

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS  
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Administrative Office	(2) MEETING DATE 10/7/2014	(3) CONTACT/PHONE Dan Buckshi, County Administrative Officer 805/781-5011	
(4) SUBJECT Request by Supervisor Adam Hill to appoint Kevin Kreowski to the Oversight Board of the Successor Agency of the former City of Pismo Beach Redevelopment Agency. All Districts.			
(5) RECOMMENDED ACTION It is recommended that the Board appoint Kevin Kreowski replacing David Jewell to the Oversight Board to review and approve the activities of the Successor Agency of the former City of Pismo Beach Redevelopment Agency pursuant to Health & Safety Code Section 34179(a) (1). This appointment serves at the pleasure of the Board of Supervisors.			
(6) FUNDING SOURCE(S) N/A	(7) CURRENT YEAR FINANCIAL IMPACT \$0.00	(8) ANNUAL FINANCIAL IMPACT \$0.00	(9) BUDGETED? No
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ___) <input type="checkbox"/> Board Business (Time Est. ___)			
(11) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions <input type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input checked="" type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: N/A <input type="checkbox"/> 4/5 Vote Required <input checked="" type="checkbox"/> N/A	
(14) LOCATION MAP N/A	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input checked="" type="checkbox"/> N/A    Date: _____	
(17) ADMINISTRATIVE OFFICE REVIEW This item was prepared by the Administrative Office.			
(18) SUPERVISOR DISTRICT(S) All Districts			

# County of San Luis Obispo



TO: Board of Supervisors

FROM: Dan Buckshi, County Administrative Officer

DATE: 10/7/2014

SUBJECT: Request by Supervisor Adam Hill to appoint Kevin Kreowski to the Oversight Board of the Successor Agency of the former City of Pismo Beach Redevelopment Agency. All Districts.

## **RECOMMENDATION**

It is recommended that the Board appoint Kevin Kreowski replacing David Jewell to the Oversight Board to review and approve the activities of the Successor Agency of the former City of Pismo Beach Redevelopment Agency pursuant to Health & Safety Code Section 34179(a) (1). This appointment serves at the pleasure of the Board of Supervisors.

## **DISCUSSION**

### **Summary of Redevelopment Dissolution Act**

All Redevelopment Agencies in the State of California, including the five Redevelopment Agencies (RDAs) in San Luis Obispo County, were eliminated on February 1, 2012 pursuant to AX1 26 (the "Dissolution Act"). There are five (5) former Redevelopment Agencies located within the County of San Luis Obispo for which Oversight Boards were appointed including the Cities of Arroyo Grande, Atascadero, Grover Beach, Pismo Beach, and the City of Paso Robles.

### **Role of Successor Agencies**

A Successor Agency is required to wind down the affairs of the former RDA by disposing of the former RDA's assets or property expeditiously and in a manner aimed at maximizing value. They are also required to prepare administrative budgets for Oversight Board approval and pay administrative costs.

Each Successor Agency's activities are subject to review and approval by an Oversight Board. The actions of the Oversight Boards will in turn be overseen by the director of the State Department of Finance and may be subject to disapproval or modification.

### **Role of the Oversight Boards and appointment of Board members**

Health and Safety Code Section 34179(a) of ABX1 26 provides that the Oversight Board will be comprised of seven political appointees from affected local taxing entities and the community that created the redevelopment agency.

The Oversight Board is generally intended to supervise the activities of the Successor Agency and ensure the former RDA's assets are distributed to the taxing entities expeditiously and in a manner that maximizes value. The Oversight Board has a fiduciary responsibility to holders of Enforceable Obligations of the former RDA and to the taxing entities that would benefit from the distribution of revenues generated by the liquidation of RDA assets.

The seven Oversight Board members are as follows:

1. One member of the Board of Supervisors appointed by the County Board of Supervisors;
2. One public member appointed by the County Board of Supervisors;
3. One member appointed by the largest special district, by property tax share, with territory in the territorial

jurisdiction of the redevelopment agency that is eligible to receive property tax revenues pursuant to Section 34188;

- a. *Note: The Auditor-Controller has determined that the Library District is the largest special district in the former cities RDA's of Atascadero, Grover Beach and Arroyo Grande. The Paso Robles Cemetery District is the largest special district for Paso Robles and the Grover Street Lighting District is the largest special district for Grover Beach. Given this information, it has been determined that the Board of Supervisors has the responsibility to make the appointments to the Library District and Cemetery District.*
4. One member appointed by the Superintendent of Schools;
5. One member by the chancellor of the California Community Colleges;
6. One member appointed by the mayor for the city that created the RDA;
7. One member representing the employees of the former redevelopment agency appointed by the mayor from the recognized employee organization representing the largest number of former redevelopment agency employees employed by the successor agency at that time.

Commencing July 1, 2016, all of the Oversight Boards for the various former RDAs in a particular county will be consolidated into a single county-wide Oversight Board of specified composition.

David Jewell was appointed as a public at large member to the former City of Pismo Beach Redevelopment Agency's Oversight Board on April 10, 2012. Mr. Jewell resigned his position March 24, 2014, leaving a vacancy on the Oversight Board. It is recommended that Kevin Kreowski be appointed to replace Mr. Jewell.

#### **OTHER AGENCY INVOLVEMENT/IMPACT**

The Auditor-Controller has a substantial role under the Dissolution Act. The Auditor-Controller must:

- Annually determine the amount of property tax increment that would have been allocated to a RDA and deposit that amount in a Redevelopment Property Trust Fund; and
- Administer the Trust Fund for the benefit of holders of former RDA debt.

The County Clerk-Recorder has posted the vacancy according to the provisions of the Maddy Act.

#### **FINANCIAL CONSIDERATIONS**

Successor Agencies are required to prepare administrative budgets for Oversight Board approval and pay for administrative costs. The former redevelopment agencies were dissolved by the State in order to free up money for the State government and other agencies.

#### **RESULTS**

Approval of this action will fill a vacancy on the Oversight Board of the Successor Agency of the former City of Pismo Beach Redevelopment Agency. The Successor Agency is required to conclude the affairs of the former RDA by disposing of the former RDA's assets or property expeditiously and in a manner aimed at maximizing value. They are also required to prepare administrative budgets for Oversight Board approval and pay administrative costs. Each Successor Agency's activities are subject to review and approval by an Oversight Board.

According to the Dissolution Act, this suspension and prohibition of most redevelopment activities is intended, to the maximum extent possible, to preserve the revenues and assets of RDAs so that those assets and revenues that are not needed to pay for enforceable obligations may be used by local governments to fund core governmental services including police, fire protection services, and schools.

#### **ATTACHMENTS**

1. Application