RESOLUTION NO. 12-11

A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE COVINA REDEVELOPMENT AGENCY APPROVING AND ADOPTING A RECOGNIZED OBLIGATION PAYMENT SCHEDULE PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177(l) FOR THE PERIOD JANUARY 1, 2013 TO JUNE 30, 2013

WHEREAS, pursuant to Health and Safety Code Section 34173(d), the City of Covina elected to serve as Successor Agency to the dissolved Covina Redevelopment Agency ("Successor Agency"), confirmed by Resolution No. 12-7041 adopted on January 11, 2012; and

WHEREAS, the Oversight Board is the Successor Agency's oversight board pursuant to Health and Safety Code Section 34179(a); and

WHEREAS, Health and Safety Code Section 34177(m), added by AB 1484 and effective June 27, 2012, requires that the Successor Agency submit an Oversight Board approved "recognized obligation payment schedule" ("ROPS") for the period January 1, 2013, to June 30, 2013, to the Department of Finance, the State Controller, and the county auditor-controller no later than September 1, 2012; and

WHEREAS, the Successor Agency has prepared a ROPS covering the period January 1, 2013, to June 30, 2013, and has submitted the ROPS to the Oversight Board for approval.

NOW, THEREFORE, THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE COVINA REDEVELOPMENT AGENCY DOES HEREBY RESOLVE AS FOLLOWS:

SECTION 1. Recitals. The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference.

SECTION 2. CEQA Compliance. The approval of the ROPS through this Resolution does not commit the Oversight Board to any action that may have a significant effect on the environment. As a result, such action does not constitute a project subject to the requirements of the California Environmental Quality Act.

SECTION 3. Approval of the ROPS. The Oversight Board hereby approves and adopts the ROPS, in substantially the form attached to this Resolution as Exhibit A, pursuant to Health and Safety Code Section 34177.

SECTION 4. Implementation. The Oversight Board hereby directs the Successor Agency to submit copies of the ROPS approved by the Oversight Board to the Los Angeles County Auditor-Controller, the State of California Controller and the State of California Department of Finance after the effective date of this Resolution and prior to September 1, 2012, and to post the ROPS on the Successor Agency's website.

SECTION 5. Severability. If any provision of this Resolution or the application of any such provision to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of this Resolution that can be given effect without the invalid provision or application, and to this end the provisions of this Resolution are severable. The Oversight Board declares that the Oversight Board would have adopted this Resolution irrespective of the invalidity of any particular portion of this Resolution.

SECTION 6. Certification. The City Clerk of the City of Covina, acting on behalf of the Oversight Board as its Secretary, shall certify to the adoption of this Resolution.

SECTION 7. Effective Date. Pursuant to Health and Safety Code Section 34179(h), all actions taken by the Oversight Board may be reviewed by the State of California Department of Finance, and, therefore, this Resolution shall not be effective for five (5) business days, pending a request for review by the State of California Department of Finance.

PASSED, APPROVED AND ADOPTED this 21st day of August, 2012.

Kevin Stapleton
Oversight Board Chairperson

ATTEST:

Cyndie Petersen
Cyndie Petersen
Oversight Board Secretary

CERTIFICATION

I, Cyndie Petersen, Secretary to the Oversight Board of the Successor Agency to the Covina Redevelopment Agency, hereby certify that Resolution No. 12-11 was adopted by the Oversight Board of the Successor Agency to the Covina Redevelopment Agency held this 21st day of August, 2012, and was approved and passed by the following vote:

AYES: HALL, ROSSI, SANDT, STAPLETON

NOES: NONE

ABSTAIN: NONE

ABSENT: FONSECA, RIVERA, VIZCARRA

Cyndie Petersen
Cyndie Petersen
Oversight Board Secretary

EXHIBIT A

RECOGNIZED OBLIGATION PAYMENT SCHEDULE

[Attached behind this page]

