

**MINUTES OF THE OVERSIGHT BOARD TO THE CITY OF TORRANCE
AS SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY
OF THE CITY OF TORRANCE**

June 20, 2012

OPENING CEREMONIES

1. CALL MEETING TO ORDER (3:00 p.m.)

The meeting was called to order on June 20, 2012 at 3:00 p.m. in the Council Chambers of the City of Torrance.

Chairperson Maguin stated that the swearing in of a member, as noted on the agenda, would not take place at the meeting.

Present: Members Gibson; Higdon*; Parsons; Rhilinger; Smith and Chairperson Maguin.

Absent: Finance Director Tsao.

Staff Present: Assistant to the City Manager Sunshine; Senior Planning Associate Chun; Planning Assistant Martos; Assistant Finance Director Flewellyn; City Clerk Herbers.

*Member Higdon arrived at 3:23 p.m.

2. FLAG SALUTE

Flag salute was led by Chairperson Maguin.

3. REPORT OF THE CITY CLERK ON THE POSTING OF THE AGENDA

City Clerk Herbers reported that the agenda was posted on the Public Notice Board at 3031 Torrance Blvd, on Friday, June 14, 2012.

4. ANNOUNCEMENT OF SUPPLEMENTAL, WITHDRAWN OR DEFERRED ITEMS

Assistant to the City Manager Sunshine stated that there were no withdrawn or deferred items, but that there was a supplemental to Board Item 6C. Chairperson Maguin confirmed that the Board had received the supplemental information.

5. ORAL COMMUNICATIONS

None

6. ADMINISTRATIVE

6A. Board Secretary – Approve Oversight Board Minutes

City Clerk Herbers noted that the minutes had been emailed to the Board on June 19, 2012.

MOTION: Moved by Member Parsons, seconded by Member Rhilinger to approve the minutes of May 16, 2012, as submitted.

Hearing no objection, Chairperson Maguin so ordered.

ABSENT: *Member Higdon

6B. Selection of Point of Contact to the State Department of Finance

Assistant to the City Manager Sunshine stated that the Board could either choose to appoint or defer until a later meeting.

MOTION: Moved by Member Parsons, seconded by Member Rhilinger to appoint Eric Tsao to be the point of contact to the State Department of Finance, pending his swearing in as a member of the Board.

Hearing no objection, Chairperson Maguin so ordered.

ABSENT: *Member Higdon

Assistant to the City Manager Sunshine stated that he would notify the State Department of Finance that Mr. Tsao was the point of contact.

Cit Clerk Herbers stated that she would swear in Mr. Tsao as a member of the Board.

6C. Approval of revised Recognized Obligation Payment Schedules

Planning Assistant Martos presented information from the material of record on the State Department of Finance's (DOF) responses to the Successor Agency with regard to the submitted Recognized Obligation Payment Schedules (ROPS). She noted that the ROPS had now been revised to reflect the DOF's adjustment to the administrative budget, but that staff had disagreed with the DOF's interpretation on the City Advances, and continued to list them on the ROPS.

In response to a question from Member Rhilinger, Assistant Finance Director Flewellyn stated that the last line in the second paragraph under Background and Analysis on page one of Item 6C, should read: "are still insufficient funds available for the Oversight Board to hire independent legal counsel."

Assistant Finance Director Flewellyn stated that once the revised ROPS were approved by the Board, the Successor Agency would send the ROPS back to the DOF, along with a letter clarifying the Agency's positions on City Advances and the County pass-through loan.

There was a discussion on the revised ROPS and the Successor Agency's appeals to the DOF. Assistant Finance Director Flewellyn stated that the Successor Agency was still underfunded to pay the bonded debt and had requested a loan from the County to pay for the shortfall.

MOTION: Moved by Member Parsons, seconded by Member Gibson to request that Assistant Finance Director Flewellyn supply a five year cash flow analysis for the agenda packet for the next meeting.

Hearing no objection, Chairperson Maguin so ordered.

ABSENT: *Member Higdon

Responding to a question from Chairperson Maguin, Assistant Finance Director Flewellyn stated that the Board could adopt the current ROPS, regardless of the appeal. He noted that owing to the evolving nature of the ROPS, there would continue to be changes that would need to be approved.

Assistant to the City Manager Sunshine stated that the Successor Agency was in disagreement with the DOF and was leaving the disputed items on the ROPS, while the items were under appeal. He noted that the Successor Agency was asking the Board to approve the revised ROPS, noting the fact of the disputed items that were under appeal.

MOTION: Moved by Member Rhilinger, seconded by Member Parsons to approve the revised Recognized Obligation Payment Schedules

Hearing no objection, Chairperson Maguin so ordered.

ABSENT: None

6D. Properties owned by former Redevelopment Agency – Information Item

Assistant to the City Manager presented the information item with regard to the procedure for retention and disposition of former Redevelopment Agency owned properties.

In response to a question from Member Parsons, Assistant to the City Manager stated that if a property was sold, the money would go to the state.

There was a discussion on the properties.

7. Oral Communications

It was decided to reserve July 18 for the next meeting.

Member Rhilinger requested an excused absence for July 18 and August 1, 2012.

ADJOURNMENT

At 3:44 p.m., Member Higdon moved to adjourn the meeting to July 18, 2012 at 3:00 p.m. in the Council Chambers and to approve excused absences for Member Rhilinger for July 18 and August 1, 2012. Member Gibson seconded the motion and, hearing no objection, Chairperson Maguin so ordered.

###