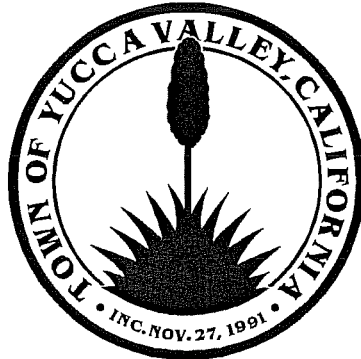


**TOWN OF YUCCA VALLEY
ACTING AS SUCCESSOR AGENCY
TO THE YUCCA VALLEY RDA**



*The Mission of the Town of Yucca Valley is to
provide a government that is responsive to its citizens
to ensure a safe and secure environment
while maintaining the highest quality of life.*

TUESDAY, June 3, 2014, 6:00 p.m.
(Immediately following the Town Council Meeting)
**YUCCA VALLEY COMMUNITY CENTER
YUCCA ROOM
57090 - 29 PALMS HIGHWAY
YUCCA VALLEY, CALIFORNIA 92284**

* * * *

TOWN COUNCIL AS SUCCESSOR AGENCY
*Robert Lombardo, Mayor
George Huntington, Mayor Pro Tem
Merl Abel, Council Member
Robert Leone, Council Member
Dawn Rowe, Council Member*

* * * *

TOWN ADMINISTRATIVE OFFICE:
760-369-7207
www.yucca-valley.org

**AGENDA
MEETING OF THE
TOWN OF YUCCA VALLEY ACTING AS SUCCESSOR AGENCY TO THE RDA
TUESDAY JUNE 3, 2014**

The Town of Yucca Valley complies with the Americans with Disabilities Act of 1990. If you require special assistance to attend or participate in this meeting, please call the Town Clerk's Office at 760-369-7209 at least 48 hours prior to the meeting.

If you wish to comment on any subject on the agenda, or any subject not on the agenda during public comments, please fill out a card and give it to the Town Clerk. The Mayor/Chair will recognize you at the appropriate time. Comment time is limited to 3 minutes.

(WHERE APPROPRIATE OR DEEMED NECESSARY, ACTION MAY BE TAKEN ON ANY ITEM LISTED IN THE AGENDA)

OPENING CEREMONIES

CALL TO ORDER

ROLL CALL: Members Abel, Huntington, Leone, Rowe, and Mayor Lombardo

APPROVAL OF AGENDA

Action: Move _____ 2nd _____ Vote _____.

CONSENT AGENDA

- P. 1-5 1. Successor Agency to the Yucca Valley RDA Meeting Minutes of October 15, 2013 and February 18, 2014.

Recommendation: Approve the minutes of the Successor Agency to the Yucca Valley RDA meeting of October 15, 2013, and February 18, 2014 as presented.

Action: Move _____ 2nd _____ Vote _____

DEPARTMENT REPORT

P. 6-14 2. FY 2014-16 Proposed Budget; Resolution No. SA 14-

Recommendation: It is recommended that the Agency;

Adopt a resolution approving the fiscal year 2014-16 budget, and designating those officials authorized to make requisitions for encumbrances against appropriations.

Action: Move _____ 2nd _____ Vote _____

PUBLIC COMMENTS

In order to assist in the orderly and timely conduct of the meeting, the Council takes this time to consider your comments on items of concern which are on the Closed Session or not on the agenda. When you are called to speak, please state your name and community of residence. Notify the Mayor if you wish to be on or off the camera. Please limit your comments to three (3) minutes or less. Inappropriate behavior which disrupts, disturbs or otherwise impedes the orderly conduct of the meeting will result in forfeiture of your public comment privileges. The Town Council is prohibited by State law from taking action or discussing items not included on the printed agenda.

STAFF REPORTS AND COMMENTS

SUCCESSOR AGENCY CHAIR AND MEMBER REPORTS AND COMMENTS

10. Agency Member Abel
11. Agency Member Leone
12. Agency Member Rowe
13. Agency Member Huntington
14. Agency Chair Lombardo

ADJOURNMENT

**TOWN OF YUCCA VALLEY
ACTING AS SUCCESSOR AGENCY TO THE RDA
MEETING MINUTES
OCTOBER 15, 2013**

OPENING CEREMONIES

Agency Chair Abel called the Successor Agency to the RDA meeting to order at 7:25 p.m. All agency members were present.