Successor Agency Contact Information

Name of Successor Agency:	Successor Agency to the Covina Redevelopment Agency
County:	Los Angeles
Primary Contact Name:	Lisa Brancheau, Assistant to the City Manager, 125 E. College St., Covina, CA 91723
Primary Contact Title:	
Address	
Contact Phone Number:	626-384-5441
Contact E-Mail Address:	lbrancheau@covinaca.gov
Secondary Contact Name:	Dilu de Alwis
Secondary Contact Title:	Finance Director
Secondary Contact Phone Number:	626-384-5516
Secondary Contact E-Mail Address:	ddealwis@covinaca.gov

SUMMARY OF RECOGNIZED OBLIGATION PAYMENT SCHEDULE

Filed for the January 1, 2013 to June 30, 2013 Period

Name of Successor Agency: Successor Agency to the Covina Redevelopment Agency

		Total Outstanding Debt or Obligation
Outstanding Debt or Obligation		$ 48,206,692
Current Period Outstanding Debt or Obligation		**Six-Month Total**
A	Available Revenues Other Than Anticipated RPTTF Funding	789,299
B	Anticipated Enforceable Obligations Funded with RPTTF	1,114,963
C	Anticipated Administrative Allowance Funded with RPTTF	250,000
D	Total RPTTF Requested (B + C = D)	1,364,963
	Total Current Period Outstanding Debt or Obligation (A + B + C = E) *Should be the same amount as ROPS form six-month total*	$ 2,154,262
E	Enter Total Six-Month Anticipated RPTTF Funding *(Obtain from county auditor-controller)*	3,787,035
F	Variance (E - D = F) *Maximum RPTTF Allowable should not exceed Total Anticipated RPTTF Funding*	$ 2,422,072
Prior Period (January 1, 2012 through June 30, 2012) Estimated vs. Actual Payments (as required in HSC section 34186 (a))		
G	Enter Estimated Obligations Funded by RPTTF *(Should be the lesser of Finance's approved RPTTF amount including admin allowance or the actual amount distributed)*	2,386,441
H	Enter Actual Obligations Paid with RPTTF	2,414,235
I	Enter Actual Administrative Expenses Paid with RPTTF	173,719
J	Adjustment to Redevelopment Obligation Retirement Fund (G - (H + I) = J)	-
K	**Adjusted RPTTF** *(The total RPTTF requested shall be adjusted if actual obligations paid with RPTTF are less than the estimated obligation amount.)*	$ 1,364,963

Certification of Oversight Board Chairman:
Pursuant to Section 34177(m) of the Health and Safety code, I hereby certify that the above is a true and accurate Recognized Obligation Payment Schedule for the above named agency.

Kevin Stapleton — Name

MAYOR — Title

Signature

8-21-12 — Date

Name of Successor Agency: Successor Agency to the Covina Redevelopment Agency

County: Los Angeles

Oversight Board Approval Date: 8/21/12

RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS III)
January 1, 2013 through June 30, 2013

