

City of Garden Grove

INTER-DEPARTMENT MEMORANDUM

To: Allen L. Roeder
Dept: Interim Director
Subject: ADOPTION OF A RESOLUTION
APPROVING FISCAL YEAR 2015-16
SUCCESSOR AGENCY BUDGET
(PUBLIC HEARING)

From: Kingsley Okereke
Dept: Finance
Date: June 23, 2015

OBJECTIVE

To request that The City of Garden Grove as Successor Agency to the Garden Grove Agency for Community Development (Successor Agency) consider the attached annual budget for Fiscal Year 2015-16 and adopt a Resolution approving the budget.

BACKGROUND/DISCUSSION

Pursuant to the Dissolution Act (ABx1 26) and AB 1484, the Garden Grove Agency for Community Development was dissolved on February 1, 2012. As a result, the Successor Agency is required to prepare and consider for approval a Recognized Obligation Payment Schedule (ROPS) every six months. Once approved, the ROPS is transmitted to the Oversight Board for approval and subsequently submitted to the California Department of Finance (DOF) for review and approval.

The 2015-2016 fiscal year budget for the Successor Agency is based on the enforceable obligations approved by the DOF on the ROPS for July 2015 – December 2015 and estimated for the ROPS for January 2016 – June 2016. For Fiscal Year July 2015 – June 2016 the annual administrative allowance is estimated to be \$623,757.

FINANCIAL IMPACT

The Successor Agency receives all of its funding from the Redevelopment Property Tax Trust Fund (RPTTF) pursuant to ABx1 26 and AB 1484 through the County Auditor Controller in an amount to cover the approved enforceable obligations by the DOF.

Fiscal Year 2015-16
Successor Agency Budget
June 23, 2015
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RECOMMENDATION

It is recommended that the Successor Agency:

- ◆ Adopt the attached Resolution approving the Successor Agency's budget for Fiscal Year 2015-16.



KINGSLEY OKEREKE
Assistant City Manager/Finance Director

Jim DellaLonga
Senior Project Manager

Attachment 1: Successor Agency Budget for Fiscal Year 2015-16
Attachment 2: Resolution

SucAgenBudget 6/17/15

Approved for Agenda listing



Allan L. Roeder
Interim Director

FISCAL YEAR 15-16

PROPOSED BUDGET

THE CITY OF GARDEN GROVE AS SUCCESSOR AGENCY

TO THE GARDEN GROVE AGENCY FOR COMMUNITY DEVELOPMENT

THE CITY OF GARDEN GROVE AS SUCCESSOR AGENCY
TO THE GARDEN GROVE AGENCY FOR COMMUNITY DEVELOPMENT
FISCAL YEAR 2015-16 PROPOSED BUDGET ANALYSIS (\$000)

	Total Proposed Budget
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<u>Funds Available:</u>	
Reserves and Ending Balances	\$ 0.0
Operating Revenues	<u>18,178.7</u>
Total Funds Available	\$ 18,178.7
 <u>Less: Operating Expenditures:</u>	
Administrative Allowance (Schedule 1)	(623.7)
Recognized Obligation Payments (Schedule 2)	<u>(17,555.0)</u>
Total Expenditures	\$ (18,178.7)
 Net Amount Available	 <u><u>\$ 0.0</u></u>

SCHEDULE 1
ANALYSIS OF SUCCESSOR AGENCY
PROPOSED ADMINISTRATIVE ALLOWANCE PACKAGES (\$000)
FISCAL YEAR 2015-16

Package No.	Description	Proposed Budget
	ADMINISTRATIVE ALLOWANCE	
1020	General Accounting	\$ 51.5
1021	Financial Planning	64.0
2500	SRDA Administration	<u>508.2</u>
	TOTAL ADMINISTRATIVE ALLOWANCE	<u>\$ 623.7</u>

SCHEDULE 2
ANALYSIS OF SUCCESSOR AGENCY
PROPOSED RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS) (\$000)
FISCAL YEAR 2015-16

Package No.	Description	Proposed Budget
	ROPS	
2502	Agency Debt Service	\$ 4,447.5
2503	Agency Real Prop.	420.0
2512	GG Center Bldg. Lease	50.0
2513	Coastline Bldg. Lease	132.7
2515	2014 Tax Allocation Refunding Bond (TARB)	3,888.3
2516	Katella Cottages	178.4
2521	OfficeMax Rebate	600.0
2522	Residence Inn Rebate	1,400.0
2523	Hyatt Rebate	2,420.0
2525	Hyundai Rebate	180.0
2526	Katella Cottages	60.0
2527	Augustine LTD	417.3
2531	Sheraton Rebate	150.0
2553	Site B2 DDA	689.4
2554	Waterpark Hotel DDA	634.5
2557	Sycamore Walk DDA	36.6
2562	Brookhurst Triangle DDA	1,830.3
9513	Depreciation	<u>20.0</u>
	TOTAL ROPS	<u><u>\$ 17,555.0</u></u>

SUCCESSOR AGENCY

RESOLUTION NO.

A RESOLUTION OF THE CITY OF GARDEN GROVE AS SUCCESSOR AGENCY TO
THE GARDEN GROVE AGENCY FOR COMMUNITY DEVELOPMENT ADOPTING AN
ANNUAL BUDGET FOR FISCAL YEAR 2015-16

WHEREAS, The City of Garden Grove as Successor Agency to the Garden Grove Agency for Community Development has given careful consideration to the adoption of the budget for Fiscal Year 2015-16.

NOW, THEREFORE, BE IT RESOLVED that the Director is hereby authorized to expend in accordance with Section 33606 of the Health and Safety Code of the State of California on behalf of The City of Garden Grove as Successor Agency to the Garden Grove Agency for Community Development an amount of \$18,178,730 from new appropriations and reserved fund balances for the planned activities shown below:

Expenditures

Administrative Allowance	\$ 623,757
Recognized Obligation Payments	<u>17,554,973</u>
Total Expenditures	\$ 18,178,730

BE IT FURTHER RESOLVED by The City of Garden Grove as Successor Agency to the Garden Grove Agency for Community Development that the total of \$18,178,730, which the Director is authorized to expend in accordance with the laws of the State of California, shall be appropriated from the following funds of the Successor Agency for the Fiscal Year 2015-16. Expenditures pursuant to this Successor Agency budget are subject to compliance with the requirements of ABx1 26.

Funding

Successor to Redevelopment Agency Fund*	<u>\$ 18,178,730</u>
Total Funding	\$ 18,178,730

* Transfers Into The Successor Redevelopment Agency Fund:

Redevelopment Agency Obligation	\$17,878,730
Retirement Fund To Successor Redevelopment Fund	