



**MEETING MINUTES
OVERSIGHT BOARD – SUCCESSOR AGENCY TO THE
SAN JOSE REDEVELOPMENT AGENCY**

SAN JOSE, CALIFORNIA

THURSDAY, SEPTEMBER 11, 2014

The Oversight Board of the Successor Agency to the Redevelopment Agency of the City of San José convened at 9:00 a.m. in the Council Chambers at San Jose City Hall.

1. Call to Order and Roll Call

9:00 a.m.- Call to Order in Council Chambers

BOARD MEMBERS PRESENT

**Chuck Reed, City of San José
Abraham Andrade, City of San José
Tony Estremera, Santa Clara Valley Water District
John Guthrie, County of Santa Clara
Ed Maduli, California Community Colleges
Micaela Ochoa, Santa Clara County Office of Education
Debbie Cauble, County of Santa Clara (Alternate)**

ABSENT

David Snow, County of Santa Clara (Excused)

STAFF PRESENT

**Ed Shikada, Successor Agency Executive Officer (arrived 9:35)
Norberto Duenas, representing Successor Agency Executive Officer (until 9:35)
Richard Doyle, Successor Agency General Counsel
Richard Keit, Successor Agency Managing Director
Successor Agency Chief Financial Officer Julia H. Cooper
Chief Deputy General Counsel Patricia Deignan**

Access the video, the agenda and related reports for this meeting by visiting the City's website at <https://ca-sanjose.civieplus.com/index.aspx?NID=3566>. For information on any ordinance that is not hyperlinked to this document, please contact the Office of the City Clerk at (408) 535-1266.

2. Closed Session

None.

3. Adoption of Agenda

Adopted.

4. Approval of Minutes

Documents Filed: Oversight Board Minutes dated August 28, 2014.

Action: Upon motion by Board Member Cauble, seconded by Board Member Guthrie, and carried unanimously, the Minutes of August 28, 2014 were approved, with the Resolution and action for Item 6.3 to include "...and direction to staff to bring the Cooperation Agreement back to the Oversight Board for review on a periodic basis", with Oversight Board Resolution No. 2014-08-1071 revised accordingly. (6-0-0-1. Abstain: Ochoa.)

5. Consent Calendar

None.

6. Items Scheduled for Action/Discussion

6.1 Presentation on the Projection of Distribution of Revenues to Taxing Agencies

Item heard last.

Documents Filed: Memorandum from Edward K. Shikada, Successor Agency Executive Officer, dated September 5, 2014, offering current information on projected distribution of revenues to taxing agencies.

Successor Agency Executive Officer Edward K. Shikada provided an introduction, and Successor Agency Chief Financial Officer Julia H. Cooper gave a presentation, reviewing the County's pass-through agreement. Peter Ross, Financial Advisor, Ross Financial, provided information regarding projected tax revenues versus enforceable obligations. Successor Agency Chief Financial Officer Julia H. Cooper indicated that she is working with the County to begin the renegotiating process.

Mayor Reed requested that the Pass-Through Agreement be circulated for the Board's review. Board Members Guthrie and Ochoa asked that a spreadsheet be provided including the actual projects, revealing the layers of debt sources. Board Member Cauble additionally requested a simple breakdown of other obligations – accrued amounts that the Agency is no longer paying.

Action: No Action Required.

6.2 Presentation and Discussion of Successor Agency's Proposed January 2015 to June 2015 Administrative Budget and Draft Recognized Obligation Payment Schedule (ROPS) 14-15B.

Documents Filed: Memorandum from Edward K. Shikada, Successor Agency Executive Officer, dated September 9, 2014, providing a presentation of the proposed Administrative Budget and ROPS Schedule.

Successor Agency Chief Financial Officer Julia H. Cooper provided an overview, recommending approval of the Administrative Budget and ROPS 14-15B.

Successor Agency Chief Financial Officer Julia H. Cooper and Successor Agency General Counsel Richard Doyle responded to questions from the Board, and agreed to meet with Public Works to discuss the rent allocation for space utilized for the Successor Agency staff at City Hall.

Action: No Action Required. To return to the Oversight Board for Action September 25, 2014.

6.3 Partial Reinstatement of SERAF Loan

Documents Filed: (1) Memorandum from Edward K. Shikada, Successor Agency Executive Officer, dated August 22, 2014, recommending adoption of a resolution. (2) Supplemental Memorandum from Successor Agency General Counsel Richard Doyle, dated September 5, 2014, recommending approval of the Partial Reinstatement of the SERAF Loan.

Chief Deputy General Counsel Patricia Deignan provided an overview, indicating that the repayment provision of the Partial Reinstatement of the SERAF Loan has been addressed and is in compliance with the law and the direction of the Director of Finance (DOF). She and Successor Agency Chief Financial Officer Julia Cooper responded to questions from the Board. Board Member Guthrie recommended deferral of this item and provided staff with a red-lined version of the resolution with suggested changes.

Successor Agency General Counsel Richard Doyle indicated that the only issue requiring action at this time is the principal amount of \$10,000,000. Staff noted that this amount needs to be recognized as an obligation to appropriately account for it in the City's and Successor Agency's books for Fiscal Year 2015.

The Board accepted the placement of the \$10,000,000 on the ROPS with the condition that it is clearly annotated that its approval is pending approval of the Resolution to be presented to the Board in November 2014.

6.3 (Cont'd.)

Action: Upon motion by Board Member Guthrie, seconded by Board Member Maduli, the item was deferred to the November 2014 meeting of the Board, with Staff to review changes to the resolution as recommended by Board Member Guthrie and with a notation on the Recognized Obligation Payment Schedule that its approval is pending approval of the Resolution to be presented November 2014. (7-0.)

6.4 Reimbursement Agreement

Successor Agency Chief Financial Officer Julia Cooper noted that Staff is currently working with the County and should be ready to report out on this at the next meeting of the Board.

Action: No Action Required. Recommended Deferral to September 25, 2014

7. REPORTS and CORRESPONDENCE

None.

8. Future Agenda Items

None.

9. Open Forum

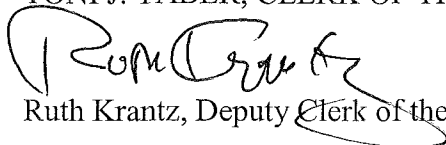
None.

10. Adjournment

The Oversight Board of the Successor Agency to the Redevelopment Agency adjourned at 10:17 a.m. to September 25, 2014.

Minutes Recorded, Prepared and Respectfully Submitted by,

ATTEST:
OVERSIGHT BOARD – SUCCESSOR AGENCY TO THE
SAN JOSE REDEVELOPMENT AGENCY
TONI J. TABER, CLERK OF THE BOARD


Ruth Krantz, Deputy Clerk of the Board

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