Item #	Project Name / Debt Obligation	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Total Due During Fiscal Year 2012-13	Funding Source						
									LMIHF	Bond Proceeds	Reserve Balance	Admin Allowance	RPTTF	Other	Six-Month Total
	Grand Total						$ 48,206,892	$ 2,154,262	$ -	$ 789,299	$ -	$ 250,000	$ 1,114,963	$ -	$ 2,154,262
1	1997 Tax Allocation Bonds Series A	7/1/1997	12/1/2022	Bank of New York	Bond issue to fund non-housing projects	2	1,476,781.30	31,091.00					31,091		31,091
2	1997 Tax Allocation Bonds Series B	7/1/1997	12/1/2022	Bank of New York	Bond issue to fund non-housing projects	1	2,978,800.00	65,625.00					65,625		65,625
3	2002 Tax Allocation Bonds Series A	2/1/2002	12/1/2023	Bank of New York	Bond issue to fund non-housing projects	1	17,629,586.30	51,297.00					51,297		51,297
4	2004 Tax Allocation Bonds Series A	11/1/2004	12/1/2023	Bank of New York	Bond issue to fund non-housing projects	1	13,005,118.86	239,223.00					239,223		239,223
5	2004 Tax Allocation Bonds Series B-1	11/1/2004	12/1/2023	Bank of New York	Bond issue to fund housing projects	1	4,362,478.50	85,365.00					85,365		85,365
6	2004 Tax Allocation Bonds Series B-2	11/1/2004	12/1/2011	Bank of New York	Bond issue to fund non-housing projects	2	0.00	0.00					$ -		-
7	Fiscal Agent Fees	7/1/1997	12/1/2023	Bank of New York	Fiscal agent feees to maintain bond funds	1&2	unknown	18,000					18,000		18,000
8	Continuing Disclosure	7/1/1997	12/1/2023	HDL	Required calculations to comply with bond covenants	1&2	unknown	6,300					6,300		6,300
9	Arbitrage Calculations	7/1/1997	12/1/2023	Willdan	Required calculations to comply with federal law	1&2	unknown	3,000					3,000		3,000
10	Note Payable 626 S Citrus Avenue	7/19/1995	8/1/2015	US Bank	Property purchased for redevelopment	1	527,528.34	72,276					72,276		72,276
11	Lease Payable 611 S Citrus Avenue	6/30/2003	5/30/2022	Al-Sal Oil	Property lease	1	952,946.69	51,956					51,956		51,956
12	Lease Payable RJS Financial	4/1/2010	6/30/2017	RJS Financial	Property lease	1	2,691,360.00	299,040					299,040		299,040
13	Employee Obligations	9/1/1965	unknown	City of Covina	Retiree Obligations	1	unknown	39,000					39,000		39,000
14	Transitional House	2/1/2005	ongoing	CCLA	Low-moderate transitional housing	1&2	27,000.00	27,000		27,000		-			27,000
15	DPAP	7/19/2011	unknown	Property Owners	Downpayment assistance program	1&2	60,000.00	60,000		60,000					60,000
16	Transitional House	2/1/2005	ongoing	City of Covina	Direct program administration	1&2	18,000.00	18,000		18,000					18,000
17	Housing Development	11/1/2004	unknown	Property Owner/Developer	Affordable Housing Development	1&2	398,677.00	398,677		398,677					398,677
18	Personnel Payments		annual	City of Covina	Salaries and benefits payments for agency employees		215,685.00	215,685				215,685			215,685
19	Auditing Payments		annual	MGO	Audit services for required reports		6,300.00	6,300				6,300			6,300
20	Administration Payments		annual	City of Covina	Office space and support personnel		17,015.00	17,015				17,015			17,015
21	Legal Payments		annual	BBK	legal services for successor agency issues	1&2	11,000.00	11,000				11,000			11,000
22	Maintenance of Agency owned property		annual	Andy Gump/United Fencing	Maintain assets under AB1X 26	1&2	10,000.00	10,000					10,000		10,000
23	Housing Set Aside Deferral 1995	6/1/1995	until paid	Covina Housing Authority	Repayment to housing fund		327,458.00	-							-
24	SERAF loan from Housing 2010	2/16/2010	6/30/2015	Covina Housing Authority	Repayment to housing fund		2,640,091.00	-							-
25	SERAF loan from Housing 2011	2/16/2010	6/30/2016	Covina Housing Authority	Repayment to housing fund		522,454.00	-							-
26	Rental Covenants	10/10/2002	12/31/2067	City of Covina	Monitor affordable housing compliance	1&2	6,500.00	6,500					6,500		6,500
27	For Sale Covenants	8/3/2007	12/31/2067	City of Covina	Monitor affordable housing compliance	1&2	12,520.00	12,520					12,520		12,520
28	Heritage Plaza	3/24/2011		MG Enterprises	Park Construction	2	285,621.78	285,622		285,622					285,622
29	Housing successor employee obligations	2/1/2012	annual	City of Covina	Salaries and benefits payments for housing employees	1&2	123,770.00	123,770					123,770		123,770
30															-
31															-
32															-
33															-

