1. OPENING

1.1. CALL TO ORDER

1.2. PLEDGE OF ALLEGIANCE TO THE FLAG

Boardmember Gary Remland

1.3. ROLL CALL

PRESENT – Buttress, Yarbrough, Schulze, Remland, Davert, Christensen, Cavecche ABSENT – All Present

2. PUBLIC COMMENTS

None

3. CONSENT CALENDAR

3.1 Oversight Board Minutes, Regular Meeting of May 30, 2012.

Recommended Action: Approve.

MOTION:

Buttress

SECOND:

Schulze

AYES:

Buttress, Yarbrough, Schulze, Remland, Davert, Christensen, Cavecche

Action: Moved to approve minutes of the May 30, 2012 meeting of the Oversight Board.

4. ADMINISTRATIVE REPORTS

4.1. Verbal Report from Successor Agency staff summarizing Assembly Bill 1484 (Redevelopment Budget Trailer Bill).

Discussion:

Lisa Kim reported on the AB 1484 deadline for Due Diligence Review (DDR) regarding Low and Moderate Income Housing Fund is due October 1, 2012. Boardmember Yarbrough asked if this deadline pertained to housing only, and Ms. Kim confirmed it relates to housing only, and another DDR for all other unencumbered cash of former RDA would be due December 15.

Ms. Kim reported that the Housing Asset list has been submitted to the Department of Finance (DOF).

Boardmember Yarbrough asked about the possibility of paying off bonds, and Lisa Kim reported that there is an additional provision that allows for the expenditure of unspent bond proceeds.

Recommended Action: Receive and file.

Action: Received and Filed

4.2. Resolution No. OB-0006 – A Resolution of the Oversight Board of the Successor Agency to the Orange Redevelopment Agency approving and adopting a Recognized Obligation Payment Schedule for a period covering January 1, 2013 through June 30, 2013 and related Administrative Budget.

Discussion:

A Revision to the Summary of the ROPS 3 was distributed at the meeting which is the version the Board is to act upon and supersedes any earlier versions. Barbara Messick reviewed the ROPS3 which covers the period of 01/01/13 through -06/30/13 and must be submitted by September 1, 2012.

Ms. Messick, at the request of Chair Cavecche gave an overview of items listed on the ROPS 3 Summary which includes a reconciliation of what was requested in ROPS 1 and what was actually spent in ROPS 1. Ms. Messick indicated there is some uncertainty as to how to address the \$2 million difference between what was approved and what was actually spent. Staff is awaiting a determination from DOF regarding whether this difference should be requested to be retained in reserves, which is how it was addressed on ROPS 3.

Recommended Action:

- 1. Approve Resolution No. OB-0006; and,
- 2. Authorize the Executive Director to transmit a copy of the approved ROPS3 to the Department of Finance, State Controller's Office and County Auditor Controller.

MOTION:

Schulze

SECOND:

Cavecche

AYES:

Buttress, Yarbrough, Schulze, Remland, Davert, Christensen, Cavecche

Abstentions: Boardmember Schulze abstained from items 25, 46, 48, 49, 63, 64, and 69 due to a possible conflict with his public employee salary. Chair Cavecche abstained from items 7, 67, and 68 due to the Levine Act, and item 53 to be consistent with her abstentions on Successor Agency Board. Chair Cavecche's abstentions previously noted regarding ROPS 1 are again noted at this time with regard to the attachment in ROPS 3 listing ROPS 1 obligations.

Action: Moved to approve Resolution No. OB-0006; and authorized the Executive Director to transmit a copy of the approved ROPS 3 to the Department of Finance, State Controller's Office and County Auditor Controller.

4.3. Resolution No. OB-0007 – A Resolution of the Oversight Board of the Successor Agency to the Orange Redevelopment Agency approving an Attorney Services Agreement between the City of Orange acting in its capacity as the Successor Agency of the Orange Redevelopment Agency and Kane, Ballmer & Berkman to provide legal services with regard to the Successor Agency.

