

**Meeting of the
Oversight Board for the Successor Agency
to the Redevelopment Agency of the
City of Fresno**

**Meeting Minutes
January 25, 2016**

The Oversight Board for the Successor Agency to the Redevelopment Agency of the City of Fresno met at 4:00 p.m. in Meeting Room 2120 (Meeting Room C), City Hall on January 25, 2016.

Present were:

Terry Bradley, appointed by Fresno County Superintendent of Schools
Larry Hodges, appointed by State Center Community College District
Rene Watahira, appointed by the Mayor of Fresno
Doug Vagim, appointed by Fresno County Board of Supervisors
Alan Hofmann, appointed by the Metropolitan Flood Control District (Special District)
Larry Westerlund, appointed by Mayor of Fresno (**arrived 4:05 p.m.**)
Debbie Poochigian, appointed by Fresno County Board of Supervisors

- I. Call to Order**
 - 1. Roll Call**
 - 2. Pledge of Allegiance**
 - 3. Member Comments**

The meeting was called to order by Chair Bradley at 4:00 p.m. and the roll call was taken. Board Member Westerlund arrived after roll call at 4:05 p.m. The pledge of allegiance was recited. Vice Chair Vagim commented on the way in which properties are, or would be, listed for sale.

II. Approval of Minutes of December 8, 2015

Vice Chair Vagim motioned to approve the minutes of December 8, 2015. Board Member Watahira seconded the motion. The motion passed on a vote of 6-0 with Board Member Westerlund absent.

III. Recognized Obligation Payment Schedule (ROPS)

Vice Chair Vagim clarified that SB 107 made ROPS annual and stated the current meeting was the annual ROPS meeting. Executive Director Murphey concurred and noted the next annual meeting would be around February of 2017. She added that the Department of Finance ("DOF") could decide to ask for a mid-year adjustment.

Executive Director Murphey provided an overview of the ROPS. The ROPS was for the period of July 1, 2016 through June 30, 2017 and implemented Senate Bill 107 with a 12 month reporting period as opposed to the previous six month period. The obligations totaled \$7,048,030 for the year and included the enforceable obligations and the loan repayments resulting in \$9.4 million going to the taxing entities this year. Ms. Murphey clarified that the formula to establish how much loan repayment could be made per period was to subtract the enforceable obligations and the base.

Ms. Murphey noted the DOF required separate line items for service fees connected to third party bonds which resulted in the addition of ROPS lines 115 to 120. The lines are not new amounts of money, but are break-downs of the service fees that were previously wrapped into the payment of bonds.

Ms. Murphey also noted the ROPS included a report of cash balance from ROP 9 (July to December of 2015).

Ms. Murphey explained that, during the last ROPS, a resolution was submitted asking for reconsideration of loans based on additional documentation. Loan number 31 for approximately \$325,000 was submitted. After additional research, it was discovered loan number 31 was not eligible for the new change in the law. The DOF issued a letter dated November 18, 2015 denying the loan. Ms. Murphey stated other previously denied loans could be approved under the new change in the law but additional research and documentation was needed before the Successor Agency would bring anything to the Oversight Board.

Discussion ensued regarding: the yearly cap the state placed on the rate of repayment and the effects of such a cap; the ability to revisit loans under the new criteria set forth by Senate Bill 107 in spite of previous board action to dispose of loans; administrative costs, and; parking facilities that were part of the long range property management plan.

Board Member Westerlund motioned to approve the resolution. Board Member Watahira seconded the motion. Board Member Poochigian announced she had a conflict and would recuse herself from line items 5, 9, 10 and 11. Board Members Westerlund and Watahira agreed to amend the motion to consider all parts of the resolution for approval except ROPS line items 5, 9, 10 and 11. The motion passed by a unanimous vote of 7-0.

Board Member Poochigian again announced she had a conflict with line items 5, 9, 10, and 11 and recused herself. She left the meeting room at 4:40 P.M. and was absent for the remainder of the meeting.

Board Member Westerlund moved to approve the balance of the resolution consisting of ROPS line items 5, 9, 10 and 11. Board Member Watahira seconded the motion.

Discussion ensued regarding: subrogation / assignment as noted in the master agreement; the status of the contractor Gunner and Andros; the need to revise plans because of court orders regarding historic homes, and; timelines for determining how to make up for the loss of space related to the movement of historic homes. Chief Assistant City Attorney Doerr noted the agreement already accounted for what would happen if the agency could not deliver all the property that was originally envisioned.

The motion to approve the balance of the resolution consisting of ROPS line items 5, 9, 10 and 11 passed by a vote of 6-0-1 with Board Member Poochigian recused.

IV. Public Comment

Upon call, no member of the public chose to address the Board.

V. Adjournment

The meeting was adjourned at 4:47 p.m.

The minutes of January 25, 2016 were approved as amended at the February 25, 2016 meeting on a motion by Board Member Poochigian and a second by Vice Chair Vagim. The motion passed on a vote of 5-2 with Board Members Westerlund and Watahira voting no.