TOWN OF YUCCA VALLEY ACTING AS SUCCESSOR AGENCY TO THE RDA MEETING MINUTES JANUARY 17, 2012

Mayor Rowe called the meeting of the Town of Yucca Valley acting as Successor Agency to the RDA to order at 7:13 p.m.

Members Present:

Abel, Hagerman, Huntington, Lombardo, and Mayor Rowe.

Staff Present:

Town Manager Nuaimi, Deputy Town Manager Stueckle, Administrative Services Director Yakimow, and Town Clerk

Anderson.

DEPARTMENT REPORTS

1. Initial Successor Agency Report and Various Resolutions

A RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF YUCCA VALLEY, CALIFORNIA DETERMINING THAT THE TOWN OF YUCCA VALLEY ELECTS TO, AND SHALL, SERVE AS THE SUCCESSOR AGENCY TO THE DISSOLVED YUCCA VALLEY REDEVELOPMENT AGENCY PURSUANT TO HEALTH AND SAFETY CODE SECTION 34173

A RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF YUCCA VALLEY, CALIFORNIA, ACTING AS SUCCESSOR AGENCY TO THE YUCCA VALLEY REDEVELOPMENT AGENCY, AUTHORIZING THE TOWN MANAGER TO UNDERTAKE ALL ACTIONS NECESSARY TO COMPLY WITH AB 1X26

A RESOLUTION OF THE TOWN OF YUCCA VALLEY ACTING IN ITS CAPACITY AS SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE TOWN OF YUCCA VALLEY, CALIFORNIA RECEIVING AND ADOPTING ITS ENFORCEABLE OBLIGATION PAYMENT SCHEDULE (EOPS) AND RECEIVING AND ADOPTING A PRELIMINARY DRAFT RECOGNIZED OBLIGATION PAYMENT SCHEDULE (PDROPS) PURSUANT TO HEALTH AND SAFETY CODE §34176 AND TRANSMITTING THE DRAFT PDROPS TO THE NECESSARY AGENCIES

A RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF YUCCA VALLEY, CALIFORNIA DETERMINING THAT THE TOWN OF YUCCA VALLEY ELECTS TO, AND SHALL RETAIN THE HOUSING ASSETS AND FUNCTIONS OF THE DISSOLVED YUCCA VALLEY COMMUNITY REDEVELOPMENT AGENCY PURSUANT TO CALIFORNIA HEALTH AND SAFETY CODE § 34176

Administrative Services Director Yakimow gave the staff report contained in the printed agenda and retained in the files, and described the resolutions to be adopted. As of January 13, 2012, the Town Council became the Successor Agency to the

Redevelopment Agency. He noted that the down side of the housing issue is that, while the Town is taking those responsibilities, it is not receiving the funds to do so. The low/mod funds are going back to the state, however, there is legislation going through to give those funds to housing authorities. There is also legislation going forward to delay the end of the RDA.

Mayor Rowe questioned what a successor agency is and what the oversight board is and who sits on it, noting that the Town Council Members as the prior RDA are the successor agency members but not part of the oversight board. Administrative Services Director Yakimow advised that is correct, but we may have a member on the oversight board.

Council Member Huntington questioned what the advantages are of not opting out. Administrative Services Director Yakimow advised the single most important factor as the Successor Agency is the ability to control as much as we can of the local dollars we have and ability to have control, he noted that none of the other cities in the county have opted out of being successor agencies. Town Attorney Laymon noted there are still a lot of potential legal challenges out there, and if the Town is not the successor agency it may not be able to take advantage of the outcome of those challenges.

Administrative Services Director Yakimow noted one of the recommended actions is to retain the functions of a housing authority, whether it is as successor agency or as a separate housing authority.

Mayor Rowe questioned how it would work if we take over the housing functions without funding. Town Manager Nuaimi commented there are unobligated low and mod funds that are supposed to be given to controller, but there is still debate regarding what is obligated and what is not obligated. There are dollars that do stay within entity. Funds previously paid into ERAF will be paid back. The worst case scenario is that we will end up with housing assets with a small amount of money. Town Attorney Laymon advised if the Town doesn't retain housing functions, those functions will then go to county housing authority. Town Manager Nuaimi noted that is a separate entity, not the county.

Council Member Lombardo questioned if the Town will still be in a position to reconstitute the RDA if the courts reverse things. Administrative Services Director Yakimow advised there may be a reinvention of some of the positive aspects of RDA, but resurrection of agencies as we know them is not going to happen.

Council Member Hagerman questioned who is taking the lead on updating agencies about what happening in Sacramento. Administrative Services Director Yakimow advised there are a couple of agencies, noting the main agencies are the League of California Cities and the California Redevelopment Association. Council Member Hagerman questioned where the assets would go if we were able to sell the PFF

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building right away. Town Manager Nuaimi advised it will be the successor agency and the oversight board who are charged to pay down the obligations of the agency. If we were able to sell PFF those dollars would be set aside for retirement of bonds when we can retire them.

Mayor Rowe questioned if all assets are frozen until the oversight board takes control. Administrative Services Director Yakimow advised that is correct.

Council Member Huntington moved that the Town Council, in its Capacity as the Successor Agency Pursuant to Assembly Bill 1X26 adopt the following Resolutions: Resolution No. SA-12-01, affirming the Town Council's role as Successor Agency to the Yucca Valley Redevelopment Agency; Resolution No. SA-12-02, authorizing the Town Manager to undertake all actions necessary to comply with AB 1X26; Resolution No. SA-12-03, receiving and adopting the Agency's Enforceable Obligation Schedule and Preliminary Draft Recognized Obligation Schedule; and Resolution No. SA-12-04, determining that the Town of Yucca Valley, as successor agency, elects to and shall retain the housing assets and functions of the dissolved Yucca Valley Redevelopment Agency. Council Member Hagerman seconded. Motion carried 5-0 on a roll call vote.

AYES: Council Member Abel, Hagerman, Huntington, Lombardo, and Mayor Rowe.

NOES: None ABSTAIN: None ABSENT: None

PUBLIC COMMENTS

None

ADJOURNMENT

There being no further business, Mayor Rowe adjourned the meeting at 7:30 p.m.

Respectfully submitted,

Jamie Anderson Town Clerk