

# Agenda Report

September 26, 2011

**TO:** Pasadena Community Development Commission

**FROM:** Michael J. Beck, Chief Executive Officer

**SUBJECT: PASADENA COMMUNITY DEVELOPMENT COMMISSION (PCDC)  
PRELIMINARY DRAFT OF THE INITIAL RECOGNIZED OBLIGATION  
PAYMENT SCHEDULE**

## **RECOMMENDATION:**

It is recommended, that the PCDC take the following actions:

1. Adopt a Resolution approving the preliminary draft of the initial recognized obligation payment schedule (the Preliminary Draft IROPS) pursuant to Health and Safety Code Section 34169(h);
2. Authorize the Chief Executive Officer to make such payments on behalf of the PCDC utilizing available PCDC revenues, including, but not limited to, newly received tax increment proceeds.

## **BACKGROUND:**

On August 8, 2011, the City Council took actions to ensure the continued existence of the PCDC. Specifically, Council held first reading of an "Opt-In" ordinance to participate in the Voluntary Alternative Redevelopment Program permitted under Assembly Bill 27 (AB 27) at an estimated cost of \$6.6 million for FY 2012 and \$1.5 million for FY 2013. On August 11, 2011, PCDC appealed the "Opt-In" amounts to the State Department of Finance.

On August 11, 2011, the California Supreme Court issued a Stay (Stay) in the litigation action, California Redevelopment Association v. Matosantos (S194861), which challenges the constitutionality of AB 26 and AB 27. The effect of the Stay is to preserve the status quo by authorizing Redevelopment Agencies (RDAs) to perform under "existing obligations" as defined by the statute while preventing RDAs from undertaking new debt or making new commitments, among other things, pending the Supreme Court's decision on the merits of petitioners' claims that AB 26 and AB 27 violate the State Constitution and Proposition 22. In an attempt to clarify ambiguous language, the Court modified the Stay on August 17.

The August 17 modifications revived portions of the previously Stayed statutory scheme that require actions be taken by RDAs, cities and the state during the period before January 15, 2012, by which time the Court intends to have rendered its decision. These actions include the adoption of an Enforceable Obligation Payment Schedule (EOPS) that shows all of PCDC's obligations covering the period from August 2011 through December 2011 under AB 26. On September 12, 2011, PCDC adopted the EOPS. The next step as mandated by the Court's Stay is for PCDC to adopt a preliminary draft of the initial recognized obligation payment schedule (Preliminary Draft IROPS). Although similar to an EOPS, the Preliminary Draft IROPS covers a different time period than the EOPS. The Preliminary Draft IROPS time period is from January 2012 through June 2012.

The City's attorneys have advised that the PCDC should adopt a resolution approving the Preliminary Draft IROPS subject to full reservation of rights under the Stay, to preserve all rights to make payments and perform enforceable obligations associated with PCDC's projects until the Supreme Court makes further modifications to the Stay or makes its final determination in the underlying litigation action.

Staff has prepared the Preliminary Draft IROPS to set forth all of the Agency's obligations covering the time period from January 2012 through June 2012 that are determined to be enforceable obligations under Section 34167(d). Staff recommends that PCDC adopt the attached Resolution and the accompanying Preliminary Draft IROPS to provide PCDC additional protection in performing its enforceable obligations, including enforcing existing covenants and making payments thereunder.

The total amount of debt due this fiscal year by project area is shown on the following table:

Orange Grove	\$609,894
Downtown	\$24,944,746
Fair Oaks (Combined)	\$2,585,229
Villa Parke	\$4,060,348
Old Pasadena	\$10,991,064
Lake Washington	\$1,960,414
Lincoln Avenue	\$1,183,191

**COUNCIL POLICY CONSIDERATION:**

The actions proposed by way of this report are intended to further safeguard the City/PCDC's ability to utilize tax increment financing for economic development purposes, regardless of the outcome of litigation surrounding AB 26 and AB 27. As such this action is consistent with the City Council Strategic Plan Goal to Maintain Fiscal Responsibility and Stability.

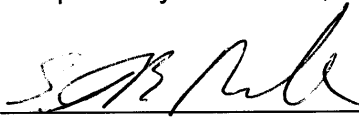
**ENVIRONMENTAL ANALYSIS:**

Under the CEQA Guidelines Article 5 (Section 15061 (b) (3) describes the "general rule." The general rule states that CEQA applies only to projects which have the potential for causing a significant effect on the environment. In this case, adopting the Preliminary Draft IROPS does not have the potential of impacting the environment.

