

**MINUTES OF THE SPECIAL REGULAR MEETING OF THE  
OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE  
COMMUNITY DEVELOPMENT COMMISSION/REDEVELOPMENT  
AGENCY OF THE CITY OF SANTA FE SPRINGS**

**DECEMBER 11, 2013**

**1. CALL TO ORDER**

The meeting was called to order at 4:38 p.m. by Chair Caton.

**2. ROLL CALL**

Present: Board Members González, Nguyen, and Stone, Vice Chair Anderson, and Chair Caton, Oversight Board Counsel Peter Wallin, and Board Clerk Anita Jimenez

Absent: Board Members Delawalla and Foley

**3. PLEDGE OF ALLEGIANCE**

The Pledge of Allegiance was led by Chair Caton.

**4. CONSENT AGENDA**

**Approval of Minutes**

A. Minutes of the September 11, 2013 Regular Oversight Board Meeting

**Recommendation:** That the Oversight Board approve the minutes as submitted.

Board Member Stone moved the approval of Item 4A; Vice Chair Anderson seconded the motion which passed unanimously.

**NEW BUSINESS**

5. Discussion Item: City of SFS v. State Department of Finance

**Recommendation:** That the Oversight Board call upon Board Counsel.

Board Counsel Peter Wallin stated that at a previous meeting, the Oversight Board approved a loan from the City to the Successor Agency to fund a lawsuit against the Department of Finance (DOF). Some Board Members are also members of the parties named in the lawsuit. The Oversight Board was told that there would be no financial impact to the other agencies which are named in the lawsuit. There is a concern among some Board Members that they may have acted in conflict with the best interest of their primary party. Mr. Wallin stated that: 1). the school districts are funded through ADA requirements and would receive the set amount from the State if not from the tax roll; 2). the cost of litigation would be minimal; and 3). The City would be able to get the money back. Mr. Wallin stated that he confirmed this analysis with the DOF. The DOF agreed that this was a proper action by the Oversight Board.

Board Member Stone questioned whether he was removed from this situation because he was appointed by the County of Los Angeles. Mr. Wallin agreed that he was.

Vice Chair Anderson stated that after the Oversight Board authorized the retention of counsel, he discussed his concerns with Board Member Delawalla. He further discussed his concerns with Mr. Wallin and came to the understanding that school district budgets are determined by the State Legislature; therefore, the lawsuit should have no negative impact on the school districts' budgets. Vice Chair Anderson stated that he was confident that his actions were not in conflict with the best interest of the school district.

Board Member Stone moved to receive and file the report; Board Member Gonzalez seconded the motion which passed unanimously.

**6. Resolution OB-2013-019 – Approving the Successor Agency’s Administrative Budget for the Periods July 1, 2013 through December 31, 2013, and January 1, 2014 through June 30, 2014**

**Recommendation:** That the Oversight Board adopt Resolution OB-2013-019.

The City’s Assistant Director of Finance, Travis Hickey, stated that the previously approved ROPS 13-14B did not include the Administrative Budget for January 1, 2014 through June 30, 2014, which is included in OB-2013-019.

Chair Caton asked why the City Support Services increased by \$32,000. Mr. Hickey explained that the amount is determined by a consistently-applied formula based on the number of staff. The amount budgeted does not cover the actual cost, but does not exceed the cap allowed by the DOF. Chair Caton asked why there was no money budgeted for Property Management. Mr. Hickey stated that previously the DOF required that Property Management be paid for out of the Administrative Budget, but that is no longer the case.

Board member Gonzalez moved the approval of Item 6; Board Member Nguyen seconded the motion which passed unanimously.

**7. ORAL COMMUNICATIONS**

Oral Communications were opened at 4:53 p.m. There being no one wishing to speak, Oral Communications were closed.

**8. ADJOURNMENT**

At 4:54 p.m., Chair Caton adjourned the meeting.



Gerald M. Caton  
Oversight Board Chair

ATTEST:



Anita Jimenez, Board Clerk

2-26-14  
Date