



MEMORANDUM
OFFICE OF THE
COUNTY EXECUTIVE OFFICE
COUNTY OF PLACER

TO: Honorable Board of Supervisors
FROM: Thomas M. Miller, County Executive Officer
By Allison Carlos, Principal Management Analyst
DATE: February 28, 2012
SUBJECT: Oversight Boards, pursuant to the Health & Safety Code Section 34179, the "Dissolution Act"

ACTION REQUESTED

1. Authorize solicitation of members of the public for Board of Supervisor appointments for Oversight Boards of Successor Agencies of former Placer County and cities' Redevelopment Agencies,
2. Direct staff to return for appointment of Board of Supervisor and public member appointees on each Oversight Board.
3. Authorize staff to submit recommendation letters to other appointing entities for members on the Oversight Board for Placer County Successor Agency (unincorporated area) as identified in this report.

BACKGROUND

Pursuant to the Health & Safety Code Section 34179 (the "Dissolution Act") Successor Agencies to former Redevelopment Agencies shall each have an Oversight Board composed of seven members. Membership composition is comprised of:

- One member from the County Board of Supervisors;
- One public member appointed by the County Board of Supervisors;
- One member appointed by the County Superintendent of Education;
- One public member appointed by the County Superintendent of Education;
- One member appointed by the Chancellor of the California Community Colleges;
- One member appointed by the largest taxing special district; and,
- One former employee from the Placer County Redevelopment Agency.

DISCUSSION

Role

The role of the Oversight Board is generally intended to supervise the activities of the Successor Agency. It has a fiduciary responsibility to holders of enforceable obligations and the taxing entities that benefit from distributions of property tax and other revenues once distributed to the former Redevelopment Agency.

The Dissolution Act requires the Oversight Board to direct the Successor Agency to determine whether contracts, agreements or other arrangements between the former Redevelopment Agency and other parties should be terminated, renegotiated to reduce the Successor Agency's liabilities and to increase net revenues to the taxing entities.

The Oversight Board membership must be completed by May 1, 2012. If seats are vacant on Oversight Boards by May 15, 2012, the Governor may appoint persons to fill positions. Additionally, the Governor may appoint any member position that remains vacant for more than 60 days.

Actions

Oversight Board actions will not be effective for three business days pending a request for review by the State Department of Finance. If the department requests a review of a given Oversight Board action, the department shall have ten days from the date of its request to approve the Oversight Board action or return it to the Oversight Board for reconsideration.

Duration

The Oversight Board shall cease to exist when all the indebtedness of the dissolved Redevelopment Agency has been repaid.

Placer County Oversight Boards

Within Placer County, five separate Oversight Boards will be formed; one for the Placer County Successor Agency (unincorporated area) and one for each of the cities of Auburn, Lincoln, Roseville, and Rocklin Successor Agencies.

Specific seats for Board of Supervisor appointment:

- County Oversight Board (3): 1 Board of Supervisor, 1 public member, and 1 former employee of the Placer County Redevelopment Agency.
- Each City Oversight Board (2): 1 Board of Supervisor, 1 public member

An immediate concern for County business is to proceed with selecting membership for the County's Oversight Board. However, staff recommends this process consider the appointment needs of the cities. We have received correspondence from the Cities of Roseville and Rocklin requesting prompt designation of Board representatives and expect to receive requests of the same need for all cities.

The Dissolution Act provides no specific guidance for how jurisdictions select Oversight Board members. Therefore, staff is recommending the following processes:

1. **For all public member seats and the former employee of the Placer County Redevelopment Agency seat**, engage a process similar to that for appointments to boards and commissions, i.e., public outreach identifying that applications are being accepted with subsequent appointments by your Board.
2. **For all Board of Supervisor member specific seats**, it is recommended appointments be made by your Board as you deem appropriate, today, or at a subsequent meeting.

3. **For other seats for the Placer County Oversight Board only**, staff submit recommendation letters to organizations for appointments as follows:
 - a. County Superintendent of Education
A letter to the County Superintendent of Education asking for consideration of appointment of Randy Hill, current Trustee for Area 3 on the Tahoe Truckee Unified School District Board, which represents Placer County's largest redevelopment area.
 - b. Chancellor of the California Community Colleges
A letter to the Chancellor of the California Community Colleges asking for consideration of appointment of Dave Ferrari current Trustee for Area 2 on the Sierra Community College District Board, the sole community college located within Placer County.
 - c. Largest Applicable Special District
A letter to the North Tahoe Public Utility District asking for consideration of appointment of it chair, Lane Lewis. The County Auditor-Controller has determined that agency as the largest special district taxing entity in the unincorporated area of the County.

ENVIRONMENTAL STATUS

The requested action is exempt from environmental review per California Environmental Quality Act review pursuant to section 15378(b) (5).

FISCAL IMPACT

The requested action has no fiscal impact.

