

**MINUTES OF THE OVERSIGHT BOARD
FONTANA REDEVELOPMENT SUCCESSOR AGENCY
FRIDAY, SEPTEMBER 19, 2014**

CALL TO ORDER/ROLL CALL:

The Meeting of the Oversight Board, Fontana Redevelopment Successor Agency, was called to order at 8:45 a.m., which was held on Friday, September 19, 2014, in the Fontana City Hall, Executive Conference Room, 8353 Sierra Avenue, Fontana, California.

OSB Members Present: Chair Evelyne Ssenkoloto, Vice-Chair Acquanetta Warren, and OSB Members John Roberts, Dr. Eric Bishop, and Susan Killian (Kathryn Brann arrived at 9:05 a.m.). OSB Members Absent: OSB Member Laura Mancha.

OSB Staff Present: Ken Hunt, City Manager; David Edgar, Deputy City Manager, Administrative Services; Lisa Strong, Management Services Director; Cecilia Lopez-Henderson, Deputy City Clerk; and Gerardo Rojas, Administrative Clerk.

Others Present: Council Member Jesse Sandoval

PUBLIC COMMUNICATIONS: There were no public communications received.

A. APPROVAL OF MINUTES FOR APRIL 4, 2014, MAY 16, 2014 AND MAY 30, 2014 FONTANA OVERSIGHT BOARD MEETING

ACTION: Motion was made by OSB Member Bishop, and seconded by Vice-Chair Warren to approve the April 4, 2014 Minutes of the Oversight Board Meeting, Fontana Redevelopment Successor Agency. Motion passed by vote of 4-0-2-1 (Ayes: Chair Ssenkoloto and OSB Members Warren, Roberts and Bishop; Noes: 0; Absent: Brann and Mancha; Abstain: Killian).

ACTION: Motion was made by OSB Member Roberts, and seconded by Vice-Chair Warren to approve the May 16, 2014 Minutes of the Oversight Board Meeting, Fontana Redevelopment Successor Agency. Motion passed by vote of 4-0-2-1 (Ayes: Chair Ssenkoloto and OSB Members Warren, Roberts, Bishop; Noes: 0; Absent: Brann and Mancha; Abstain: Killian).

ACTION: Motion was made by Vice-Chair Warren, and seconded by OSB Member Roberts to approve the May 30, 2014 Minutes of the Oversight Board Meeting, Fontana Redevelopment Successor Agency. Motion passed by vote of 3-0-2-2 (Ayes: Chair Ssenkoloto and OSB Members Warren and Roberts; Noes: 0; Absent: Brann and Mancha; Abstain: Bishop and Killian).

B. RE-ESTABLISH SUPPLEMENTAL EDUCATIONAL REVENUE AUGMENTATION FUND (SERAF) LOANS

Lisa Strong, Management Services Director, provided an overview of the history of interaction between the Fontana Redevelopment Successor Agency and the California Department of Finance and the proposed inclusion of previously denied items as part of the Recognized Obligation Payment Schedule (ROPS). Ms. Strong stated that the City had four of the loans and summarized payments made and balances owed for the loans. Ms. Strong noted that the Successor Agency had reconstructed the previously denied agreements and requested the ratification of the loans, which were included as part of the ROPS to be repaid.

ACTION: Motion was made by OSB Member Bishop, and seconded by Vice-Chair Warren to adopt Resolution No. FOB 2014-06 of the Oversight Board for the Successor Agency to the Former Fontana Redevelopment Agency approving an Agreement to Repay Loans from the Low- and Moderate-Income Housing Fund of the Former Fontana Redevelopment Agency for legally required payments to the Supplemental Education Revenue Augmentation Fund (SERAF) and making findings related thereto. Motion passed by vote of 5-0-2 (Ayes: Chair Ssenkoloto and OSB Members Warren, Roberts, Bishop and Killian; Noes: 0; Absent: Brann and Mancha).

