

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

Board Meeting Minutes

February 28, 2013

9:00 A.M.

City of Cathedral City

Study Session Room

MEETING CALLED TO ORDER AT 9:05 A.M.

ROLL CALL:

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

CONFIRMATION OF AGENDA – Confirmed.

APPROVAL OF PRIOR MEETING MINUTES – Minutes of the January 28, 2013 Meeting were accepted as presented.

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

INFORMATIONAL ITEMS – Member Scott gave an update of the status of State Controller's Office Audit. She explained the transfer process and the challenges of working with the State Auditors. She reported that at this point the Downtown Foundation was still not ruled as an eligible obligation on the ROPS, even though we clearly do have a commitment to operations of the two theatres. The State Auditor stated that he would not make a final determination of the Foundation status until he conferred with his superiors at the D.O.F. Member Ellis inquired as to what the Agency would do about this obligation should it be denied on the ROPS. Scott replied that the Agency did not have a financial solution for the obligation if denied as the funds were already spent; however, the Board was informed that the Successor Agency would continue its efforts to have this matter recognized by the State, as it is an enforceable obligation.

BUSINESS ITEM #1 – Member Scott explained the contents of **Resolution OB-2013-13** which recognizes the City Urban Revitalization Corporation (CURC) as a complete, separate and distinct private third party entity and not a part of the former Cathedral City Redevelopment Agency or the City of Cathedral City, thereby recognizing the CURC's existing Owner Participation, and Disposition and Development Agreements, that were in place, prior to Redevelopment Agency dissolution actions.

A motion to adopt **Resolution OB-2013-13** was made by Member Wade, with a 2nd by Member Howell. The measure passed a unanimous vote by all of the Board Members present.

BUSINESS ITEM #2 – Member Scott informed the Board, that the Successor Agency was seeking approval (through Resolution **OB-2013-14**) from the Oversight Committee for the Recognized Obligation Payment Schedule (ROPS) for the period commencing July 1, 2013 through December 31, 2013, as required by Health & Safety Code Section 34177(i) and adoption of an administrative budget. Member Scott reminded the Committee of the previous ROPS denials by D.O.F., specifically funding for CURC and the Eagle Dam project, and that these items would be re-submitted and included on ROPS 13/14A as they are viewed by the Agency as valid enforceable obligations, with the Eagle Canyon Dam being a critical flood control project. Member Henry inquired what would become of the Hotel project if denied by D.O.F. Member Scott explained that the project would still may not be able to forward by the private efforts as the commitment of fund to CURC has not been completed. Member Scott also indicated that with the Oversight Board’s concurrence, these items should be eligible for bond funding following the issuance of a Finding of Completion by DOF and further indicated that the Successor Agency would be applying for the Finding of Completion as soon as DOF’s review of the “Other Funds” DDR was complete. The Successor Agency expects to have a Finding of Completion issued prior to the ROPS 13/14A cycle.

A motion was made by Member Howell to adopt Resolution OB-2013-14, approving the Recognized Obligation Payment Schedule (ROPS) for the period commencing July 1, 2013 through December 31, 2013, with a 2nd coming from Member Ellis which includes reinstatement of funding for CURC and Eagle Canyon Dam from bond proceeds. The matter was voted upon and passed unanimously by all committee members that were present.

NEXT MEETING – April 25, 2013 set for the next Oversight Board meeting.

ADJOURNMENT – Meeting adjourned at 9:42 A.M. without objection.

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