller, and the State Department of Finance, and to take any other administrative actions to ensure the validity of the ROPS 14-15A and the validity of any enforceable obligations approved by the Oversight Board in this Resolution.

SECTION 6. This Resolution shall take effect at the time and in the manner prescribed in Health and Safety Code Section 34177(m).

ADOPTED on February 21, 2014 by the Members of the Oversight Board of the Successor Agency for the Redevelopment Agency of the City of Capitola with the following vote, to wit:

AYES:

NOES: None

ABSENT: None

ABSTAIN: None

Michael Termini Chair