Name of Successor Agency: Successor Agency to the Covina Redevelopment Agency
County: Los Angeles

RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS III) -- Notes (Optional)
January 1, 2013 through June 30, 2013

Item #	Notes/Comments
28	Contract with MG Enterprises was disputed. DOF declared that the contract was between the City and the Contractor. However, a revised contract was sent to DOF on 6/29/12 which changed the contract to be between the Agency and the Contractor, as was originally intended.

Name of Successor Agency: Successor Agency to the Covina Redevelopment Agency

County: Los Angeles

Pursuant to Health and Safety Code section 34186 (a)
PRIOR PERIOD ESTIMATED OBLIGATIONS vs. ACTUAL PAYMENTS
RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS I)
January 1, 2012 through June 30, 2012

Page/Form	Line	Project Name / Debt Obligation	Payee	Description/Project Scope	Project Area	LMIHF		Bond Proceeds		Reserve Balance		Admin Allowance		RPTTF		Other	
						Estimate	Actual	Estimate	Actual	Estimate	Actual	Estimate	Actual	Estimate	Actual	Estimate	Actual
		Grand Total				$ 144,154	$ 192,259	$ 4,462,647	$ 3,254,523	$ -	$ -	$ 120,000	$ 173,719	$ 2,264,442	$ 2,414,235	$ -	$ -
1.00	1	1997 Tax Allocation Bonds Series A	Bank of New York	Bond issue to fund non-housing projects	PA2									33,230	$ 33,230.00		
1.00	2	1997 Tax Allocation Bonds Series B	Bank of New York	Bond issue to fund non-housing projects	PA1									74,550	$ 74,550.00		
1.00	3	2002 Tax Allocation Bonds Series A	Bank of New York	Bond issue to fund non-housing projects	PA1									57,798	$ 57,798.00		
1.00	4	2004 Tax Allocation Bonds Series A	Bank of New York	Bond issue to fund non-housing projects	PA1									278,348	278,348		
1.00	5	2004 Tax Allocation Bonds Series B-T	Bank of New York	Bond issue to fund housing projects	Hsg									90,439	90,439		
1.00	6	Note Payable 626 S Citrus Avenue	US Bank	Property purchased for redevelopment	PA1									72,962	72,395		
1.00	7	Lease Payable 611 S Citrus	Al-Sal Oil	Property lease	PA1									44,000	44,000		
1.00	8	Lease Payable RJS Financial	RJS Financial	Property lease	PA1									498,400	332,372		
1.00	9	Shoppers Lane	Gentry Brothers, Inc	Public Improvements	PA1			53,284	26,705								
1.00	10	200 W Rowland	Covina Gardens KBS L.P.	Low-Mod housing renovations	Hsg			2,158,494	1,474,143								
1.00	11	Habitat - 436 E Cypress	Habitat for Humanity	Grant for building of affordable home	Hsg			20,150	12,130								
1.00	12	Heritage Plaza	MG Enterprises	Park Construction	PA2			754,711	285,622								
1.00	13	Heritage Plaza	Willdan	Project management	PA2			8,988	-								
1.00	14	Heritage Plaza	Willdan	Project design	PA2			-	-								
1.00	15	Heritage Plaza	Willdan	Special Inspection	PA2			30,000	29,998								
1.00	16	Badillo Heights	Steve Elde	Litigation - settlement	PA2												
1.00	17	Fiscal Agent Fees	Bank of New York	Fiscal agent fees to maintain bond funds	ALL									15,000	15,000		
1.00	18	Arbitrage Calculations	Willdan	Calculations required by law	ALL									23,500	13,966		
1.00	19	Land Exchange Agreement	Covina Valley USD	Equipment removal and site preparation	PA1			50,000	50,000					-	2,000		