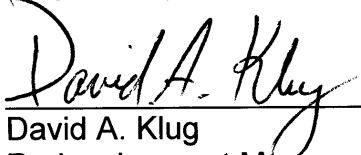
**FISCAL IMPACT:**

There is no fiscal impact as a result of this action and will not have any indirect or support cost requirements. The anticipated impact to other operational programs or capital projects as a result of this action will be none.

Respectfully submitted,

  
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s/ MICHAEL J. BECK  
Chief Executive Officer

Prepared by:

  
\_\_\_\_\_  
David A. Klug  
Redevelopment Manager

Concurred by:

  
\_\_\_\_\_  
Andrew Green  
Commission Treasurer

Approved by:

  
\_\_\_\_\_  
STEVE MERMELL  
Assistant City Manager

Attachments:

Attachment A – Preliminary Draft IROPS





**PRELIMINARY DRAFT OF THE INITIAL RECOGNIZED OBLIGATION PAYMENT SCHEDULE**

Per AB 26 - Section 34169 (h)\*

**ENFORCEABLE OBLIGATION PAYMENT SCHEDULE**

Per AB 26 - Section 34167 and 34169 (\*)

Project Name / Debt Obligation	Payee	Description	Total Outstanding Debt or Obligation	Total Due During Fiscal Year	Payments by month												Subtotal (Jan-Jun)	Total Payment for FY12
					Subtotal (Aug-Dec)	Jan	Feb	Mar	Apr	May	Jun							
1) Advance from City - 1981	City General Fund	Promissory Note Reso. No. 4223-3-10/27/1981	2,107,935	105,397	0	61,482	8,783	8,783	8,783	8,783	8,783	8,783	8,783	8,783	8,783	105,397	105,397	
2) AB 1735 1987-1988	City General Fund	AB 1735 1987-1988	4,362	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
3) Housing Set-Aside (Footnote 1)	Housing Trust Fund	Housing Fund Expenditures	1,925,833	84,367	25,310	12,512	8,918	25	16,992	13,727	6,884	59,058	0	0	0	84,368	84,368	
4) County of LA Admin Fee SB 2557	County General Fund	County Admin Charge per 2557	96,292	4,218	4,218	0	0	0	0	0	0	0	0	0	0	4,218	4,218	
5) Admin due City	City General Fund	Agency Staffing Costs paid from Fair Oaks Annex	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
6) Tax Allocation, Series 2006	Bond Holders	Tax Allocation Bonds	2,514,595	227,920	0	45,430	0	0	0	0	0	182,490	0	0	0	227,920	227,920	
7) Statutory Pass-Throughs	Taxing Agencies	Per HSC 33607.7	1,323,557	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
8) Prior Year Statutory Pass-Throughs	Taxing Agencies	Per HSC 33607.7	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
9) AB 1X 27 State Pmt	City General Fund	Voluntary Opt-In Payment	355,886	97,436	0	0	0	0	0	97,436	0	0	0	0	0	97,436	97,436	
10)					0	0	0	0	0	0	0	0	0	0	0	0	0	
11)					0	0	0	0	0	0	0	0	0	0	0	0	0	
12)					0	0	0	0	0	0	0	0	0	0	0	0	0	
13)					0	0	0	0	0	0	0	0	0	0	0	0	0	
14)					0	0	0	0	0	0	0	0	0	0	0	0	0	
15)					0	0	0	0	0	0	0	0	0	0	0	0	0	
16)					0	0	0	0	0	0	0	0	0	0	0	0	0	
17)					0	0	0	0	0	0	0	0	0	0	0	0	0	
18) Footnote 1:																		
19)	Please note a portion of the indebtedness noted below is paid by Low and Moderate Housing Fund tax increment received as Housing Set-Aside from this project area.																	
20)	• Tax Allocation Bond 2006. The total outstanding balance as of beginning FY 2012 is \$1,135,381.																	
21)	• Two "HELP" loans from the California Housing Finance Agency. The total outstanding balance on these two loans as of beginning FY 2012 is \$1,989,695.																	
22)	• Acquisition, Disposition, Development & Loan Agreement No. 20.635 between the City and National CORE (housing developer) dated 4/14/11 pursuant to which the City is obligated to make a \$2,600,000 loan or tax increment housing funds for the Mar Vista Union housing project. As of September 1, 2011, loan proceeds in the amount of \$1,318,602.19 have been disbursed, resulting in a balance of \$1,281,397.81 available for the project.																	
<b>Totals - This Page</b>			<b>8,328,460</b>	<b>519,338</b>	<b>29,528</b>	<b>119,424</b>	<b>17,701</b>	<b>8,808</b>	<b>25,775</b>	<b>119,946</b>	<b>198,157</b>	<b>489,811</b>	<b>489,811</b>	<b>519,338</b>	<b>519,338</b>			