Staff present were: Deputy Town Manager Stueckle, Administrative Services Director Yakimow, Police Captain Boswell, Town Attorney Laymon and Town Clerk Copeland.

APPROVAL OF AGENDA

Agency Member Huntington moved to approve the Yucca Valley Successor Agency to the RDA meeting agenda for October 15, 2013. Agency Member Lombardo seconded. Motion carried 5-0 on a voice vote.

DEPARTMENT REPORTS

1. Successor Agency Ad Hoc Committee

Deputy Town Manager Stueckle presented the staff report, explaining the need to create an ad-hoc committee to meet with staff and identify alternative expenditure plan priorities. These alternative priorities would then be brought back before the Successor Agency for further discussion.

Agency Chair Abel opened public comments. With no members of the public wishing to speak, public comments were closed.

Agency Member Lombardo moved to nominate Rowe and Leone as the Successor Agency Ad Hoc Committee members. Agency Member Huntington seconded. Motion carried 5-0 on a voice vote.

PUBLIC COMMENTS

Agency Chair Abel opened public comments.

Margo Sturges, Yucca Valley spoke in opposition on the use of ad-hoc committees.

With no other members of the public wishing to speak, public comments were closed.

With no further business, Agency Chair Abel adjourned the meeting at 7:34 p.m.

Respectfully submitted,

Lesley Copeland, CMC

Town Clerk

**TOWN OF YUCCA VALLEY
ACTING AS SUCCESSOR AGENCY TO THE RDA
MEETING MINUTES
FEBRUARY 18, 2014**

OPENING CEREMONIES

Agency Chair Abel called the Successor Agency to the RDA meeting to order at 9:05 p.m. All agency members were present.

Staff present were: Deputy Town Manager Stueckle, Administrative Services Director Yakimow, Police Lieutenant Wilke, Town Attorney Laymon and Town Clerk Copeland.

APPROVAL OF AGENDA

Agency Member Rowe moved to approve the Yucca Valley Successor Agency to the RDA meeting agenda for February 18, 2014. Agency Member Abel seconded. Motion carried 5-0 on a voice vote.

1. Successor Agency to the Yucca Valley RDA Meeting Minutes of September 3, 2013

Agency Member Huntington moved to approve the minutes of the Successor Agency to the Yucca Valley RDA meeting of September 3, 2013. Agency Member Leone seconded. Motion carried 5-0 on a voice vote.

DEPARTMENT REPORTS

2. Recognized Obligation Payment Schedule (“ROPS”)

A RESOLUTION OF THE TOWN OF YUCCA VALLEY AACTING IN ITS CAPACITY AS SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE TOWN OF YUCCA VALLEY, CALIFORNIA APPROVING AND ADOPTING A RECOGNIZED OBLIGATION PAYMENT SCHEDULE (“ROPS”) PURSUANT TO HEALTH AND SAFETY CODE 34176 AND TRANSMITTING THE ROPS TO THE NECESSARY AGENCIES

Administrative Services Director Yakimow presented the staff report explaining that the semi-annual ROPS reflects the time frame of July 1 through December 31, 2014 and includes the most recent information and funding structures applicable to the time frame.

Agency Chair Lombardo opened public comments. With no members of the public wishing to speak, public comments were closed.

Agency Member Huntington moved to:

- Approve Resolution No. SA 14-01 adopting the Recognized Obligation Payment Schedule (“ROPS”) for the period from July 1, 2014 through December 31, 2014
- Direct staff to post the schedule on the Town’s website and to deliver the ROPS to the Oversight Board, San Bernardino County Auditor-Controller, State Controller and to the State Department of Finance.

Agency Member Rowe seconded. Motion carried 5-0 on a roll call vote.

AYES: Agency Members Abel, Huntington, Leone, Rowe and Chair Lombardo

NOES: None

ABSTAIN: None

ABSENT: None

3. Successor Agency Update

Administrative Services Director Yakimow gave a brief report on the status of the Long Range Property Management Plan.

Yakimow also reported that the Oversight Board changes in staff representation with two of the other Board Agencies.

Agency Chair Lombardo opened public comment. With no members of the public wishing to speak, public comments were closed.