C. (1) RESOLUTION APPROVING A RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS) 14-15B FROM JANUARY 1, 2015 THROUGH JUNE 30, 2015; (2) DETERMINE THAT THIS ACTION IS EXEMPT FROM THE CALIFORNIA ENVIRONMENTAL QUALITY ACT AND DIRECT STAFF TO FILE A NOTICE OF EXEMPTION

Lisa Strong, Management Services Director, presented a staff report on the Recognized Obligation Payment Schedule (ROPS 14-15A), and outlined the items contained in the report and its balance. Ms. Strong noted that the only new item was the inclusion of a debt service agency for the repayment of SERAF loans. Ms. Strong summarized all totals received from the State of California, noted the different entities who received a share of the funding, and provided the ultimate net amount of residual that the City received. Ms. Strong concluded by noting that the State of California was not receiving the estimated revenue that was previously expected as part of the dissolution of Redevelopment Agencies.

ACTION: Motion was made by OSB Member Bishop and seconded by OSB Member Roberts to adopt FOB Resolution No. 2014-07 approving a Recognized Obligation Payment Schedule (ROPs) 14-15B from January 1, 2015 through June 30, 2015. Motion passed by vote of 5-0-2 (Ayes: Chair Ssenkoloto, Vice-Chair Warren, and OSB Members Roberts, Bishop and Killian; Noes: 0; Absent: Brann and Mancha).

D. UPDATE ON STATE CONTROLLER'S OFFICE AUDIT

Lisa Strong, Management Services Director, provided an update on the State Controller's Office audit. Ms. Strong stated that the State Controller's Office had

performed the audit in May 2014 and had provided the City with suggestions and observations. Ms. Strong stated that the City had responded and was waiting for a final report.

E. DISTRIBUTE DEPARTMENT OF FINANCE APPROVED LONG RANGE PROPERTY MANAGEMENT PLAN (LRPMP)

David Edgar, Deputy City Manager, provided an overview and a copy of the Approved Long Range Property Management Plan (approval letter from the Department of Finance was also included) for all members of the Fontana Oversight Board. Mr. Edgar noted that the approval process was completed and added that the document had been uploaded to Dropbox (an on-line storage website) and was available for anyone who wished to review it.

F. UPDATE ON PROPERTY DISPOSITION PROCESS

David Edgar, Deputy City Manager, provided an update on the Property Disposition Process. Mr. Edgar noted that the sale process had commenced, with the first offer period ending on October 1, 2014. Mr. Edgar provided an overview of the properties that the Oversight Board was obligated to sell, as directed by the Department of Finance (DOF). Mr. Edgar noted the properties that were most likely to sell and the properties that would most likely not sell. Mr. Edgar stated that the DOF had a lengthy review period, which made the purchase period an extensive process. Mr. Edgar stated that properties that did not sell during the first offer period would go back on the market during the second offer period from December 1, 2014 through February 28, 2015. Mr. Edgar discussed the possible steps necessary if properties did not sell by that time.

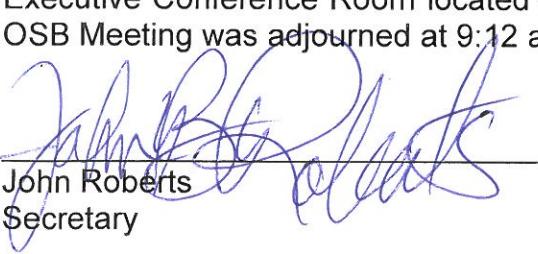
G. STAFF/BOARD MEMBER COMMUNICATION

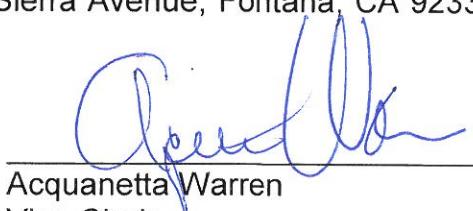
Vice-Chair Warren commended staff on the great work that had been done throughout the process of the Long Range Property Management Plan, which was approved by the Department of Finance.

OSB Member Killian announced that she had accepted a job offer with a neighboring Southern California school district and would no longer be on the Fontana Oversight Board.

ADJOURNMENT:

Chairperson Ssenkoloto announced that the next Fontana Oversight Board Meeting would be held on Friday, November 14, 2014, at 9:00 a.m. in the Fontana City Hall, Executive Conference Room located at 8353 Sierra Avenue, Fontana, CA 92335. The OSB Meeting was adjourned at 9:12 a.m.


John Roberts
Secretary


Acquanetta Warren
Vice-Chair