



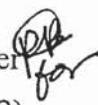
BOARD OF SUPERVISORS
AGENDA LETTER

Agenda Number:

Clerk of the Board of Supervisors
105 E. Anapamu Street, Suite 407
Santa Barbara, CA 93101
(805) 568-2240

Department Name: County Executive Office
Department No.: 012
For Agenda Of: June 14, 2013
Placement: Departmental
Estimated Time:
Continued Item: No
If Yes, date from:
Vote Required: Majority

TO: Board of Supervisors of the County of Santa Barbara as the Successor Agency to the former County of Santa Barbara Redevelopment Agency

FROM: Department Director(s) Chandra Wallar, County Executive Officer 
Contact Info: Tom Alvarez, Budget Director (568-3432)

SUBJECT: Fiscal Year 2013-14 Recommended Budget for the County of Santa Barbara as Successor Agency to the former County of Santa Barbara Redevelopment Agency

County Counsel Concurrence

As to form: Yes

Auditor-Controller Concurrence

As to form: Yes

Recommended Actions:

It is recommended that the Board of Supervisors:

- a) Adopt the Resolution of the Board of Supervisors of the County of Santa Barbara as the Successor Agency to the former County of Santa Barbara Redevelopment Agency, entitled In The Matter Of Adopting The Budget For Fiscal Year 2013-14 For The County Of Santa Barbara As Successor Agency To The Former County of Santa Barbara Redevelopment Agency.

Summary Text:

As modified by the California Supreme Court, the ABX 1 26 amendments to California Redevelopment Law dissolved all redevelopment agencies in California on February 1, 2012. By taking no "opt out" action under California Health and Safety Code Section 34173 (d) (1), the Board of Supervisors of the County of Santa Barbara decided that the County of Santa Barbara would become the "Successor Agency" to the former County of Santa Barbara Redevelopment Agency.

Fiscal and Facilities Impacts:

The recommended action provides expense appropriations of \$1,631,083. This is the amount necessary to provide for the payment of recognized obligations and the statutorily allowed administration allocation from the Redevelopment Property Tax Trust Fund. Approval of this recommendation adopts the Fiscal Year 2013-14 Recommended Budget for the County of Santa Barbara as Successor Agency to the former County

of Santa Barbara Redevelopment Agency (with any modifications determined by the Board) and authorizes the County Executive Officer and/or the County Auditor-Controller to take necessary related fiscal action.

Attachments:

- 1) Budget Schedule
- 2) Resolution of the Board of Supervisors of the County of Supervisors as Successor Agency to the former County of Santa Barbara Redevelopment Agency

Authored by:

Gregory Levin, CPA 805-568-2141

Cc: Department Directors
Assistant County Executive Officers
Fiscal and Policy Analysts

**RESOLUTION OF THE BOARD OF SUPERVISORS OF THE
COUNTY OF SANTA BARBARA STATE OF CALIFORNIA, AS
SUCCESSOR AGENCY TO THE FORMER COUNTY OF SANTA BARBARA
REDEVELOPMENT AGENCY**

**IN THE MATTER OF ADOPTING THE BUDGET FOR FISCAL YEAR 2013-14
FOR THE COUNTY OF SANTA BARBARA AS SUCCESSOR AGENCY TO THE
FORMER COUNTY OF SANTA BARBARA REDEVELOPMENT AGENCY**

RESOLUTION NO. 13-

1 **WHEREAS**, the Board of Supervisors of the County of Santa Barbara, State of
2 California, has been meeting from time to time and holding public hearings at such meetings
3 for the discussion and consideration of the recommended budget for the 2013-14 fiscal year
4 for the County of Santa Barbara as Successor Agency to the former County of Santa Barbara
5 Redevelopment Agency, all pursuant to notice and the provisions of law, said public hearings
6 having commenced on June 10, 2013, and concluded on June 14, 2013, pursuant to the
7 requirements of Sections 29080 through 29092 of the Government Code of the State of
8 California; and

9 **WHEREAS**, said Board of Supervisors has met pursuant to such published notice
10 and heard all members of the general public and officials present regarding the matters
11 aforesaid and has considered, made and settled all revisions of, deductions from, and
12 increases or additions to the recommended budget which it deems advisable; and

13 **WHEREAS**, the housing funds of the former County of Santa Barbara
14 Redevelopment Agency are included in the separate Proposed Budget of the County of Santa
15 Barbara; and

16 **WHEREAS**, the record is in final form in the possession of the Santa Barbara
17 County Clerk of the Board of Supervisors and Auditor-Controller, which meets requirements
18 set forth in Government Code Section 29089, and the public hearing on said budget being
19 now finally closed, and the meetings thereon finally concluded;

1 **NOW THEREFORE, BE IT RESOLVED** by the Board of Supervisors of the
 2 County of Santa Barbara, State of California, as the Successor Agency to the former County
 3 of Santa Barbara Redevelopment Agency, that said budget as so increased, modified, revised
 4 and finally settled shall be, and the same hereby is adopted as the budget for the 2013-14
 5 fiscal year for the County of Santa Barbara as **Successor Agency to the former County of**
 6 **Santa Barbara Redevelopment Agency** whose affairs are financed and under the
 7 supervision of the Board of Supervisors; and that said budget document was presented to the
 8 Board of Supervisors at a public meeting on June 14, 2013 and made a part of this resolution
 9 as though set forth in full pursuant to Government Code Section 29090.

