

**SUCCESSOR AGENCY**  
**Adopted FY2021 Operating Budget**

# **SUCCESSOR AGENCY OF THE FORMER REDEVELOPMENT AGENCY OF THE CITY OF AZUSA PROGRAM COMMENTARY**

## **PROGRAM DESCRIPTION:**

On June 29, 2011, the Governor signed ABx1 26 (the Redevelopment Agency Dissolution Bill) into law. As a result, effective February 1, 2012, all redevelopment agencies (RDAs) were dissolved, and successor agencies, as defined by the law, were required to be appointed to oversee the distribution of tax proceeds that would have been paid to the RDAs. As provided for under the new law, each former redevelopment agency is to be governed by a "Successor Agency" and an "Oversight Board". AB 1484 is a budget trailer bill that made changes to the dissolution process implemented by ABx1 26. It became effective on June 27, 2012. AB 1484 made several substantive and technical amendments to ABx1 26.

The primary role of the Successor Agency is to dispose of the former RDA's assets or properties expeditiously and in a manner aimed at maximizing values, pay all debts and fulfill all obligations of the former RDA, and to wind down redevelopment affairs. To accomplish its responsibilities, the Successor Agency will manage redevelopment projects currently underway; make payments identified on the Recognized Obligation Payment Schedules (ROPS) and dispose of redevelopment assets and properties as directed by the Oversight Board. The Oversight Board is an appointed body consisting of seven appointed members, as provided by AB x1 26. A separate agency manages the former RDA's housing assets.

The Successor Agency is responsible for drafting a ROPS and the submission for approval every six months. The ROPS must be approved by the Oversight Board and then submitted to the Los Angeles County Auditor-Controller and the State Department of Finance for final approval.

## **FY 2020-21 STRATEGIC GOALS:**

To wind down the affairs of the former RDA of the City by:

- Disposing of former RDA's assets at maximized values; and
- Administering the debt repayment of the former RDA.

## **FY 2019-20 PROGRAM HIGHLIGHTS:**

- Completed timely presentation of fiscal year 2019-20 ROPS schedule

**BUDGET UNIT:**

**SUCCESSOR AGENCY**

Acct. #	DESCRIPTION	ACTUAL 17-18	ACTUAL 18-19	REVISED 19-20	YEAR END EST 19-20	ADOPTED 20-21	VARIANCE
	<b>OPERATIONS</b>						
7030	Depreciation Expense	129,152	129,152	-	129,175	129,152	129,152
	OPERATIONS SUBTOTAL	129,152	129,152	-	129,175	129,152	129,152
8710110000	<b>ADMIN-SA</b>						
6301	Legal Fees	576	-	-	-	-	-
6315	Accounting/Auditing Services	-	-	10,000	10,000	10,000	-
6493	Outside Services & Repairs	13,765	20,694	15,000	15,000	21,412	6,412
6815	Maint & Repairs/Bldgs	1,330	1,330	-	2,000	1,500	1,500
6915	Utilities/Telephone	-	151	-	-	-	-
7045	Other Agency Contributions	207,846	184,298	150,000	175,000	190,000	40,000
	OPERATIONS SUBTOTAL	223,517	206,473	175,000	202,000	222,912	47,912
8710125000	<b>CBD-SA</b>						
6301	Legal Fees	32,670	11,573	40,000	40,000	30,000	(10,000)
7001	Interest Expense	100,990	100,990	101,000	101,000	101,000	-
7040	Contributions to Other Agencies	6,900	-	-	360,000	863,590	863,590
	SUBTOTAL	140,560	112,563	141,000	501,000	994,590	853,590
8710125283	<b>Enterprise</b>						
7040	Contributions to Other Agencies	321,432	351,615	360,000	-	-	(360,000)
	SUBTOTAL	321,432	351,615	360,000	-	-	(360,000)
8710125290	<b>Reader Board Loan</b>						
6905	Utility-Electric	7,831	5,106	9,000	9,000	5,106	(3,894)
6915	Utilities/Telephone	1,884	1,781	2,000	2,000	1,931	(69)
	SUBTOTAL	9,715	6,887	11,000	11,000	7,037	(3,963)
8710165620	<b>TAB07A Successor AG</b>						
7001	Interest Expense	23,667	-	-	-	-	-
	SUBTOTAL	23,667	-	-	-	-	-
8710165622	<b>2007B</b>						
7001	Interest Expense	86,540	-	-	-	-	-
7045	Other Agency Contributions	197	-	-	-	-	-
	SUBTOTAL	86,736	-	-	-	-	-
8710165626	<b>TAB08B HSNG-SA</b>						
6610	Bond Administration	1,400	2,900	2,900	-	-	(2,900)
	SUBTOTAL	1,400	2,900	2,900	-	-	(2,900)
8710165628	<b>2014A</b>						
6610	Bond Administration	4,350	4,650	4,400	4,400	4,500	100
7001	Interest Expense	338,209	281,463	316,000	316,000	239,550	(76,450)
7005	Principal Payments	-	-	780,000	780,000	820,000	40,000
	SUBTOTAL	342,559	286,113	1,100,400	1,100,400	1,064,050	(36,350)
8710165630	<b>2015A</b>						
6610	Bond Administration	1,850	3,100	3,500	3,500	3,200	(300)
7001	Interest Expense	593,348	535,337	505,000	505,000	593,100	88,100
	SUBTOTAL	595,198	538,437	508,500	508,500	596,300	87,800
8710165632	<b>2015B</b>						
6610	Bond Administration	-	1,250	3,500	3,500	1,750	(1,750)
7001	Interest Expense	723,059	636,755	712,000	712,000	704,000	(8,000)
7005	Principal Payments	-	-	330,000	330,000	330,000	-
	SUBTOTAL	723,059	638,005	1,045,500	1,045,500	1,035,750	(9,750)
8710165634	<b>2017A</b>						
6610	Bond Administration	2,709	3,350	3,500	3,500	3,400	(100)
6611	Bond Issuance Expense	51,224	-	-	-	-	-
7001	Interest Expense	91,818	109,419	78,000	78,000	75,620	(2,380)
7005	Principal Payments	-	-	675,000	675,000	690,000	15,000
7040	Contributions to Other Agencies	-	7,519	-	-	-	-
	SUBTOTAL	145,752	120,287	756,500	756,500	769,020	12,520

**BUDGET UNIT:****SUCCESSOR AGENCY**

<b>Acct. #</b>	<b>DESCRIPTION</b>	<b>ACTUAL 17-18</b>	<b>ACTUAL 18-19</b>	<b>REVISED 19-20</b>	<b>YEAR END EST 19-20</b>	<b>ADOPTED 20-21</b>	<b>VARIANCE</b>
8710165636	<b>2017B</b>						
6610	Bond Administration	4,641	2,700	3,500	3,500	2,800	(700)
6611	Bond Issuance Expense	52,757	-	-	-	-	
7001	Interest Expense	62,267	88,830	-	85,000	80,225	80,225
7005	Principal Payments	-	-	205,000	205,000	210,000	5,000
7040	Contributions to Other Agencies	-	6,916	-	-	-	-
	<b>SUBTOTAL</b>	<b>119,664</b>	<b>98,446</b>	<b>293,500</b>	<b>293,500</b>	<b>293,025</b>	<b>(476)</b>
	<b>SUCCESSOR AGENCY FUNDS TOTAL:</b>	<b>2,733,259</b>	<b>2,361,726</b>	<b>4,394,300</b>	<b>4,547,575</b>	<b>5,111,836</b>	<b>588,384</b>