



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 8, 2015
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) Mona Miyasato, County Executive Officer *MM*
Contact Info: Tom Alvarez, Budget Director (568-3432)

SUBJECT: Fiscal Year 2015-16 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 2015-16 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 \$1,517,183. 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 2015-16 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:

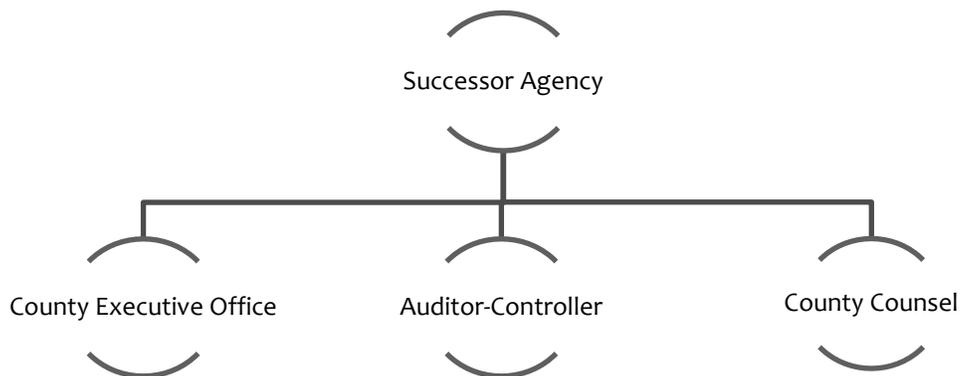
Katie Roth, CPA 805-568-2141

Successor Agency to the Former County of Santa Barbara Redevelopment Agency



BUDGET & FULL-TIME EQUIVALENTS SUMMARY & BUDGET PROGRAMS CHART

Operating	\$ 1,517,183
Capital	\$ 0
FTEs	0



Successor Agency to the Former County of Santa Barbara Redevelopment Agency

MISSION STATEMENT

To manage the remaining enforceable obligations of 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) for Isla Vista projects. The Successor Agency is tasked with making payments and meeting the recognized obligations of the former RDA. It is also responsible for 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 obligations are to be remitted to affected taxing entities.

The Successor Agency to the former County of Santa Barbara Redevelopment Agency is managed by the County Executive Office, in conjunction with the Auditor-Controller's Office for finance and County Counsel for legal services. Departmental administrative costs are reimbursed plus overhead via interfund billing to the Successor Agency.

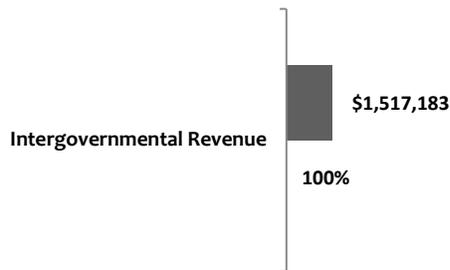
HIGHLIGHTS

- Developed and submitted the Recognized Obligation Payment Schedule to the Department of Finance for the applicable periods
- Completed the transfer of real properties located at 976, 970 and 881 Embarcadero del Mar, in Isla Vista CA to the County of Santa Barbara
- Completed the transfer of unspent bond proceeds to the County of Santa Barbara
- Received approval from the State Department of Finance of the Long-Range Property Management Plan
- Develop and submit the Recognized Obligation Payment Schedule for the periods required by legislation

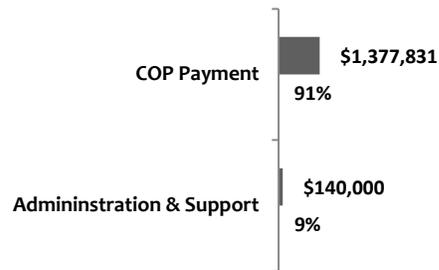
Successor Agency to the Former County of Santa Barbara Redevelopment Agency

RECOMMENDED SOURCES & USES OF FUNDS

Source of Funds - \$1,517,183



Use of Funds - \$1,517,183



STAFFING TREND

Staff resources are from Office of the County Administrator, County Counsel, and Auditor-Controller. Staff periodically charge the Successor Agency for work performed. Staff time has diminished with the stabilization of the related legislation and funding process. Proposed changes to the structure of oversight and funding may have a significant impact on the staffing resources needed and utilized in the supporting County departments. Current proposal is for the Auditor-Controller to provide oversight for all former Redevelopment Agencies and to have one annual funding request.

Successor Agency to the Former County of Santa Barbara Redevelopment Agency

BUDGET OVERVIEW

	2013-14 Actual	2014-15 Adopted	Change from FY 14-15 Ado to FY 15-16 Rec	2015-16 Recommended	2016-17 Proposed
Budget By Budget Program					
Oversight of Sucessor RDA	3,928,099	1,692,183	(175,000)	1,517,183	1,520,883
Total	3,928,099	1,692,183	(175,000)	1,517,183	1,520,883
Budget By Categories of Expenditures					
Services and Supplies	198,283	298,400	(158,400)	140,000	140,000
Other Charges	10,669	16,600	(16,600)	-	-
Properties transferred to SB County	2,338,064	-	-	-	-
Principal Portion of Bond Payment	710,000	735,000	30,000	765,000	800,000
Interest Portion of Bond Payment	671,083	642,183	(30,000)	612,183	580,883
Total	3,928,099	1,692,183	(175,000)	1,517,183	1,520,883
Budget By Categories of Revenues					
Intergovernmental Revenue	3,942,794	1,692,183	(175,000)	1,517,183	1,520,883
Fund Balance Impact (-)	(14,695)	-	-	-	-
Total	3,928,099	1,692,183	(175,000)	1,517,183	1,520,883

Successor Agency to the Former County of Santa Barbara Redevelopment Agency

CHANGES & OPERATIONAL IMPACT: 2014-15 ADOPTED TO 2015-16 RECOMMENDED

Staffing

- There are no FTEs assigned to the Successor to the Redevelopment Agency

Expenditures

- Operating expenditure decrease of \$175,000 due to:
 - Transfer of properties to the County of Santa Barbara and the related costs;
 - A reduction in related administrative costs due to the stability of the legislature related to RDAs

These changes result in recommended expenditures of \$1,517,183, with 1,377,183 for the COP payments.

