

RESOLUTION NO. OB-2014-03

A RESOLUTION OF THE OVERSIGHT BOARD FOR THE SUCCESSOR AGENCY TO THE FORMER GONZALES REDEVELOPMENT AGENCY CONFIRMING AND APPROVING THE SUCCESSOR AGENCY'S METHODOLOGY FOR DETERMINING ITS SUPPLEMENTAL EDUCATIONAL REVENUE AUGMENTATION FUND ("SERAF") LOAN REPAYMENT SCHEDULE PURSUANT TO HEALTH AND SAFETY CODE § 34171

WHEREAS, the Gonzales Redevelopment Agency was dissolved February 1, 2012; and

WHEREAS, the Oversight Board for the Successor Agency to the Gonzales Redevelopment Agency ("Oversight Board") has been established pursuant to Health and Safety Code ("HSC") § 34179 to assist in the wind-down of the dissolved redevelopment agency; and

WHEREAS, pursuant to HSC § 34171 (d)(1)(G), amounts borrowed from, or payments owing to the Low- and Moderate-Income Housing Fund ("LMIHF") are enforceable obligations, provided that the Oversight Board approves a repayment schedule; and

WHEREAS, HSC § 34191.4 (b)(2)(B) provides for the repayment of any outstanding amounts borrowed from or owned to the LMIHF with respect to the Supplemental Educational Revenue Augmentation Fund ("SERAF"); and

WHEREAS, pursuant to the formula described within HSC § 34176 (e)(6)(B), LMIHF loan repayment amounts, inclusive of SERAF loans, during any given fiscal year cannot exceed an amount equal to one-half of the increase between the amount distributed to the taxing entities in that fiscal year and the amount distributed to the taxing entities during fiscal year 2012-13 (i.e., the base fiscal year) ("SERAF Repayment Formula"); and

WHEREAS, pursuant to ROPS 14-15A, the Successor Agency to the Gonzales Redevelopment Agency ("Successor Agency") currently has an outstanding principal balance owing on its SERAF loan of \$597,734 (enforceable obligation No. 10); and

WHEREAS, the Successor Agency shall apply the SERAF Repayment Formula to the amounts payable on the SERAF loan until the loan is fully repaid ("Successor Agency's SERAF Loan Repayment Schedule"); and

WHEREAS, pursuant to guidance provided by the California Department of Finance with respect to the SERAF Repayment Formula, the Oversight Board may approve the Successor Agency's SERAF Loan Repayment Schedule if it is consistent with HSC § 34176 (e)(6)(B); and

WHEREAS, the methodology used by the Successor Agency in determining its SERAF Loan Repayment Schedule, as evidenced in ROPS 14-15A, conforms to the SERAF Loan Repayment Formula prescribed by HSC § 34176 (e)(6)(B); and

WHEREAS, all of the prerequisites with respect to the approval of this Resolution have been met.

NOW, THEREFORE, BE IT RESOLVED by the Oversight Board for the Successor Agency to the Gonzales Redevelopment Agency, as follows:

Section 1. The foregoing recitals are true and correct and are a substantive part of this Resolution.

Section 2. The methodology used by the Successor Agency in calculating and determining its SERAF Loan Repayment Schedule conforms to the SERAF Repayment Formula prescribed by HSC § 34176 (e)(6)(B), and is hereby approved.

Section 3. The repayment of the Successor Agency's SERAF loan is confirmed as an enforceable obligation, consistent with HSC § 34171 (d)(1)(G).

Section 4. This Resolution shall take effect upon the date of its adoption.

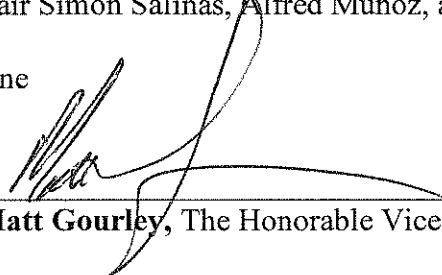
PASSED AND ADOPTED by the Oversight Board at a special meeting held on the 24th day of March 2014 by the following vote to wit:

AYES: **BOARD MEMBERS:** Vice Chair Matt Gourley, Scott Funk, Rene Mendez, and Jayanti Addleman

NOES: **BOARD MEMBERS:** None

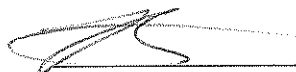
ABSENT: **BOARD MEMBERS:** Chair Simon Salinas, Alfred Munoz, and Sara Perez

ABSTAIN: **BOARD MEMBERS:** None



Matt Gourley, The Honorable Vice Chair

ATTEST:



René L. Mendez, Secretary