10
 11 **BE IT FURTHER RESOLVED** that the Auditor-Controller, in compiling the Final
 12 Budget, is authorized to make ministerial budget changes and to transfer appropriations to or
 13 from designated fund balances and contingencies to balance the budget for the County of
 14 Santa Barbara as **Successor Agency to the former County of Santa Barbara**
 15 **Redevelopment Agency** funds governed by the Board of Supervisors.

16
 17 **BE IT FURTHER RESOLVED** that the Auditor-Controller is authorized to make
 18 adjustments to the final budget of the County of Santa Barbara as Successor Agency to the
 19 former County of Santa Barbara Redevelopment Agency throughout fiscal year 2013-14 for
 20 line item accounts 3381 Unrealized Gain/Loss on Investments and 9897 Unrealized Gains to
 21 properly record changes in the fair value of investments.

22 **BE IT FURTHER RESOLVED** that the Auditor-Controller is authorized to make
 23 adjustments to the final budget of the County of Santa Barbara as Successor Agency to the
 24 former County of Santa Barbara Redevelopment Agency throughout fiscal year 2013-14 for
 25 line item account 3380 Interest Income and various fund balance accounts in order to

1 properly record fund balance increases in operating funds due to interest income in the
2 underlying agency fund.

3 **BE IT FURTHER RESOLVED** that the Auditor-Controller and County Executive
4 Officer are authorized to make any adjustments to the final budget of the County of Santa
5 Barbara as Successor Agency to the former County of Santa Barbara Redevelopment Agency
6 for fiscal year 2013-14 in order to comply with any Governmental Accounting Standards
7 Board Pronouncements or to conform the budget to Generally Accepted Accounting
8 Principles.

9 **PASSED, APPROVED, AND ADOPTED** by reference in accordance with
10 Government Code Section 29090 by the Board of Supervisors of the County of Santa
11 Barbara, State of California, this fourteenth day of June 2013 by the following vote:

12 AYES:

13 NOES:

14 ABSENT:

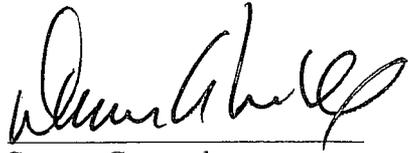
15 ATTEST:
Chandra L. Wallar
Clerk of the Board

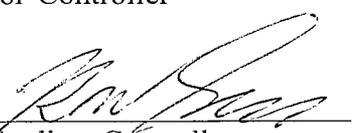
Salud Carbajal, Chair
Board of Supervisors

BY: _____

APPROVED AS TO FORM:
Dennis Marshall
County Counsel

APPROVED AS TO
ACCOUNTING FORM
Robert W. Geis, CPA
Auditor-Controller

BY: 
County Counsel

BY: 
Auditor-Controller

Successor Agency to the Former County of Santa Barbara Redevelopment Agency



Successor Agency to the Former County of Santa Barbara Redevelopment Agency

Budget & Full-Time Equivalents (FTEs) Summary

Operating \$ 1,631,083
 Capital \$ -
 FTEs -

Organization and Administration

The Successor Agency to the former County of Santa Barbara Redevelopment Agency is managed by the County Executive Office, Planning and Development and Public Works in conjunction with the Auditor-Controller's Office and County Counsel. The following table represents the functional areas managed by each department

County Executive Office	Planning and Development	Public Works	Auditor - Controller	County Counsel
<ul style="list-style-type: none"> • Policy and Executive 	<ul style="list-style-type: none"> • General Operations and Legislative Support 	<ul style="list-style-type: none"> • Project Management and Construction Services 	<ul style="list-style-type: none"> • Finance 	<ul style="list-style-type: none"> • Legal

Departmental administrative costs are reimbursed plus overhead via interfund billing to the Successor Agency.

Successor Agency to the Former County of Santa Barbara Redevelopment Agency

Mission Statement

The mission of the Successor Agency to the former County of Santa Barbara Redevelopment Agency (Successor Agency), is to dissolve in an orderly fashion, the former County of Santa Barbara Redevelopment Agency.

