

MINUTES OF A REGULAR MEETING OF THE  
OVERSIGHT BOARD TO THE SUCCESSOR AGENCY  
TO THE DISSOLVED CYPRESS REDEVELOPMENT AGENCY

HELD

June 17, 2014

A regular meeting of the Oversight Board to the Successor Agency to the Dissolved Cypress Redevelopment Agency was called to order at 5:02 p.m. by Board Vice Chair Mills in the Executive Board Room, 5275 Orange Avenue, Cypress, California.

Board Members present:

Board Vice Chair Leroy Mills  
Board Member Matt Burton  
Board Member Charles Mealey  
Board Member Bruce Saltz  
Board Member Mariellen Yarc

Board Members absent:

Board Chair Doug Bailey  
Board Member Fred Williams

Staff present:

Interim City Manager Richard Storey (Successor Agency)  
Successor Agency Counsel Bill Ihrke  
Redevelopment Project Manager Steve Clarke (Successor Agency)  
City Clerk/Secretary Denise Basham (Successor Agency)

ORAL COMMUNICATIONS:

None.

NEW BUSINESS:

Item No. 1: APPROVAL OF MINUTES – MEETING OF FEBRUARY 4, 2014.

It was moved by Board Member Yarc and seconded by Board Member Mealey, to adopt Resolution No. OB-25 approving the meeting minutes of February 4, 2014. Board Member Saltz stated he would abstain due to his absence from the meeting.

The motion was carried by the following vote:

AYES: 4 BOARD MEMBERS: Burton, Mealey, Yarc, and Mills  
NOES: 0 BOARD MEMBERS: None  
ABSENT: 2 BOARD MEMBERS: Williams and Bailey  
ABSTAIN: 1 BOARD MEMBERS: Saltz

OVERSIGHT BOARD RESOLUTION NO. OB-25

A RESOLUTION OF THE OVERSIGHT BOARD TO THE SUCCESSOR AGENCY  
TO THE DISSOLVED CYPRESS REDEVELOPMENT AGENCY  
APPROVING THE MINUTES OF THE OVERSIGHT BOARD  
MEETING OF FEBRUARY 4, 2014

Item No. 2: APPROVAL OF LONG-RANGE PROPERTY MANAGEMENT PLAN.

The Interim City Manager stated that as part of the dissolution of the Cypress Redevelopment Agency, due diligence reviews were necessary for the housing and other funds for distribution to the State. He stated that based on that review, payments were made and a Finding of Completion was received from the State Department of Finance indicating that all claims had been paid. He indicated that a Long-Range Property Management Plan must be prepared within six months for review of available property

assets and their disposal. He stated that adoption of a Resolution is presented for consideration.

The Interim City Manager indicated that there is no property to report on the Long-Range Property Management Plan and that any property left to report is being challenged with a lawsuit. He stated that it is recommended that the Oversight Board to the Successor Agency to the Dissolved Cypress Redevelopment Agency approve the Resolution and the Long-Range Property Management Plan that indicates that there is no property at this time. He stated that, based on the lawsuit, there may be a resubmittal of the findings.

Board Member Yarc asked if the Promissory Note is considered property.

The Interim City Manager replied that the Promissory Note is still being challenged and that if it is not part of the Long-Range Property Management Plan, it would be part of the Recognized Obligation Payment Schedule (ROPS).

Successor Agency Counsel stated that there is a six-month deadline statute and no deadline for the State Department of Finance to make a final decision. He indicated that there is pending legislation that if it became law, the decision would be expedited.

It was moved by Board Vice Chair Mills and seconded by Board Member Yarc, that the Oversight Board to the Dissolved Cypress Redevelopment Agency adopt the Resolution approving the Long-Range Property Management Plan for the Successor Agency to the Dissolved Cypress Redevelopment Agency.

The motion was carried by the following vote:

AYES: 5 BOARD MEMBERS: Burton, Mealey, Saltz, Yarc, and Mills  
NOES: 0 BOARD MEMBERS: None  
ABSENT: 2 BOARD MEMBERS: Williams and Bailey

OVERSIGHT BOARD RESOLUTION NO. OB-26

A RESOLUTION OF THE OVERSIGHT BOARD TO THE  
SUCCESSOR AGENCY TO THE DISSOLVED CYPRESS REDEVELOPMENT  
AGENCY APPROVING THE LONG RANGE PROPERTY MANAGEMENT PLAN  
PURSUANT TO HEALTH AND SAFETY CODE SECTION 34191.5

OVERSIGHT BOARD INFORMATIONAL ITEMS & ANNOUNCEMENTS:

Successor Agency Counsel stated that ongoing communications with the State Attorney General's Office indicates that settlement agreements have been reached with the State Department of Finance on certain cases involving property, and a proposed settlement agreement between the Cypress Successor Agency and the Department of Finance may be forthcoming in the next few months.

Board Member Yarc asked if prevailing is likely based on tried cases.

Successor Agency Counsel responded that the outcome would be dependent upon the judge and that our judge has not been overly sympathetic to Successor Agencies, however, our arguments are effective.

Board Member Yarc asked if there would be an appeal process.

Successor Agency Counsel indicated that it would be the City's decision to appeal.

Board Vice Chair Mills spoke of encouraging news articles regarding settlements.

ADJOURNMENT: Board Vice Chair Mills adjourned the meeting at 5:12 p.m. to Tuesday, July 1, 2014, beginning at 5:30 p.m. in the Executive Board Room.

  
OVERSIGHT BOARD VICE CHAIR

ATTEST:

*Penelope Basham*

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CITY CLERK AS SECRETARY  
TO THE OVERSIGHT BOARD