**PRELIMINARY DRAFT OF THE INITIAL RECOGNIZED OBLIGATION PAYMENT SCHEDULE**  
**Per AB 26 - Section 34169 (h)\***

**ENFORCEABLE OBLIGATION PAYMENT SCHEDULE**  
**Per AB 26 - Section 34167 and 34169 (\*)**

Project Name / Debt Obligation	Payee	Description	Total Outstanding Debt or Obligation	Total Due During Fiscal Year	Payments by month												Subtotal (Jan - Jun)	Total Payment for FY12
					Subtotal (Aug - Dec)	Jan	Feb	Mar	Apr	May	Jun							
1) Advance from City - 1987	City General Fund	Promissory Note Reso. 5730.6/08/1987	781,997	39,100	0	22,808	3,258	3,258	3,258	3,258	3,258	3,258	3,258	3,258	3,258	39,098	39,098	
2) Advance from City - 1988	City General Fund	Promissory Note Reso. 5993.6/27/1988	1,512,638	75,632	0	44,119	6,303	6,303	6,303	6,303	6,303	6,303	6,303	6,303	6,303	75,634	75,634	
3) Advance from City - 1990	City General Fund	Promissory Note Reimbursement Agmt Reso. 6614	3,871,241	193,562	0	112,911	16,130	16,130	16,130	16,130	16,130	16,130	16,130	16,130	16,130	193,561	193,561	
4) County of LA Admin Fee SB 2557	County General Fund	County Admin Charge per SB 2557	164,153	4,788	0	1,910	785	80	1,271	196	546	196	4,788	196	4,788	4,788	4,788	
5) Housing Set-Aside (Footnote 1)	Housing Fund	Housing Fund Expenditures	3,283,060	95,754	0	38,187	15,704	1,599	25,423	10,926	3,916	95,755	3,916	95,755	3,916	95,755	95,755	
6) Admin Costs	City General Fund	Agency Staff and Services	1,767,824	63,646	25,000	12,127	5,304	5,304	5,304	5,304	5,304	5,304	5,304	5,304	5,304	63,647	63,647	
7) Advance from City 1995	City General Fund	Promissory Note Reimbursement Agmt No. 15,584	3,642,747	182,137	0	106,247	15,178	15,178	15,178	15,178	15,178	15,178	15,178	15,178	15,178	182,137	182,137	
8) Advance from City 1996 - COP 96	City General Fund	Promissory Note 1995 COP Advance	1,791,882	296,647	0	174,211	24,887	24,887	24,887	24,887	24,887	24,887	24,887	24,887	24,887	296,646	296,646	
9) Advance from City 1996	City General Fund	Promissory Note Reimbursement Agmt No. 16,282	9,521,106	476,055	0	277,699	39,671	39,671	39,671	39,671	39,671	39,671	39,671	39,671	39,671	476,054	476,054	
10) Statutory Pass-Throughs	Taxing Agencies	Per HSC 33607.7	1,615,838	12,363	0	4,838	2,031	207	3,288	1,413	507	12,364	507	12,364	507	12,364	12,364	
11) Prior Year Statutory Pass-Throughs	Taxing Agencies	Per HSC 33607.7	12,365	12,365	0	12,365	0	0	0	0	0	0	0	0	0	12,365	12,365	
12) AB 1X 27 State Pmt.	City General Fund	Voluntary Opt-In Payment	947,205	185,218	0	0	0	0	0	0	0	0	0	0	0	185,218	185,218	
13) Advance from City	City General Fund	Reimbursement Agreement Reso. 5151 and Contract Agmt. #12408	5,786,540	289,327	0	168,774	24,111	24,111	24,111	24,111	24,111	24,111	24,111	24,111	24,111	289,329	289,329	
14) Advance from City	City General Fund	Reimbursement Agreement #15583	2,745,531	137,277	0	80,078	11,440	11,440	11,440	11,440	11,440	11,440	11,440	11,440	11,440	137,278	137,278	
15)			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
16)			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
17) Footnote 1:			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
18) Please note a portion of the indebtedness noted below is paid by Low and Moderate Housing Fund tax increment received as Housing Set-Aside from this project area.			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
19) * Tax Allocation Bond 2006. The total outstanding balance as of beginning FY 2012 is \$1,135,381.			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
20) * Two "HELP" loans from the California Housing Finance Agency. The total outstanding balance on these two loans as of beginning FY 2012 is \$1,989,695.			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
* Acquisition, Disposition, Development & Loan Agreement No. 20.635 between the City and National CORE (housing developer) dated 4/14/11 pursuant to which the City is obligated to make a \$2,600,000 loan of tax increment housing funds for the Mar Vista Union housing project. As of September 1, 2011, loan proceeds in the amount of \$1,318,602.19 have been disbursed, resulting in a balance of \$1,281,397.81 available for the project.			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
21) Totals - This Page			37,444,127	2,065,891	25,000	1,056,374	164,802	148,168	176,264	344,385	150,901	2,040,894	150,901	2,040,894	150,901	2,065,894	2,065,894	

