

**MINUTES  
OVERSIGHT BOARD OF THE CITY AS SUCCESSOR AGENCY  
FOR THE COMMUNITY REDEVELOPMENT AGENCY  
OF THE CITY OF MORENO VALLEY**

**REGULAR MEETING – 2:00 P.M.  
January 14, 2015**

**CALL TO ORDER** - Meeting of the Oversight Board of the City as Successor Agency for the Community Redevelopment Agency of the City of Moreno Valley (Oversight Board) was called to order at 2:08 p.m. by Chairman Moss in the Council Chamber at Moreno Valley City Hall. Copies of the Agenda and items for review were made available to the public.

**ROLL CALL/INTRODUCTIONS**

Oversight Board:

Glenn Moss	Chairman
Jamil Dada	Board Member
David Slawson	Board Member
Ahmad Ansari	Board Member
John Strickler	Board Member

Absent:

Chris Carlson	Vice-Chair
Mays Kakish	Board Member

Staff:

Richard Teichert	Chief Financial Officer
Marshall Eyerman	Financial Resources Division Manager
Kathi Pierce	Board Secretary

Legal Representation:

Mark Huebsch	Successor Agency Counsel (Stradling, Yocca, Carlson & Rauth)
Jon Goetz	Oversight Board Counsel - KMTG (Kronick Moskowitz Tiedemann & Girard)

**PUBLIC COMMENTS**

None

## 1. APPROVAL OF MINUTES

**Motion to Approve Minutes of September 24, 2014 with changes by m/Board Member Dada, s/Board Member Strickler (Approved by a vote of 5-0-2).**

## REGULAR BUSINESS

1. UPDATE ON THE AMENDMENT #2 – COOPERATION AGREEMENT BETWEEN THE RIVERSIDE COUNTY FLOOD CONTROL & WATER CONSERVATION DISTRICT, THE CITY OF MORENO VALLEY AND CITY AS SUCCESSOR AGENCY FOR THE COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF MORENO VALLEY

Marshall Eyerman, Financial Resources Division Manager provided background on the Amendment to the Cooperation Agreement that was structured in 1988. Amendment #2 has been brought back to the Successor Agency in order to review how the funds are being spent.

A discussion among Board Members, Staff, Successor Agency Counsel, and Oversight Board Counsel occurred regarding the need for the Oversight Board to review transactions. Direction was given by the Board to authorize the Successor Agency to make sure that the contracts are being enforced.

This is a receive and file item. No approval from the Oversight Board is required at this time since the source was not RDA funds.

2. UPDATE ON THE LONG RANGE PROPERTY MANAGEMENT PLAN – THE TRANSFER OF TITLES FROM PROPERTIES OF THE FORMER COMMUNITY REDEVELOPMENT AGENCY TO THE CITY OF MORENO VALLEY

Marshall Eyerman, Financial Resources Division Manager provided a summary of the Long Range Property Management Plan. This item was originally brought to the Oversight Board and was approved on November 13, 2013. The Plan was submitted to the California State DOF and was approved in March 2014.

The transfer of the two properties held by the former Redevelopment Agency was finalized and went to City Council and City Council as Successor Agency on December 9<sup>th</sup> for approval.

This is a review and file item advising the Board of the transaction.

3. UPDATE ON THE OTHER ASSETS DUE DILIGENCE REVIEW BY THE STATE CONTROLLER'S OFFICE

Richard Teichert, Chief Financial Officer updated the Board on the progress of the State Controller's Asset Review. The State Controllers Auditors completed their audit in November and December of 2014. They stated that if the Oversight Board ratified the transfer of the CRC to the City, and the interest payment on the loan related to the CRC building, it would be accepted. At the end of the Audit period they advised us that we had to no findings.

After a change in a trial court decision they, by order of the State Controller, ordered the City to return the CRC to the Successor Agency and that the loan payment was an invalid transfer. The Oversight Board could not ratify previous transactions and the City now had two audit findings.

A discussion among Board Members, Staff, Successor Agency Counsel, and Oversight Board Counsel occurred about the audit findings and the options for an appeal or complying with the order.

4. CONSIDERATION OF THE OVERSIGHT BOARD TO THE SUCCESSOR AGENCY TO THE COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF MORENO VALLEY APPROVING AN EXTENSION TO THE AGREEMENT FOR LEGAL REPRESENTATION TO THE OVERSIGHT BOARD

Marshall Eyerman, Financial Resources Division Manager provided background on the Agreement with Kronick Moskovitz Tiedemann & Girard.

Under the terms of the original Agreement dated April 25, 2012, the term was to expire after one year. The Board was asked to eliminate the terms of the agreement with regards to time limit and have the law firm remain in effect until such time that the Oversight Board activities are transferred to the County, approximately July 1, 2016.

**Motion to approve the Extension to the Agreement by m/Board Member Dada, s/Board Member Slawson (Approved by a vote of 5-0-2).**

5. UPDATE ON THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE 14/15A

Marshall Eyerman, Financial Resources Division Manager and Richard Teichert, Chief Financial Officer provided an update on actions of the State Department of Finance.

Following the filing of the ROPS 14/15A, we received confirmation on a couple of items with direction to remove certain items from the ROPS.

A discussion among Board Members, Staff, Successor Agency Counsel, and Oversight Board Counsel occurred.

6. ORAL REPORT ON THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE  
15/16A

Marshall Eyerman, Financial Resources Division Manager provided a quick update on the next Recognized Obligation Payment Schedule. The ROPS 15/16A is due to be filed with the State March 3, 2015. The ROPS will be brought to the City Council and the City Council as Successor Agency on February 24, 2015. The next Oversight Board Meeting is scheduled for February 25, 2015.

**ADJOURNMENT**

There being no further business to conduct, the meeting was adjourned at 2:50 p.m. by unanimous informal consent.

**NEXT MEETING**

The next Special Meeting of the Oversight Board of the City as Successor Agency for the Community Redevelopment Agency of the City of Moreno Valley is scheduled for February 25, 2015 from 2 – 4 p.m. in the Council Chamber.

Submitted by:

  
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Board Secretary, Kathi Pierce

Approved by:

  
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Chairman, Moss