Agency Member Leone moved to receive and file the verbal presentation and update regarding the RDA dissolution process. Agency Member Abel seconded. Motion carried 5-0 on a roll call vote.

AYES: Agency Members Abel, Huntington, Leone, Rowe and Chair Lombardo

NOES: None

ABSTAIN: None

ABSENT: None

PUBLIC COMMENTS

Agency Chair Lombardo opened public comments. With no members of the public wishing to speak, public comments were closed.

With no further business, Agency Chair Lombardo adjourned the meeting at 9:28 p.m.

Respectfully submitted,

Lesley Copeland, CMC

Town Clerk

**SUCCESSOR AGENCY TO THE FORMER
YUCCA VALLEY REDEVELOPMENT AGENCY
STAFF REPORT**

To: Honorable Chair & Agency Members
From: Shane Stueckle; Deputy Town Manager
Curtis Yakimow; Director of Administrative Services
Date: May 27, 2014
For Council Meeting: June 3, 2014

Subject: FY 2014-16 Proposed Budget
Resolution No. SA 14-

Recommendation: It is recommended that the Agency;

- Adopt a resolution approving the fiscal year 2014-16 budget, and designating those officials authorized to make requisitions for encumbrances against appropriations.

Order of Procedure:

- Staff Report
- Public Comment
- Questions of Staff
- Agency Discussion
- Agency Action (Roll Call Vote)


Discussion: Since February 1, 2012, the Town of Yucca Valley serves as the Successor Agency to the former Yucca Valley Redevelopment Agency. As the administering agency, the Successor Agency is responsible for adoption of the fiscal year spending plan.

To assist the Agency Board in reviewing the proposed fiscal year 2014-16 budgets, a copy of the Town Manager's Transmittal Letter is included as follows:

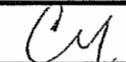
Yucca Valley Successor Agency

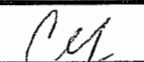
The proposed Yucca Valley Successor Agency budget for fiscal year 2014-16 represents the current expenditures that have been or are anticipated to be approved by the Oversight Board and the Department of Finance through the dissolution process. The proposed budget provides for expenditure of funds approved by the Oversight Board, the Department of Finance, and in some cases, both. It is the recommendation

Reviewed By:


Exec. Director

Agency Counsel


Treasurer


Dept Head

Department Report Ordinance Action Resolution Action Public Hearing
 Consent Minute Action Receive and File Study Item

of staff however, that only those expenditures explicitly approved by the Oversight Board **and** the Department of Finance be expended.

Town staff will continue to work with the Agency's consultants, legal counsel, Agency Board, and Oversight Board to advocate a spending and disposition plan that promotes the overall economic objectives supporting the entire Morongo Basin. Such an approach will ensure that the residents of Yucca Valley and the taxing agencies of the broader community benefit from the prior Yucca Valley Redevelopment Agency's efforts to develop this Town in an economically responsible manner.

The proposed 2014-16 budget identifies \$500,000 in bond fund allocation as a tentative place holder for potential park improvements related to the Town's newly assumed park assets. This budget simply identifies a potential amount for those activities, and all proposed activities and projects will go through the Agency's standard project approval process when ready. Future allocation and programming of former RDA bond funds is not recommended until the Town's infrastructure obligations related to the pending regional wastewater project are fully understood.

Alternatives: Adopt and approve with modifications.

Fiscal impact: The proposed fiscal year 2014-16 revenue and expenditure budgets for all Agency funds reflect ongoing dissolution activities as authorized by the State Department of Finance through related legislation.

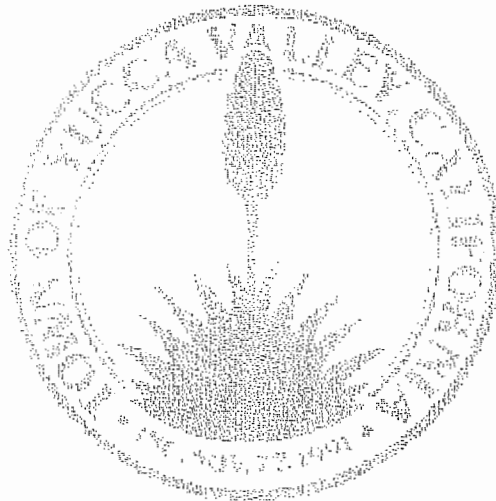
Attachments:

FY 2014-16 Proposed Budget
Budget Resolution

Yucca Valley Successor Agency

Operating Budget

FY 2014-16



Budget Resolution

Agency Summary

Fund Budgets

**Town of Yucca Valley as Successor Agency
FY 2014-16 Proposed Budget
Summary**

Fund	Projected Fund Balance 7/1/2014	Revenues	Expenditures	Transfers In/ Transfers Out	Projected Fund Balance 6/30/2015
30 - Successor Capital Projects Bond Funds	\$ 4,171,823	\$ -	\$ (550,000)	\$ -	\$ 3,621,823
31 - Successor Agency Debt Service	(5,901,631)	-	-	(389,020)	(6,290,651)
33 - Successor Agency RPTTF	318,918	860,788	(993,682)	389,020	575,044
Total Successor Agency Funds	\$ (1,410,891)	\$ 860,788	\$ (1,543,682)	\$ -	\$ (2,093,785)

Fund	Projected Fund Balance 7/1/2015	Revenues	Expenditures	Transfers In/ Transfers Out	Projected Fund Balance 6/30/2016
30 - Successor Capital Projects Bond Funds	\$ 3,621,823	\$ -	\$ -	\$ -	\$ 3,621,823
31 - Successor Agency Debt Service	(6,290,651)	-	-	-	(6,290,651)
33 - Successor Agency RPTTF	575,044	984,352	(984,352)	-	575,044
Total Successor Agency Funds	\$ (2,093,785)	\$ 984,352	\$ (984,352)	\$ -	\$ (2,093,785)

Fund Descriptions

30 - Successor Capital Projects Bond Funds

This fund accounts for the unspent bond proceeds associated with the former Yucca Valley Redevelopment Agency, which was dissolved through AB1x26 as of January 31, 2012. Upon the receipt of a Finding of Completion from the California Department of Finance, the Successor Agency may spend these proceeds in accordance with the purpose for which they were issued.

31 - Successor Agency Debt Service

This fund is a residual fund that was initially created as a holding fund for all prior Yucca Valley Redevelopment non-bond cash, in accordance with the redevelopment agency dissolution legislation.

33 - Successor Agency RPTTF

The Successor Agency Redevelopment Property Tax Trust Fund is established to account for transactions and activity as authorized by the normal dissolution process per AB1x26 and AB1484. The activities in this fund are those that are authorized, or anticipated to be authorized, through the Recognized Obligation Payment Schedule (ROPS) and the accompanying tax increment received through the fund.

Fund Notes

Through the dissolution process, the accounting treatment of the Agency changed from Governmental Funds to a Private Purpose Trust Fund. The fund's primary purpose is to expedite the dissolution of the former Agency's net assets in accordance with the legislation. A number of reconciliation activities continue as the legislation is implemented and will affect the fund balance presentation of all Successor Agency funds. Accordingly, the reflected fund balances may change significantly upon full implementation.

The administration of all Successor Agency transactions, while performed by Town Staff, are under the direction and oversight of the Successor Agency Board, the Oversight Board, the California Department of Finance, and the California State Treasurer's Office. The Successor Agency acts as a fiduciary agent of the state in implementing the dissolution legislation passed.

Town of Yucca Valley as Successor Agency
 FY 2014-16 Proposed Budget

	Actual 2012-13	Budget 2013-14	Projected 2013-14	Budget 2014-15	Budget 2015-16
630 - Successor Capital Projects Bond Funds					
RECEIPTS					
Interest	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL RECEIPTS	-	-	-	-	-
EXPENDITURES					
Operating Expenditures	74,184	-	-	-	-
Services	-	-	-	-	-
TOTAL EXPENDITURES	74,184	-	-	-	-
CAPITAL OUTLAY					
Work in Progress	-	1,300,000	1,300,000	550,000	-
TOTAL CAPITAL OUTLAY	-	1,300,000	1,300,000	550,000	-
OPERATING TRANSFERS IN (OUT)					
Transfer IN - Fund 930 RDA	-	-	-	-	-
Transfer OUT -SRF 513	-	-	-	-	-
Transfer OUT -SRF 527	-	-	-	-	-
Transfer OUT -SRF 551	-	-	-	-	-
TOTAL OPERATING TRANSFERS IN (OUT)	-	-	-	-	-
INCREASE (DECREASE) IN FUND BALANCE					
	(74,184)	(1,300,000)	(1,300,000)	(550,000)	-
BEGINNING FUND BALANCE	5,546,007	5,471,823	5,471,823	4,171,823	3,621,823
ENDING FUND BALANCE	\$ 5,471,823	\$ 4,171,823	\$ 4,171,823	\$ 3,621,823	\$ 3,621,823