**PRELIMINARY DRAFT OF THE INITIAL RECOGNIZED OBLIGATION PAYMENT SCHEDULE**  
 Per AB 26 - Section 34169 (h)\*

**ENFORCEABLE OBLIGATION PAYMENT SCHEDULE**  
 Per AB 26 - Section 34167 and 34169 (\*)

Project Name / Debt Obligation	Payee	Description	Total Outstanding Debt or Obligation	Total Due During Fiscal Year	Payments by month												Total Payment for FY12
					Surplus (Aug - Dec)	Jan	Feb	Mar	Apr	May	Jun	Surplus (Jan - Jun)					
1) Reimbursement Agreement	City General Fund	Reimbursement Agreement No. 13777 4/0	29,638,009	1,481,900	0	864,442	123,492	123,492	123,492	123,492	123,492	123,492	123,492	123,492	123,492	1,481,902	1,481,902
2) Admi Fee Count of LA SB 2559	County General Fund	County Admin Charge per SB 2557	436,004	16,490	0	7,036	1,446	4,312	2,792	4,312	2,792	4,312	2,792	4,312	2,792	16,490	16,490
3) Housing Set-Aside (Footnote 1)	Housing Fund Expenditure	Housing Fund Expenditures	8,720,081	329,799	98,940	41,786	28,923	86,242	18,040	86,242	55,835	18,040	86,242	55,835	18,040	329,799	329,799
4) Administrative Cost due City	City General Fund	Agency Staffing Costs	785,906	113,893	45,000	21,438	9,491	9,491	9,491	9,491	9,491	9,491	9,491	9,491	9,491	113,893	113,893
5) Advance - City COP 96	City General Fund	Promissory Note (1996 COP Advance)	323,026	40,378	0	0	0	0	0	0	0	0	0	0	0	40,378	40,378
6) Tax Allocation Refund Bond 21	Bond Holders	Tax Allocation Bonds 2000	582,000	194,278	16,639	0	0	0	0	0	0	0	0	0	177,639	194,278	194,278
7) Tax Allocation Refund Bond 200	Bond Holders	Tax Allocation Bonds 2006	305,290	102,330	6,165	0	0	0	0	0	0	0	0	0	96,165	102,330	102,330
8) Statutory Pass-Throughs	Taxing Agencies	Per HSC 33607.7	7,729,191	151,155	0	64,498	13,256	39,527	15	25,591	25,591	8,268	39,527	25,591	8,268	151,155	151,155
9) Prior Year Statutory Pass-Throughs	Taxing Agencies	Per HSC 33607.7	110,831	110,831	0	110,831	0	0	0	0	0	0	0	0	0	110,831	110,831
10) AB 1X 27 State Pmt	City General Fund	Voluntary Opt-In Payment	1,800,964	1,519,294	0	1,000,000	0	0	0	519,294	0	0	0	0	0	1,519,294	1,519,294
11)					0	0	0	0	0	0	0	0	0	0	0	0	0
12)					0	0	0	0	0	0	0	0	0	0	0	0	0
13)					0	0	0	0	0	0	0	0	0	0	0	0	0
14)					0	0	0	0	0	0	0	0	0	0	0	0	0
15)					0	0	0	0	0	0	0	0	0	0	0	0	0
16)					0	0	0	0	0	0	0	0	0	0	0	0	0
17)					0	0	0	0	0	0	0	0	0	0	0	0	0
18)					0	0	0	0	0	0	0	0	0	0	0	0	0
19)					0	0	0	0	0	0	0	0	0	0	0	0	0
20)					0	0	0	0	0	0	0	0	0	0	0	0	0
21)					0	0	0	0	0	0	0	0	0	0	0	0	0
22)					0	0	0	0	0	0	0	0	0	0	0	0	0
Totals - This Page			50,431,302	4,060,348	166,744	2,110,031	176,608	133,033	263,064	736,495	474,375	3,893,606	4,060,350				

