

**OVERSIGHT BOARD OF SUCCESSOR AGENCY
TO CATHRAL CITY REDEVELOPMENT AGENCY**

Board Meeting Minutes

September 25, 2014

9:00 A.M.

City of Cathedral City

Study Session Room

MEETING CALLED TO ORDER AT 9:08 A.M.

ROLL CALL:

Present: Members - DeRosa, Bradley, Scott, Arthur, Henry
Absent Members – Howell, Aguilar

CONFIRMATION OF AGENDA – Confirmed.

APPROVAL OF PRIOR MEETING MINUTES – Minutes of the May 15, 2014 Meeting were accepted as presented.

PUBLIC COMMENT SESSION- Public Comments were called for by the Board Chairman, but none were heard.

INFORMATIONAL ITEMS – Update on Long Range Property Management Plan: Member Scott informed the board that our Long Range Property Plan was denied, despite the meet and confer meeting we had in Sacramento with the D.O.F. She informed the board the D.O.F. wants a more extensive documented support for the impediments which our appraisers had utilized in support of a reduction of values in reaching their conclusions for the our Subject Properties. We have now hired a consulting firm to assist us and we will take a more comprehensive approach in revising our values. Member Scott informed the board that D.O.F. was to have all Property Management Plans completely reviewed by December 2014, but due to new legislation that date has now been extended to December 2015.

Update on Bond Refunding: we refunded our Series 2000A, 2002A, 2004A, 2005A (Project Area 3 and Merged Project Area), 2002D Housing & 2002E Housing bonds. Total Par amount of the refunded bonds was \$79 million. We did this in 3 Series (A, B & C). All were rated and insured....quite an accomplishment. The underlying rating on Series A was rated BBB+, Series B & C were rated A. With

insurance all the bonds carried an AA rating. The total savings over the remaining life of the bonds is an estimated \$11.4 million with a Net Present Value savings of \$8.7 million. The average annual savings is \$600,000 per year (Original estimate at \$200,000).

BUSINESS ITEM #1 – Member Scott presented Resolution **OB-2014-25** {along with supporting documentation} for the Board consideration, which sought approval of the ROPS schedule for January 1, 2015 thru June 30, 2015 (which basically was unchanged from last cycle). Scott informed the board that we were able to refund seven of our bond issue, saving an estimated \$11.4 million over the life of the bonds.

Finding no questions from the Public or the Board, and a motion was made to vote on the matter by member Henry with a 2nd by member Arthur. A subsequent vote followed and the Resolution was approved by a 5 – 0 vote, with two members absent.

NEXT MEETING – The next Oversight Board meeting date has not yet been decided.

ADJOURNMENT – Meeting adjourned at 9:25 A.M. without objection.

cc: K. DeRosa S. Henry
D. Bradley L. Lukes
J. Aguilar C. Green
L. Howell K. Biersack
J. Arthur J. Sherman
T. Scott