Department Description

The Successor Agency operates subject to review by a legislatively formed Oversight Board comprised of representatives of the local agencies that represent other taxing entities in the redevelopment project area: the County, special districts, K-12 school districts and Santa Barbara Community College. The Oversight Board has authority over the financial affairs, as well as supervises the operations and the timely dissolution of the former Redevelopment Agency (RDA). The Successor Agency is tasked with making payments and meeting the recognized obligations of the former RDA. It is also responsible for revenue collection which is deposited with the Treasurer Tax Collector, as well as maintaining necessary bond reserves and disposing of excess property. Under the direction of the Oversight Board, the excess balances of the agency beyond what is needed to meet recognized obligation are to be remitted to affected taxing entities.

2012-13 Anticipated Accomplishments

During FY 2012-2013, the Successor Agency completed the following statutory milestones:

- Developed and submitted the Recognized Obligation Payment Schedule for the period of January 1, 2013 – June 30, 2013

- Developed and submitted the Recognized Obligation Payment Schedule for the period of July 1, 2013 – December 31, 2013
- Completed required Agreed upon Procedures Engagement
- Completed Housing Fund due diligence review report
- Completed All Funds due diligence review report
- Effected transfer of housing assets to the newly established County Housing Fund
- Successfully appealed a CA Department of Finance decision regarding Bond obligations of the Former Agency
- Received a finding of completion from the Department of Finance concerning submission of due diligence reports.

2013-15 Objectives

For the period 2013-2015, the Successor Agency will complete the following statutory milestones:

- Develop the Long Range Management plan required by Government Code 34191.5 and submit to the CA Department of Finance
- Develop and submit the Recognized Obligation Payment Schedule for the period of January 1, 2014 – June 30, 2014
- Develop and submit the Recognized Obligation Payment Schedule for the period of July 1, 2014 – December 31, 2014

Changes & Operational Impact: 2012-13 Adopted to 2013-14 Recommended

Revenues

The FY 2013-14 Recommended Budget anticipates \$1,631,083 in revenue from the Redevelopment

Successor Agency to the Former County of Santa Barbara Redevelopment Agency

Property Tax Trust Fund. This is an approximate \$1.75 million decrease from what was anticipated in the FY 2012-13 Adopted Budget. The decrease is related primarily to the fact that FY 2012-13 estimated revenues were overstated in the prior budget due to uncertainty regarding the implementation of the Redevelopment Dissolution Act. The current year budget is based on Recognized Obligation Payment Schedules that have been approved by the California Department of Finance and the Payment Schedule's allowable expenses that are known and quantifiable.

These changes result in recommended operating revenues and total revenues of \$1,631,000.

Expenses

The FY 2013-14 Recommended Budget anticipates \$1,631,083 in expenses for the Successor Agency. This is an approximate \$1.75 million decrease as compared to the FY 2012-13 Adopted Budget. The decrease is related primarily to the fact that FY 2012-13 estimated revenues were overstated in the prior budget due to uncertainty regarding the implementation of the Redevelopment Dissolution Act. The current year budget is based on Recognized Obligations Payment Schedules that have been approved by the California Department of Finance and the Payment Schedule's allowable expenditures are known and quantifiable.

The current Recommended Budget includes appropriations for the Former Agency's bond payments of \$1,381,083 and an additional \$250,000 for administration which is the amount provided per statute.

These changes result in recommended operating expenditures and total expenditures of \$1,631,000.

Changes & Operational Impact: 2013-14 Recommended to 2014-15 Proposed

The FY 2014-15 Proposed Budget expenditures reflect a \$3,900 decrease over the FY 2013-14 Recommended Budget. This is primarily the result of:

- +\$25,000 Increase in principal due from the Former Redevelopment Agency Bond and related reimbursement agreement
- -\$28,900 decrease in interest due from the Former Redevelopment Agency Bond and related reimbursement agreement

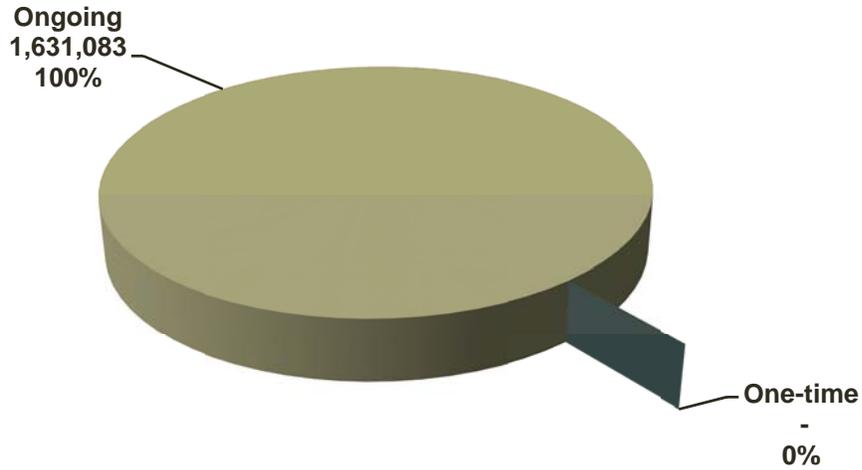
Related Links

For more information on the Auditor-Controller's Office, refer to the Web site at <http://www.countyofsb.org/auditor/default.aspx?id=908>.