Work in Progress Detail

Project	Account	Actual 2012-13	Budget 2013-14	Projected 2013-14	Budget 2014-15	Budget 2015-16
Park Projects		-	-	-	500,000	-
Essig Park Project	Fund 551	-	300,000	300,000	-	-
General Plan Update		-	450,000	450,000	-	-
Regional Wastewater Funding		-	-	-	50,000	-
Public Infrastructure Program	Fund 527	-	250,000	250,000	-	-
Public Infrastructure Program	Fund 513	-	300,000	300,000	-	-
		-	1,300,000	1,300,000	550,000	-

Town of Yucca Valley as Successor Agency
FY 2014-16 Proposed Budget

		Actual	Budget	Projected	Budget	Budget
		2012-13	2013-14	2013-14	2014-15	2015-16
631 - Successor Agency Debt Service						
RECEIPTS						
Gain in RDA Dissolution						
Tax Increment		-	-	-	-	-
Interest		-	-	-	-	-
TOTAL RECEIPTS		-	-	-	-	-
EXPENDITURES						
Direct Labor/Admin	631 00-00 51XX	-	-	-	-	-
Planning Center - GP	631 00-00 7110	-	-	-	-	-
RSG Consulting Svcs	631 00-00 71XX	-	-	-	-	-
Insurance	631 00-00 6XXX	-	-	-	-	-
Legal Services	631 00-00 71XX	-	-	-	-	-
Audit Expenditures	631 00-00 7XXX	-	-	-	-	-
Debt Service	631 00-00 79XX	-	-	-	-	-
Other	Loss on RDA Dissolution	-	-	-	-	-
Other	DOF Denied LMHF	576,353	-	-	-	-
Amortization expense	non-cash	24,712	-	-	-	-
Loss on RDA Diss	Land value adjustment	500,265	-	-	-	-
Loss on RDA Diss-Town 632	Payment to Town LMHF	1,077,000	-	-	-	-
ROPS 2-to 633	Bond Interest 7-12/2012	-	-	-	-	-
ROPS2-to 633	Admin fees 7-12/2012	-	-	-	-	-
ROPS-633 to Town 632	ERAF Repayment thru 6:	-	-	-	-	-
TOTAL EXPENDITURES		2,178,330	-	-	-	-
CAPITAL OUTLAY						
Work in Progress		-	-	-	-	-
TOTAL CAPITAL OUTLAY		-	-	-	-	-
OPERATING TRANSFERS IN (OUT)						
Transfer out - Fund 633	ROPS reserve	-	-	-	(389,020)	-
Transfer In - Fund 632		-	-	-	-	-
TOTAL OPERATING TRANSFERS IN (OUT)		-	-	-	(389,020)	-
INCREASE (DECREASE) IN FUND BALANCE						
		(2,178,330)	-	-	(389,020)	-
BEGINNING FUND BALANCE		(3,723,301)	(5,901,631)	(5,901,631)	(5,901,631)	(6,290,651)
ENDING FUND BALANCE		\$ (5,901,631)	\$ (5,901,631)	\$ (5,901,631)	\$ (6,290,651)	\$ (6,290,651)