Footnote 1:  
 Please note a portion of the indebtedness noted below is paid by Low and Moderate Housing Fund tax increment received as Housing Set-Aside from this project area.  
 \* Tax Allocation Bond 2006. The total outstanding balance as of beginning FY 2012 is \$1,135,381.  
 \* Two "HELIP" loans from the California Housing Finance Agency. The total outstanding balance on these two loans as of beginning FY 2012 is \$1,989,695.  
 \* Acquisition, Disposition, Development & Loan Agreement No. 20,635 between the City and National CORE (housing development) dated 4/14/11 pursuant to which the City is obligated to make a \$2,600,000 loan of tax increment housing funds for the Mar Vista Union housing project. As of September 1, 2011, loan proceeds in the amount of \$1,318,602.19 have been disbursed, resulting in a balance of \$1,281,397.81 available for the project.





**PRELIMINARY DRAFT OF THE INITIAL RECOGNIZED OBLIGATION PAYMENT SCHEDULE**  
 Per AB 26 - Section 34167 and 34169 (\*)

**ENFORCEABLE OBLIGATION PAYMENT SCHEDULE**  
 Per AB 26 - Section 34167 and 34169 (\*)

Project Name / Debt Obligation	Payee	Description	Total Outstanding Debt or Obligation	Total Due During Fiscal Year	Subtotal (Aug - Dec)	Payments by month												Subtotal (Jan - Jun)	Total Payment for FY12
						Jan	Feb	Mar	Apr	May	Jun								
1) Advance from City 1987	City General Fund	Promissory Note Resolution #5789 6/8/1987	274,995	13,750	0	8,021	1,146	1,146	1,146	1,146	1,146	1,146	1,146	1,146	1,146	13,751	13,751		
2) City of Pasadena 1984	City General Fund	Cooperation Agmt #1162 8/28/83 and Contract Amendment #12554	21,315,822	1,065,791	0	621,711	88,816	88,816	88,816	88,816	88,816	88,816	88,816	88,816	88,816	1,065,791	1,065,791		
3) Admin Fee County of LA SB 25	County General Fund	County Admin Charges per SB 2557	369,997	4,227	0	2,466	352	352	352	352	352	352	352	352	352	4,226	4,226		
4) Housing Set-Aside (Footnote 1)	Housing Fund	Housing Fund Expenditures	6,629,667	84,532	25,360	12,102	6,363	289	22,341	9,855	8,223	8,223	8,223	8,223	8,223	59,173	84,533		
5) Admin due City	City General Fund	Agency Staffing Costs	625,308	26,798	10,000	5,632	2,233	2,233	2,233	2,233	2,233	2,233	2,233	2,233	22,954	26,797			
6) Advance - City COP 96	City General Fund	Promissory Note 1996 COP Advance	114,772	22,954	0	12,468									22,954	22,954			
7) Tax Allocation Series 2006	Bond Holders	Tax Allocation Bonds 2006	645,443	93,465	0	6,192									80,968	93,466			
8) Statutory Pass-Throughs	Taxing Agencies	Per HSC 33607.7	3,458,086	13,972	0	6,192									13,973	13,973			
9) Prior Year Statutory Pass-Thro	Taxing Agencies	Per HSC 33607.7	5,108	5,108	0	5,108									5,108	5,108			
10) AB 1X 27 State Pmt	City General Fund	Voluntary Opt-In Payment	869,576	629,817	0	30,000									629,817	629,817			
11)					0										0	0			
12)					0										0	0			
13)					0										0	0			
14)					0										0	0			
15)					0										0	0			
16)					0										0	0			
17)					0										0	0			
18) Footnote 1:					0										0	0			
19) Please note a portion of the indebtedness noted below is paid by Low and Moderate Housing Fund tax increment received as Housing Set-Aside from this project area.					0										0	0			
20) * Tax Allocation Bond 2006: The total outstanding balance as of beginning FY 2012 is \$1,135,381.					0										0	0			
21) * Two "HELP" loans from the California Housing Finance Agency. The total outstanding balance on these two loans as of beginning FY 2012 is \$1,989,695.					0										0	0			
22) * Acquisition, Disposition, Development & Loan Agreement No. 20-635 between the City and National CORE (housing developer) dated 4/14/11 pursuant to which the City is obligated to make a \$2,600,000 loan of tax increment housing funds for the Mar Vista Union housing project. As of September 1, 2011, loan proceeds in the amount of \$1,318,602.19 have been disbursed, resulting in a balance of \$1,281,397.81 available for the project.					0										0	0			
Totals - This Page			34,311,774	1,960,414	35,360	703,700	99,962	92,884	118,581	703,848	206,081	1,925,056	1,960,416						

