

## **RESOLUTION NO. 2012-002**

Adopted by

Oversight Board for  
Redevelopment Agency Successor Agency

April 30, 2012

### **APPROVING THE FISCAL YEAR (FY) 2011/12 AND FY2012/13 ADMINISTRATIVE BUDGETS OF THE REDEVELOPMENT AGENCY SUCCESSOR AGENCY (RASA)**

#### **BACKGROUND:**

- A. Under Health and Safety Code Section 34177(j), the RASA is to prepare a proposed Administrative Budget to cover the City of Sacramento's costs to undertake the required successor agency tasks to wind down the affairs of the dissolved Redevelopment Agency of the City of Sacramento ("Redevelopment Agency"). The budget is to be based on the estimated administrative costs for each six month period in the fiscal year, and identify sources for payment of those costs.
- B. Under Health and Safety Code Section 34171(b), the "Administrative Cost Allowance" is payable from property tax revenues allocated to the successor agency to administer its assigned duties under AB 26. For FY2011/12, the total amount of the Administrative Budget is subject to a limit of five percent (5%) of the total property tax allocated by the County Assessor to pay the Redevelopment Agency's enforceable obligations. In FY2012/13 and each fiscal year thereafter, the total amount of the Administrative Budget is limited to three percent (3%) of the total property tax allocation, but in no event shall the amount be less than \$250,000.
- C. For FY2011/12, the total 5% allocation was adjusted to account for the five months remaining in the fiscal year. As a result, the proposed RASA Administrative Budget for FY2011/12 covers the period from February 1, 2012 through June 30, 2012, in the amount of \$968,000. This amount has been allocated between the City of Sacramento and the Sacramento Housing and Redevelopment Agency for its services to assist in the transition of the Redevelopment Agency's assets and obligations, transfer of its books and records, and staff support for the formation of the Oversight Board.

- D. approved by the City Council acting as the board of the RASA (Resolution No. 2012-002). The Administrative Budget for FY2012/13 for the RASA will be approved as part of the FY2012/13 budget of the City of Sacramento.
- E. Under Health and Safety Code Section 34177(j), the proposed Administrative Budgets are subject to the review and approval of the Oversight Board.

**BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE OVERSIGHT BOARD FOR REDEVELOPMENT AGENCY SUCCESSOR AGENCY RESOLVES AS FOLLOWS:**

- Section 1. The recitals as set forth above are true and correct and are incorporated into this Resolution by this reference.
- Section 2. The Oversight Board hereby approves RASA Administrative Budgets for FY2011/12 and FY2012/13 as attached to this Resolution as Exhibit 1, pursuant to Health and Safety Code Section 34177 (j).
- Section 3. The City Clerk of the City of Sacramento, acting as the Clerk to the Oversight Board as its Secretary, shall certify the Oversight Board's adoption of this Resolution.
- Section 4. Pursuant to Health and Safety Code Section 34179(h), the State Department of Finance may request review of an action of the Oversight Board. As a result, the Oversight Board's approval of this resolution and the Administrative Budgets for FY2011/12 and FY2012/13 are not effective until May 4, 2012.
- Section 5. If the State Department of Finance (DOF) requests review of certain costs included in the Administrative Budget for FY2011/12, in that event payment of all of the other costs in the Administrative Budget shall not be affected by such action. RASA shall identify and segregate from the approved Administrative Budget those items subject to review by DOF, so that the remaining portions of the Administrative Budget shall become effective to allow the RASA to make payments for costs incurred in accordance with the Administrative Budget as approved by the Oversight Board.

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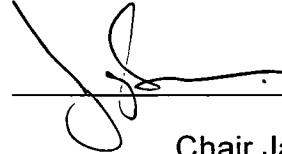
- Exhibit 1: Proposed FY2011/12 and FY2012/13 RASA Administrative Budgets

Adopted by the Oversight Board for Redevelopment Agency Successor Agency on April 30, 2012 by the following vote for Exhibit A Line 489 and 490 only:

Yes: Jay Schenirer, LaShelle Dozier, Dave Tamayo, and Troy Givans. Richard Rich, and John Sharpe

Noes: None.

Absent: Tammy Sanchez



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Chair Jay Schenirer

Attest:



Shirley Concolino, Redevelopment Agency Successor Agency Clerk

## Proposed Successor Agency Administrative Budget

Task	Department	Administrative Costs <sup>1</sup>	
		2/12-6/12	7/12-6/13
Legal Counsel	City Attorney	\$ 137,513	\$ 290,886
Finance	Finance	45,335	286,692
Debt/Cash Management	City Treasurer	65,794	95,587
Real Estate	General Services	29,813	95,110
General Planning	Economic Development	128,762	275,564
Oversight Board	City Clerk	17,378	40,438
	Citywide Support	63,962	202,312
	City Total	\$ 488,558	\$1,286,589
	SHRA Allocation	247,744	-
	Total	\$ 736,302	\$1,286,589

<sup>1</sup> Costs reflect staff time necessary to complete required Successor Agency responsibilities. Does not include cost of overhead.