Successor Agency to the Former County of Santa Barbara Redevelopment Agency

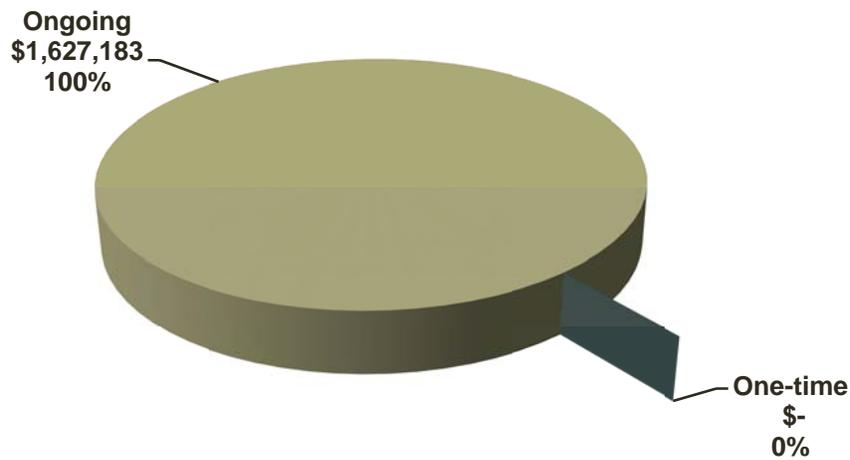
Gap Charts

FY 2013-14 Recommended Budget



The FY 2013-14 Recommended Budget does not rely on one-time sources.

FY 2014-15 Proposed Budget



The FY 2014-15 Proposed Budget does not rely on one-time sources.

Successor Agency to the Former County of Santa Barbara Redevelopment Agency

Performance Outcome Measures

Description	FY 2011-12 Actual	FY 2012-13 Adopted	FY 2013-14 Recommended	FY 2014-15 Proposed
Recognized Obligation Schedules completed and submitted to CA Department of Finance on – time.	100%	100%	100%	100%
Achieve compliance with Health and Safety Code Section 34177, concerning limits on administrative expenses	100%	100%	100%	100%

Successor Agency to the Former County of Santa Barbara Redevelopment Agency

Budget Overview

	2011-12	2012-13	Change from	2013-14	2014-15
	Actual	Adopted	FY12-13 Ado to FY13-14 Rec	Recommended	Proposed
Staffing By Budget Program					
Successor Agency	-	-	-	-	-
Total	-	-	-	-	-
Budget By Budget Program					
Successor Agency	6,779,395	3,385,087	(1,754,004)	1,631,083	1,627,183
Total	\$ 6,779,395	\$ 3,385,087	\$ (1,754,004)	\$ 1,631,083	\$ 1,627,183
Budget By Categories of Expenditures					
Services and Supplies	229,517	1,395,000	(1,159,550)	235,450	235,450
Other Charges	1,611,585	17,600	1,378,033	1,395,633	1,391,733
Total Expenditures	1,841,102	1,412,600	218,483	1,631,083	1,627,183
Other Financing Uses	345,504	1,972,487	(1,972,487)	-	-
Increases to Restricted Fund Balance	4,592,789	-	-	-	-
Total	\$ 6,779,395	\$ 3,385,087	\$ (1,754,004)	\$ 1,631,083	\$ 1,627,183
Budget By Categories of Revenues					
Taxes	\$ 1,116,710	\$ 3,385,087	\$ (1,764,004)	\$ 1,621,083	\$ 1,617,183
Use of Money and Property	29,792	-	10,000	10,000	10,000
Intergovernmental Revenue	6,321,477	-	-	-	-
Charges for Services	-	-	-	-	-
Miscellaneous Revenue	34,161	-	-	-	-
Other Financing Sources	15,960	-	-	-	-
Total Revenues	7,518,100	3,385,087	(1,754,004)	1,631,083	1,627,183
Decrease to Fund Balances	1,610,518	-	-	-	-
Total	\$ 9,128,618	\$ 3,385,087	\$ (1,754,004)	\$ 1,631,083	\$ 1,627,183