

**MINUTES  
OVERSIGHT BOARD OF THE CITY AS SUCCESSOR AGENCY  
FOR THE COMMUNITY REDEVELOPMENT AGENCY  
OF THE CITY OF MORENO VALLEY**

**REGULAR MEETING – 2:00 P.M.  
May 8, 2013**

**CALL TO ORDER** - Meeting of the Oversight Board of the City as Successor Agency for the Community Redevelopment Agency of the City of Moreno Valley (Oversight Board) was called to order at 2:05 p.m. by Chairman Moss in the Council Chamber at Moreno Valley City Hall. Copies of the Agenda and items for review were made available to the public.

**ROLL CALL/INTRODUCTIONS**

Oversight Board:

Glenn Moss	Chairman
Chris Carlson	Vice Chair
Mays Kakish	Board Member
Henry Garcia	Board Member
John Strickler	Board Member

Absent:

David Slawson	Board Member
Jamil Dada	Board Member
Jon Goetz	Oversight Board Counsel - KMTG (Kronick Moskowitz Tiedemann & Girard)

Staff:

Barry Foster	Community & Economic Development Director
Dante Hall	Redevelopment & Neighborhood Programs Administrator
Rick Teichert	Financial & Administrative Services Director
Kathi Pierce	Board Secretary

Legal Representation:

Mark Huebsch	Successor Agency Counsel (Stradling, Yocca, Carlson & Rauth)
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**PUBLIC COMMENTS**

No public comments.

1. APPROVAL OF MINUTES

**Motion to Approve Minutes of February 27, 2013 by m/Board Member Mays, s/Board Member Carlson (Approved by a vote of 5-0-2).**

REGULAR BUSINESS

1. CONSIDERATION OF A RESOLUTION ADOPTING AN ADMINISTRATIVE BUDGET FOR THE SUCCESSOR AGENCY FOR THE PERIOD OF JULY 1, 2013 THROUGH DECEMBER 31, 2013

RESOLUTION NO. OB 2013-03

Staff briefly explained the proposed administrative budget showing the details for the upcoming six-month fiscal period. Adjustments have been made, including work force reductions in order to remain in compliance. The maximum that we can spend on Administration is 250,000.

**Motion to Adopt Resolution No. OB 2013-03, by m/Board Member Mays, s/Chairman Moss. (Approved by a vote of 5-0-2).**

2. UPDATE ON THE OTHER ASSETS DUE DILIGENCE REVIEW

Staff explained that the Department of Finance had denied the 2005 Lease Revenue Bond payments. Staffs requested an in-person meet and confer with the DOF in Sacramento. They will be presenting backup that justifies all the actions that the RDA originally planned for that debt.

That debt was part of several pooled debt issuances. All of the entities that participated took action to acknowledge their share of the debt service that would be transferred directly to the debt service fund.

The DOF feels that the actual bond lease documents are between the City and the Moreno Valley Financing Authority. The RDA is not a party to that lease agreement. Staff is assembling all of the evidence that indicates that was merely for convenience and to minimize the cost of the debt. There is a strong case that this was intended to be RDA Debt and has been accounted as such.

During the Successor Agency Due Diligence review, the DOF had concern about the property tax component that went into the escrow account. In their final determination letter, they requested that we return the \$582,000 of property tax that was in this escrow account. Another meet and confer was scheduled. The money was legitimately committed to the project in escrow, encumbered appropriately and it was agreed that we can keep the \$582,000.

In addition, there was \$300,000 that was not used due to an overage in certain ROPS line items. We were in agreeance and a wire transfer was made in the amount of \$220,000 to the County that will be distributed to the taxing entities.

The City is applying for a "Finding of Completion" which will allow us to get paid back for the RDA City loans that were previously denied, and to expend bond proceeds.

The City continues to negotiate with the IRS.

**ADJOURNMENT**

There being no further business to conduct, the meeting was adjourned at 2:20 p.m. by unanimous informal consent.

**NEXT MEETING**

The next Meeting of the Oversight Board of the City as Successor Agency for the Community Redevelopment Agency of the City of Moreno Valley scheduled for June 12, 2013 has been cancelled. The next scheduled Meeting is July 10, 2013 from 2 – 4 p.m. in the Council Chamber.

Submitted by:

  
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Board Secretary, Kathi Pierce

Approved by:

  
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Chairman, Glenn Moss