

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

HELD

September 2, 2014

A regular meeting of the Oversight Board to the Successor Agency to the Dissolved Cypress Redevelopment Agency was called to order at 5:00 p.m. by Board Chair Bailey in the Executive Board Room, 5275 Orange Avenue, Cypress, California.

Board Members present:

Board Chair Doug Bailey  
Board Member Matt Burton  
Board Member Charles Mealey  
Board Member Bruce Saltz

Board Members absent:

Board Vice Chair Leroy Mills  
Board Member Fred Williams  
Board Member Mariellen Yarc

Staff present:

City Manager Peter Grant (Successor Agency)  
Successor Agency Counsel Bill Ihrke  
Successor Agency Treasurer Richard Storey  
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 JUNE 17, 2014.

It was moved by Board Member Mealey and seconded by Board Member Burton, to adopt Resolution No. OB-27 approving the meeting minutes of June 17, 2014.

The motion was carried by the following vote:

AYES: 4 BOARD MEMBERS: Burton, Mealey, Saltz, and Bailey  
NOES: 0 BOARD MEMBERS: None  
ABSENT: 3 BOARD MEMBERS: Williams, Yarc, and Mills

OVERSIGHT BOARD RESOLUTION NO. OB-27

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 JUNE 17, 2014

Item No. 2: APPROVAL OF RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS 14-15B) FOR THE PERIOD JANUARY 1, 2015 THROUGH JUNE 30, 2015.

The Successor Agency Treasurer indicated that the Recognized Obligation Payment Schedule (ROPS 14-15B) for the period January 1, 2015 through June 30, 2015, is due to the State by October 3, 2014. He stated that this ROPS includes \$6.7 million in enforceable obligations and the accumulated promissory notes due to the lawsuit. He indicated that this ROPS includes the litigation costs for the lawsuit against the State and

that the State has approved certain costs related to litigation against them by other Successor Agencies.

Board Member Saltz asked for clarification on the \$6.7 million enforceable obligations.

The Successor Agency Treasurer responded that the enforceable obligations, plus interest, are included each year when the promissory note is due and that the State has turned it down each time, which would be expected this time, as well.

The Successor Agency Counsel reiterated that the enforceable obligations are included each time even though the State will likely deny it.

It was moved by Board Chair Bailey and seconded by Board Member Mealey, that the Oversight Board to the Dissolved Cypress Redevelopment Agency adopt Resolution No. OB-28 approving and adopting the Recognized Obligation Payment Schedule (ROPS 14-15B) for the period of January 1, 2015 through June 30, 2015.

The motion was carried by the following vote:

AYES: 4 BOARD MEMBERS: Burton, Mealey, Saltz, and Bailey  
NOES: 0 BOARD MEMBERS: None  
ABSENT: 3 BOARD MEMBERS: Williams, Yarc, and Mills

#### OVERSIGHT BOARD RESOLUTION NO. OB-28

A RESOLUTION OF THE OVERSIGHT BOARD TO THE SUCCESSOR AGENCY  
TO THE DISSOLVED CYPRESS REDEVELOPMENT AGENCY APPROVING THE  
RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS 14-15B) FOR THE  
PERIOD JANUARY 1, 2015 THROUGH JUNE 30, 2015.

Item No. 3: ADOPTION OF THE ADMINISTRATIVE BUDGET FOR THE CYPRESS  
SUCCESSOR AGENCY FOR THE SIX-MONTH PERIOD OF JANUARY 1, 2015  
THROUGH JUNE 30, 2015.

The Successor Agency Treasurer indicated that the Oversight Board is requested to adopt a Resolution for the Successor Agency administrative budget for the six-month period of January 1, 2015 through June 30, 2015, due to the dissolution of the Cypress Redevelopment Agency. He indicated that the budget is identical to the approved Recognized Obligation Payment Schedule (ROPS).

It was moved by Board Chair Bailey and seconded by Board Member Mealey, that the Oversight Board to the Dissolved Cypress Redevelopment Agency adopt Resolution No. OB-29 approving and adopting the administrative budget for the Successor Agency for the six-month period of January 1, 2015 through June 30, 2015.

The motion was carried by the following vote:

AYES: 4 BOARD MEMBERS: Burton, Mealey, Saltz, and Bailey  
NOES: 0 BOARD MEMBERS: None  
ABSENT: 3 BOARD MEMBERS: Williams, Yarc, and Mills

#### OVERSIGHT BOARD RESOLUTION NO. OB-29


A RESOLUTION OF THE OVERSIGHT BOARD TO THE SUCCESSOR AGENCY  
TO THE DISSOLVED CYPRESS REDEVELOPMENT AGENCY APPROVING THE  
ADMINISTRATIVE BUDGET FOR THE SIX-MONTH PERIOD OF  
JANUARY 1, 2015 THROUGH JUNE 30, 2015.

#### OVERSIGHT BOARD INFORMATIONAL ITEMS & ANNOUNCEMENTS:

Board Member Mealey asked about the status of the lawsuits.

The Successor Agency Counsel responded that the lawsuits are proceeding and that the negotiations with the Department of Finance have been going well. He stated that the Department of Finance has recognized a benefit in having the litigation resolved with the City/Successor Agency being able to keep the real property.

ADJOURNMENT: Board Chair Bailey adjourned the meeting at 5:10 p.m. to Tuesday, September 16, 2014, beginning at 5:30 p.m. in the Executive Board Room.

  
OVERSIGHT BOARD CHAIR

ATTEST:

  
CITY CLERK AS SECRETARY  
TO THE OVERSIGHT BOARD