**ENFORCEABLE OBLIGATION PAYMENT SCHEDULE**  
 Per AB 26 - Section 34167 and 34169 (\*)

**PRELIMINARY DRAFT OF THE INITIAL RECOGNIZED OBLIGATION PAYMENT SCHEDULE**  
 Per AB 26 - Section 34169 (h)\*

Project Name / Debt Obligation	Payee	Description	Total Outstanding Debt or Obligation	Total Due During Fiscal Year	Payments by month												Subtotal (Jan - Jun)	Total Payment for FY12
					Subtotal (Aug - Dec)	Jan	Feb	Mar	Apr	May	Jun							
1) Advance from City 1987	City General Fund	Promissory Note Reso. #5790 6/0/08/1987	781,997	39,100	0	22,808	3,258	3,258	3,258	3,258	3,258	3,258	3,258	3,258	3,258	39,098	39,098	
2) Advance from City 1988	City General Fund	Promissory Note Sale Agmt. #13541 7/27/1988	6,161,911	308,096	0	179,723	25,675	25,675	25,675	25,675	25,675	25,675	25,675	25,675	25,675	308,096	308,096	
3) Advance from City 1988	City General Fund	Promissory Note Reso. #5997 6/27/1988	454,914	22,746	0	13,269	1,896	1,896	1,896	1,896	1,896	1,896	1,896	1,896	1,896	22,749	22,749	
4) Advance from City 1990	City General Fund	Promissory Note Reimbursement Agmt. #14563 12/	2,679,882	133,991	0	78,161	11,166	11,166	11,166	11,166	11,166	11,166	11,166	11,166	11,166	133,991	133,991	
5) Admin Fee County of LA SB 251	County General Fund	County Admin Fees per SB 2557	102,613	3,116	0	1,204	406	406	406	406	406	406	406	406	406	3,116	3,116	
6) Housing Set-Aside (Footnote 1)	Housing Fund	Housing Fund Expenditures	2,052,261	62,311	0	24,083	8,121	8,121	8,121	8,121	8,121	8,121	8,121	8,121	8,121	62,311	62,311	
7) Admin due City	City General Fund	Agency Staffing Costs	556,268	20,099	10,000	1,724	1,675	1,675	1,675	1,675	1,675	1,675	1,675	1,675	1,675	10,099	20,099	
8) Statutory Pass-Throughs	City General Fund	Agency Staffing Costs	770,300	1,675	0	647	218	396	6	150	258	1,675	1,675	1,675	1,675	1,675	1,675	
9) Prior Year Statutory Pass-Through	City General Fund	Voluntary Opt-In Payment	594,894	592,057	0	150,000	0	0	0	0	0	0	0	0	0	592,057	592,057	
10) AB 1X 27 State Pmt	City General Fund	Voluntary Opt-In Payment	594,894	592,057	0	150,000	0	0	0	0	0	0	0	0	0	592,057	592,057	
11)					0													
12)					0													
13)					0													
14)					0													
15)					0													
16)					0													
17)					0													
18) Footnote 1:					0													
19) Please note a portion of the indebtedness noted below is paid by Low and Moderate Housing Fund tax increment received as Housing Set-Aside from this project area.					0													
20) * Tax Allocation Bond 2006. The total outstanding balance as of beginning FY 2012 is \$1,135,381.					0													
21) * Two "HELP" loans from the California Housing Finance Agency. The total outstanding balance on these two loans as of beginning FY 2012 is \$1,989,695.					0													
22) * Acquisition, Disposition, Development & Loan Agreement No. 20 635 between the City and National CORE (housing developer) dated 4/14/11 pursuant to which the City is obligated to make a \$2,600,000 loan of tax increment housing funds for the Mar Vista Union housing project. As of September 1, 2011, loan proceeds in the amount of \$1,316,602.19 have been disbursed, resulting in a balance of \$1,281,397.81 available for the project.					0													
<b>Totals - This Page</b>			14,157,040	1,183,191	10,000	471,619	52,415	43,900	59,522	491,741	53,997	1,173,194	1,183,194	1,183,194				