Recommended Action: Approve Resolution No. OB-0007 to approve the Attorney Services Agreement between the Successor Agency to the Orange Redevelopment Agency and Kane, Ballmer & Berkman in an amount not to exceed \$100,000 for legal services.

MOTION:

Buttress

SECOND:

Yarbrough

AYES:

Buttress, Yarbrough, Schulze, Remland, Davert, Christensen, Cavecche

Action: Moved to approve Resolution No. OB-0007 to approve the Attorney Services Agreement between the Successor Agency to the Orange Redevelopment Agency and Kane, Ballmer & Berkman in an amount not to exceed \$100,000 for legal services.

4.4. Resolution No. OB-0008 – A Resolution of the Oversight Board of the Successor Agency approving the transfer of ownership interest in Beach Pit BBQ and change of DBA to Smo-qued BBQ.

Recommended Action:

- 1. Approve Resolution No. OB-0008; and
- 2. Authorize the Executive Director to execute the approval letter.

MOTION:

Davert

SECOND:

Schulze

AYES:

Buttress, Yarbrough, Schulze, Remland, Davert, Christensen, Cavecche

Action: Moved to approve Resolution No. OB-0008; and authorized the Executive Director to execute the approval letter.

4.5. Resolution No. OB-0009 – A Resolution of the Oversight Board of the Successor Agency to the Orange Redevelopment Agency approving a Consultant Services Agreement between the City of Orange acting in its capacity as the Successor Agency of the Orange Redevelopment Agency (Successor Agency) and Lance, Soll & Lunghard, LLP to provide audit services with regard to due diligence review required under Assembly Bill 1484.

Discussion: Lisa Kim advised the Oversight Board of a modification to language in the attached contract (page 9) to be executed by the Chairman of the Successor Agency, and should be considered in this action.

Recommended Action: Approve Resolution No. OB-0009 to approve the Consultant Services Agreement between the Successor Agency to the Orange Redevelopment Agency and Lance, Soll & Lunghard, LLP in an amount not to exceed \$25,000 for audit services.

MOTION:

Yarbrough

SECOND:

Christensen

AYES:

Buttress, Yarbrough, Schulze, Remland, Davert, Christensen, Cavecche

Action: Moved to approve Resolution No. OB-0009, with noted modification, to approve the Consultant Services Agreement between the City of Orange acting in its capacity as the Successor Agency to the Orange Redevelopment Agency and Lance, Soll & Lunghard, LLP in an amount not to exceed \$25,000 for audit services.

4.6. Status Report from Successor Agency staff relating to leasing activity at the Royer Building and South Grand Apartments.

Recommended Action: Receive and file.

Action: Received and filed.

5. FUTURE AGENDA ITEMS

- 5.1. Upcoming agenda items by Successor Agency staff
- 5.2. Other items as directed by the Oversight Board.

Boardmember Yarbrough and Chair Cavecche requested Successor Agency staff to review Assembly Bill 1484, especially Health and Safety Code section 34191.4(c) and report back as to the rights of taxpayers and the State.

Mr. Otto stated a report would be brought back to the Oversight Board at its next regular scheduled meeting.

6. CLOSED SESSION

- **6.1.** The Oversight Board will recess to Closed Session for the following purpose:
 - a) Conference with Real Property Negotiator Real Property negotiations pursuant to Government Code Section 54956.8:
 - a. Property: 29,380 square foot vacant remnant parcel located at the northwest corner of State College Boulevard and Anaheim Way.

Successor Agency negotiators: John Sibley, Executive Director and Lisa Kim, Acting Economic Development Manager

Negotiating Parties: Successor Agency to the Orange Redevelopment Agency and The Regents of University of California

Under Negotiations: Price and terms of payment

b) To consider and take possible action upon such other matters as are orally announced by the General Counsel, Executive Director of the Successor Agency prior to such recess unless the motion to recess indicates any of the matters will not be considered in Closed Session.

7. ADJOURNMENT

The Oversight Board of the Successor Agency to the Orange Redevelopment Agency adjourned at 5:30 p.m. to the next meeting at a date uncertain to be scheduled by the Successor Agency staff liaison.