Town of Yucca Valley as Successor Agency
FY 2014-16 Proposed Budget

	Actual 2012-13	Budget 2013-14	Projected 2013-14	Budget 2014-15	Budget 2015-16
633 - Successor Agency - RPTTF					
RECEIPTS					
Tax Increment ROPS 3	\$ 455,072	\$ -	\$ -	\$ -	\$ -
Tax Increment ROPS 13-14A	243,049	-	-	-	-
Tax Increment ROPS XX-XXB 1/14-6/14	-	455,072	467,301	354,662	478,226
Tax Increment ROPS XX-XXA 7/14-12/14	-	243,049	-	256,126	256,126
Admin Fee ROPS 3	137,500				
Admin Fee-13-14A	132,500				
Admin Fee-XX-XXB 1/14-6/14		117,500	110,782	125,000	125,000
Admin Fee-XX-XXA 7/14-12/14		125,000	123,254	125,000	125,000
Miscellaneous Revenue Prop tax refund	2,833	-	(2,833)	-	-
TOTAL RECEIPTS	970,954	940,621	698,504	860,788	984,352
EXPENDITURES					
ROPS A Jul-Dec					
Direct Labor/Admin	125,000	125,000	137,500	125,000	125,000
Dec Debt Service	274,071	272,182	272,156	265,791	256,126
SERAF Repayment	-	-	-	-	-
Special Audit Costs	-	-	-	-	-
ROPS B Jan-Jun					
Direct Labor/Admin	130,782	125,000	112,500	125,000	125,000
Jun Debt Service	463,407	465,082	465,081	470,791	471,126
Bond Admin Fees	-	2,100	2,100	2,100	2,100
Special Audit Costs	22,301	5,000	5,000	5,000	5,000
TOTAL EXPENDITURES	1,015,561	994,364	994,337	993,682	984,352
CAPITAL OUTLAY					
Work in Progress	-	-	-	-	-
TOTAL CAPITAL OUTLAY	-	-	-	-	-
OPERATING TRANSFERS IN (OUT)					
Transfer IN-From Fund 631 per DOF	-	-	28,134	389,020	-
Transfer IN - principle payment on BS	190,000	-	-	-	-
TOTAL OPERATING TRANSFERS IN (OUT)	190,000	-	28,134	389,020	-
INCREASE (DECREASE) IN FUND BALANCE					
	145,393	(53,743)	(267,699)	256,126	-
BEGINNING FUND BALANCE	441,224	766,100	586,617	318,918	575,044
ENDING FUND BALANCE	\$ 586,617	\$ 712,357	\$ 318,918	\$ 575,044	\$ 575,044

RESOLUTION NO. SA-14-

A RESOLUTION OF THE SUCCESSOR AGENCY, OF THE TOWN OF YUCCA VALLEY, CALIFORNIA, ADOPTING THE 2014-16 SUCCESSOR AGENCY BUDGET AND APPROVING APPROPRIATIONS FOR THE FISCAL YEARS COMMENCING ON JULY 1, 2014 AND ENDING JUNE 30, 2016

WHEREAS, the Court's decision results in the implementation of AB1x26 which dissolved all redevelopment agencies in the State of California as of February 1, 2012; and

WHEREAS, pursuant to a provision of AB1x26, codified as Health and Safety Code § 34173(d)(1), the Town, in the case of a redevelopment agency of a Town, automatically becomes the "Successor Agency" to its dissolved redevelopment agency and is charged with the responsibility of winding up the affairs of the dissolved redevelopment agency pursuant to AB1x26, unless the Town council adopts a resolution electing to not serve as the Successor Agency and thereafter files a copy of such resolution with the county auditor-controller; and

WHEREAS, the Yucca Valley Successor Agency is required to provide an expenditure budget for the Agency's activities; and

WHEREAS, there are restricted fund revenues available through AB1x26 to implement the 2014-16 Successor Agency Budgets as recommended.

NOW, THEREFORE, THE SUCCESSOR AGENCY OF THE TOWN OF YUCCA VALLEY DOES RESOLVE AS FOLLOWS.

Section 1. The Successor Agency adopts the Resolution approving and adopting the 2014-16 Agency budgets and approving appropriations for the fiscal year commencing on July 1, 2014 and ending June 30, 2016.

Section 2. To the best of the Agency's knowledge, the approved budget is in accordance with all applicable ordinances of the Town, Successor Agency and all applicable statutes of the State.

Section 3. Total appropriations within funds will be increased or decreased only by amendment of budget by motion of the Successor Agency Board.

Section 4. The following Officials are authorized to request and approve for payment purchases against budget accounts:

Agency Chair
Town Manager
Deputy Town Manager
Director of Administrative Services

PASSED, APPROVED AND ADOPTED THIS 3rd day of June, 2014.

CHAIR

ATTEST:

SECRETARY