**RESOLUTION NO. \_\_\_\_\_**

**A RESOLUTION OF THE PASADENA COMMUNITY DEVELOPMENT COMMISSION  
ADOPTING PRELIMINARY DRAFT INITIAL RECOGNIZED OBLIGATION  
PAYMENT SCHEDULE PURSUANT TO HEALTH AND SAFETY CODE SECTION  
34169(h).**

**WHEREAS**, the Pasadena Community Development Commission (“Commission”) is a redevelopment agency formed, existing and exercising its powers pursuant to California Community Redevelopment Law, Health and Safety Code Section 33000 *et seq.* (“CRL”);

**WHEREAS**, pursuant to subdivision (g) of Section 34169(h) of the CRL (enacted pursuant to Assembly Bill x1 26), the Commission is required to adopt a Preliminary Draft Initial Recognized Obligation Payment Schedule that lists all of the obligations that are “enforceable obligations” within the meaning of subdivision (d) of Section 34167 of the CRL and which includes the following information about each such obligation:

(A) The project name associated with the obligation.

(B) The payee.

(C) A short description of the nature of the work, product, service, facility, or other thing of value for which payment is to be made.

(D) The amount of payments obligated to be made, by month, from January 2012 through June 2011;

**WHEREAS**, a Preliminary Draft Initial Recognized Obligation Payment Schedule (“Preliminary Draft IROPS”), a copy of which is attached, has been presented to the Commission, the Commission is familiar with the contents thereof, and the Executive Director has recommended approval of said Schedule subject to the contingencies and reservation of rights set forth in this Resolution;

**WHEREAS**, the Commission understands and believes that an action challenging the constitutionality of Assembly Bill x1 26 and Assembly Bill x1 27 has been filed on behalf of cities, counties and redevelopment agencies;

**WHEREAS**, the Commission reserves the right to challenge the legality of Assembly Bill x1 26 and Assembly Bill x1 27;

**WHEREAS**, the Commission reserves the right to amend the Schedule;

**WHEREAS**, in adopting the Schedule, the Commission does not intend to waive, nor shall the Commission be deemed to have waived any rights the Commission or its successor may have pursuant to or in connection with any obligation listed on such Schedule, including without limitation, the right to modify, amend, terminate or challenge any obligation listed on such Schedule;

**09/26/2011**

**Item 2**

**NOW, THEREFORE, BE IT RESOLVED BY THE PASADENA COMMUNITY DEVELOPMENT COMMISSION** that it hereby:

1. Finds that the Recitals set forth above are true and correct, and are incorporated herein by reference.
2. Adopts the Preliminary Draft IROPS attached hereto, subject to all reservations of rights and contingencies set forth above.
3. Authorizes the Commission's Executive Director or designee to take all actions necessary to implement this Resolution, including without limitation, the posting of this Resolution and the Preliminary Draft IROPS on the City of Pasadena's website, and the provision of notice of adoption of this Resolution and such Schedule to the County Auditor-Controller, the State Controller and the State Department of Finance.
4. Declares that if any provision, sentence, clause, section or part of this Resolution is found to be unconstitutional, illegal or invalid, such finding shall affect only such provision, sentence, clause, section or part, and shall not affect or impair any of the remaining parts.

ADOPTED by the Pasadena Community Development Commission at a meeting held on the \_\_\_ day of \_\_\_\_\_, 2011, by the following vote:

AYES:

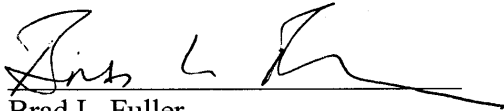
NOES:

ABSENT:

ABSTAIN:

\_\_\_\_\_  
MARK JOMSKY  
Secretary

APPROVED AS TO FORM:



Brad L. Fuller  
Assistant General Counsel