

RESOLUTION NO. O.B. 02-2016

A RESOLUTION OF THE OVERSIGHT BOARD OF
THE CITY OF LONG BEACH AS THE SUCCESSOR
AGENCY TO THE REDEVELOPMENT AGENCY OF THE
CITY OF LONG BEACH FINDING THAT CERTAIN
AGREEMENTS BETWEEN THE CITY OF LONG BEACH
AND THE FORMER REDEVELOPMENT AGENCY OF THE
CITY OF LONG BEACH WERE FOR LEGITIMATE
REDEVELOPMENT PURPOSES, AND APPROVING A
REPAYMENT SCHEDULE FOR THOSE AGREEMENTS

WHEREAS, cities with redevelopment agencies commonly loaned funds to
those agencies to carry out the purposes of their adopted redevelopment plans; and

WHEREAS, AB1X26 (the "Dissolution Act"), voided loan agreements
between cities and redevelopment agencies; and

WHEREAS, AB1484, legislation adopted to clean up earlier provisions of
the Dissolution Act, provided that city-agency loans could be deemed enforceable
obligations under certain circumstances; and

WHEREAS, on April 26, 2013 the Successor Agency to the Redevelopment
Agency of the City of Long Beach ("Successor Agency") received its Finding of
Completion; and

WHEREAS, in 2015, the State of California passed SB107, which restricts
the type of city-agency loan agreements that may be reinstated as enforceable
obligations; and

WHEREAS, the new law defined city-agency loans as those that were: 1)
loans for money pursuant to a repayment schedule, 2) loans that involved the transfer to
real property interest, and 3) documented agreements between third parties that didn't

1 exceed \$5 million; and

2 WHEREAS, in July 2016, the Successor Agency will repay the former Long
3 Beach Redevelopment Agency's remaining debt to the Low and Moderate Income
4 Housing Set-Aside Fund and with this final payment, may begin repaying loans the City
5 of Long Beach made to the Agency if the Oversight Board to the Successor Agency of
6 the City of Long Beach ("Oversight Board") finds that those loans were for legitimate
7 redevelopment purposes;

8 NOW, THEREFORE, the Oversight Board of the City of Long Beach as the
9 Successor Agency to the Redevelopment Agency of the City of Long Beach resolves as
10 follows:

11 Section 1. Find that certain agreements between the City of Long Beach
12 and the former Redevelopment Agency of the City of Long Beach were for legitimate
13 redevelopment purposes.

14 Section 2. Approve the repayment schedule attached as Exhibit "A" for
15 those agreements.

16 Section 3. This resolution shall take effect immediately upon its adoption
17 by the Oversight Board, and the City Clerk shall certify the vote adopting this resolution.

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PASSED, APPROVED, and ADOPTED at a meeting of the Oversight Board
of the City of Long Beach as the Successor Agency to the Redevelopment Agency of the
City of Long Beach held this 27th day of January, 2016 by the following vote:

Ayes: Meyer, Netherton, Steinhauser, Powers,

Tolentino.

Noes: None.

Absent: Oakley, Strickland.


Chairperson, Oversight Board

APPROVED:


Secretary, Oversight Board

EXHIBIT "A"
REPAYMENT SCHEDULE

City's Fiscal Year/ ROPS Period	Payments Completed	Payment Request Based on Actual Residuals	Payment Based on Estimated Residuals*	Balance
Beginning Balance				\$41,784,350
2015-16/ ROPS 16-17	\$0	\$4,493,415		\$37,290,936
2016-17/ ROPS 17-18			\$6,500,000	
2017-18/ ROPS 18-19			\$14,200,000	
2018-19/ ROPS 19-20			\$12,900,000	
2019-20/ ROPS 19-20			\$3,690,936	

*Actual repayment amounts will be less than or equal to the maximum amount allowed pursuant to Health and Safety Code Section 34176(e)(6)(B).