Revenues

- Net operating revenue decrease of \$175,000 due to:
 - Decrease in administrative costs
 - Transfer of properties and related rent income to the County of Santa Barbara

These changes result in recommended revenues of \$1,517,183.

CHANGES & OPERATIONAL IMPACT: 2015-16 RECOMMENDED TO 2016-17 PROPOSED

The FY 2016-17 proposed budget expenditures reflect a \$3,700 increase over the FY 2015-16 recommended budget that is entirely the result of the bond payment increase.

RELATED LINKS

County of Santa Barbara website for the Successor Agency to the Former Isla Vista Redevelopment Agency
<http://www.countyofsb.org/ceo/successor-agency/home.sbc>.

Successor Agency to the Former County of Santa Barbara Redevelopment Agency

PERFORMANCE MEASURES

Description	FY 2012-13 Actual	FY 2013-14 Actual	FY 2014-15 Estimated Actual	FY 2015-16 Recommend	FY 2016-17 Proposed
Recognized Obligation Schedules completed and submitted to CA Department of Finance on-time	100%	100%	100%	100%	100%
Achieve compliance with Health and Safety Code Section 34177, concerning limits on administrative expenses	100%	100%	100%	100%	100%



**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 2015-16
FOR THE COUNTY OF SANTA BARBARA AS SUCCESSOR AGENCY TO THE
FORMER COUNTY OF SANTA BARBARA REDEVELOPMENT AGENCY**

RESOLUTION NO. -

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 2015-16 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 8, 2015, and concluded not later than June 12, 2015, pursuant to
7 the 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 record is in final form in the possession of the Santa Barbara
14 County Clerk of the Board of Supervisors and Auditor-Controller, which meets requirements
15 set forth in Government Code Section 29089, and the public hearing on said budget being
16 now finally closed, and the meetings thereon finally concluded;

17 **NOW THEREFORE, BE IT RESOLVED** by the Board of Supervisors of the
18 County of Santa Barbara, State of California, as the Successor Agency to the former County
19 of Santa Barbara Redevelopment Agency, that said budget as so increased, modified, revised
20 and finally settled shall be, and the same hereby is adopted as the budget for the 2015-16

1 fiscal year for the County of Santa Barbara as **Successor Agency to the former County of**
2 **Santa Barbara Redevelopment Agency** whose affairs are financed and under the
3 supervision of the Board of Supervisors; and that said budget document was presented to the
4 Board of Supervisors at a public meeting and made a part of this resolution as though set
5 forth in full pursuant to Government Code Section 29090.

6 **BE IT FURTHER RESOLVED** that the Auditor-Controller, in compiling the Final
7 Budget, is authorized to make ministerial budget changes and to transfer appropriations to or
8 from fund balance components and contingencies to balance the budget for the County of
9 Santa Barbara as **Successor Agency to the former County of Santa Barbara**
10 **Redevelopment Agency** funds governed by the Board of Supervisors.

11 **BE IT FURTHER RESOLVED** that the Auditor-Controller is authorized to make
12 adjustments to the final budget of the County of Santa Barbara as Successor Agency to the
13 former County of Santa Barbara Redevelopment Agency throughout fiscal year 2015-16 for
14 line item accounts 3381 Unrealized Gain/Loss on Investments and 9897 Unrealized Gains to
15 properly record changes in the fair value of investments.

16 **BE IT FURTHER RESOLVED** that the Auditor-Controller is authorized to make
17 adjustments to the final budget of the County of Santa Barbara as Successor Agency to the
18 former County of Santa Barbara Redevelopment Agency throughout fiscal year 2015-16 for
19 line item account 3380 Interest Income and various fund balance accounts in order to
20 properly record fund balance increases in operating funds due to interest income in the
21 underlying agency fund.

22 **BE IT FURTHER RESOLVED** that the Auditor-Controller and County Executive
23 Officer are authorized to make any adjustments to the final budget of the County of Santa
24 Barbara as Successor Agency to the former County of Santa Barbara Redevelopment Agency
25 for fiscal year 2015-16 in order to comply with any Governmental Accounting Standards

1 Board Pronouncements or to conform the budget to Generally Accepted Accounting
2 Principles.

3 **PASSED, APPROVED, AND ADOPTED** by reference in accordance with
4 Government Code Section 29090 by the Board of Supervisors of the County of Santa
5 Barbara, State of California, this _____ day of June 2015 by the following vote:

6 AYES:

7 NOES:

8 ABSENT:

9 ATTEST:
Mona Miyasato
Clerk of the Board

Jane Wolf, Chair
Board of Supervisors

BY: _____

APPROVED AS TO FORM:
Michael Ghizzoni
County Counsel

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

BY: _____
County Counsel

BY: _____
Auditor-Controller