1.00	20	Vocational Facility	Covina Valley USD	Build new educational facility	PA1			1,300,000	1,300,000								
1.00	21	Transitional House	CCLA & others	Low-moderate Tranisitional housing	Hsg	30,622	14,500										
1.00	22	Low-Mod Housing Program	City of Covina/Covina Hous	low/mod programs, admin, consultant, empl	Hsg	80,075	158,740										
1.00	23	Neighborhood Preservation Services	City of Covina	Neighborhood Preservation Employee Cost	Hsg	33,457	14,589										
1.00	24	Employee Obligations	City of Covina	Retiree Obligations	PA1									220,892	142,943		
1.00	25	City Services and Overhead	City of Covina	2011 RDA Administrative Expenses	PA1									-	839,390		
1.00	26	Redevelopment Programs	Petroleum Environmental	Programs,capital proj,consultants,marketing	ALL									-	16,137		
1.00	27	Rental Subsidy Program	City of Covina/Covina Hous	Low-Moderate housing rental subsidy	Hsg	-	3,430										
1.00	28	Hospital Project	City of Covina	Citrus Valley Health Partners Intercommunit	PA1									-	-		
1.00	29	DPAP	City of Covina/Covina Hous	Downpayment assistance program	Hsg									-	-		
1.00	30	Continuing Disclosure	HDL	Required calculations for bonds	ALL									6,300	-		
2.00	31	Consulting & Legal Services	BB&K, Robert Neiuber, Nu	Legal and consulting for oversight and wind	ALL									200,000	41,913		
2.00	32	Investment sales	Wells Fargo, H.Beck, Inc.,N	loss on liquidation of investments	ALL									50,000	-		
2.00	33	Audit Fees		Required audit services	ALL									16,000	10,392		
2.00	34	Heritage Park	City of Covina	Direct program administration	PA2			30,500	30,500								
2.00	35	Transitional House	City of Covina	Direct program administration	Hsg			22,500	28,000								
2.00	36	200 West Rowland	City of Covina	Direct program administration	Hsg			11,250	13,675								
2.00	37	Habitat - 436 E Cypress	City of Covina	Direct program administration	Hsg			3,750	3,750								
ther	1	Housing Set Aside Deferral 1995	Housing Fund	Repayment for housing fund	PA1									-	-		
ther	2	SERAF loan from Housing 2010	Housing Fund	Repayment for housing fund	PA1									-	-		
ther	3	SERAF loan from Housing 2011	Housing Fund	Repayment for housing fund	PA1									-	-		
ther	4	SB211 Statutory Tax Sharing	various taxing entities	Payments per CRL 33607.5 & .7	PA1									372,000	195,378		
ther	5	Statutory Payments	Los Angeles County	Payments per CRL 33607.5 & .7	PA1									101,690	86,853		
ther	6	Statutory Payments	Los Angeles County	Payments per CRL 33676	PA2									13,946	43,424		
ther	7	Statutory Payments	various taxing entities	Payments per CRL 33676	PA2									-	-		
ther	8	SB211 Statutory Tax Sharing	various taxing entities	Payments per CRL 33607.5 & .7	PA2									85,000	22,851		
ther	9	Property Tax Administration	Los Angeles County	Property Tax Administration	ALL									387	543		
ther	10	Maintenance of Agency owned proper	Andy Gump/United fencing	Maintain assets under AB1X 26	ALL									10,000	313		
ther	11	Rental Covenants	ULI/Covina Housing Autho	Monitor affordable housing compliance	Hsg			6,500	-								
ther	12	For Sale Covenants	Covina Housing Authority/c	Monitor affordable housing compliance	Hsg			12,520	-								
		Administration	City of Covina	Administration, overhead, etc	1&2							120,000	173,719				