

**RESOLUTION OB NO. 2012-05**

**A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF INDIAN WELLS, CALIFORNIA, APPROVING THE SUCCESSOR AGENCY'S ADMINISTRATIVE BUDGET PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177(j)**

**WHEREAS**, pursuant to Health and Safety Code section 34173(d), the City of Indian Wells (the "Successor Agency") is the successor agency to the Indian Wells Redevelopment Agency (the "Agency"), confirmed by Resolution No. 2012-03 adopted on January 12, 2012; and

**WHEREAS**, pursuant to Health and Safety Code section 34179(a), the Oversight Board is the Successor Agency's oversight board; and

**WHEREAS**, Health and Safety Code section 34177(j), as modified by the Supreme Court opinion in *California Redevelopment Association, et al. v. Ana Matosantos, et al.*, Case No. S194861, requires the Successor Agency to prepare a proposed administrative budget for the time period from February 1, 2012, through June 30, 2012 (the "Initial Administrative Budget"), and submit it to the Oversight Board for the Oversight Board's approval; and

**WHEREAS**, Health and Safety Code section 34177(j), requires the Successor Agency to prepare a proposed administrative budget for the time period from July 1, 2012 through December 31, 2012 (the "Administrative Budget"), and submit it to the Oversight Board for the Oversight Board's approval; and

**WHEREAS**, the Successor Agency has submitted the Administrative Budget to the Oversight Board.

**NOW, THEREFORE, THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE INDIAN WELLS REDEVELOPMENT AGENCY DOES HEREBY RESOLVE AS FOLLOWS:**

**SECTION 1. Recitals.** The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference.

**SECTION 2. CEQA Compliance.** The approval of the Administrative Budget through this Resolution does not commit the Oversight Board to any action that may have a significant effect on the environment. As a result, such action does not constitute a project subject to the requirements of the California Environmental Quality Act. The City Clerk of the City of Indian Wells, acting on behalf of the Oversight Board, is authorized and directed to file a Notice of Exemption with the appropriate official of the County of Riverside, California, within five (5) days following the date of adoption of this Resolution.

**SECTION 3. Approval of the Initial Administrative Budget.** The Oversight Board hereby approves and adopts the Initial Administrative Budget for the period of February 1, 2012 through June 30, 2012, in substantially the form attached to this Resolution as Exhibit "A", pursuant to Health and Safety Code Section 34177.

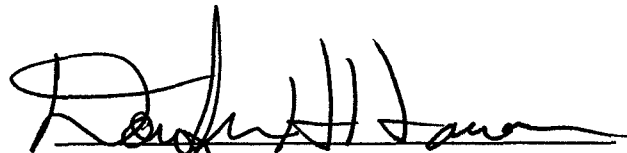
**SECTION 4. Approval of the Administrative Budget.** The Oversight Board hereby approves and adopts the Administrative Budget for the period of July 1, 2012 through December 31, 2012, in substantially the form attached to this Resolution as Exhibit "B", pursuant to Health and Safety Code Section 34177.

**SECTION 5. Severability.** If any provision of this Resolution or the application of any such provision to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of this Resolution that can be given effect without the invalid provision or application, and to this end the provisions of this Resolution are severable. The Oversight Board declares that the Oversight Board would have adopted this Resolution irrespective of the invalidity of any particular portion of this Resolution.

**SECTION 6. Certification.** The City Clerk of the City of Indian Wells, acting on behalf of the Oversight Board as its Secretary, shall certify to the adoption of this Resolution.

**SECTION 7. Effective Date.** Pursuant to Health and Safety Code section 34179(h), all actions taken by the Oversight Board may be reviewed by the State of California Department of Finance, and, therefore, this Resolution shall not be effective for three (3) business days, pending a request for review by the State of California Department of Finance.

**PASSED, APPROVED AND ADOPTED THIS** by the Oversight Board of the Successor Agency to the Indian Wells Redevelopment Agency, at a special meeting held on this 9<sup>th</sup> day of April, 2012.

  
**DOUGLAS H. HANSON**  
**CHAIRMAN**

**EXHIBIT "A"**

**Administrative Costs Allowance Exhibit  
 Based on Budgeted Expenditures for FY 2012/13**

To Allocate Citywide Support Services to Successor Agency Administrative Budget  
 Methodology based on Federal Circular OMB A-87 - Citywide Single Step-down Indirect Cost Allocation Plan  
 Allocation to departments is based on Relative Budget Size and allocated in a fair and equitable method

Citywide Support Service Departments	City Budget Fiscal Year 2012/13	Indirect Cost allocation to Successor Agency (%)	Indirect Cost allocation to Successor Agency (\$)	% Allocation of Total
City Council	324,983	9.382%	30,489	7.4%
City Manager	618,191	9.382%	57,997	14.1%
Personnel	70,265	9.382%	6,592	1.6%
Risk Management	641,665	9.382%	60,199	14.7%
City Clerk	285,622	9.382%	26,796	6.5%
Attorney	420,120	9.382%	39,414	9.6%
Finance	767,981	9.382%	72,050	17.5%
Central Service	199,150	9.382%	18,684	4.6%
Tech Services	547,098	9.382%	51,327	12.5%
PW Director	501,068	9.382%	47,009	11.4%
<b>Total</b>	<b>4,376,143</b>	<b>9.382%</b>	<b>410,556</b>	<b>100.0%</b>

**Costs allocated include the following:**

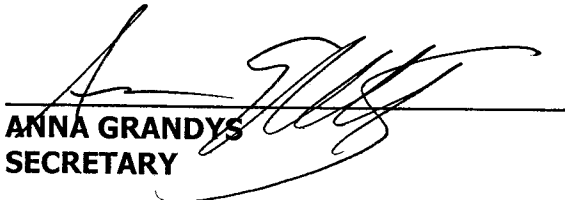
Cost Category	City Budget	Indirect Cost Allocation (%)	Indirect Cost Allocation (\$)	% of Total
Citywide Administrative Salaries and benefits to conduct business on behalf of the City				
Consultants (housing, appraisals, arbitrage)				
Meeting Costs (includes public notices)				
Photocopy				
Postage				
Technology Services (Firewall, email storage, Eden Financial Fees, Maint)				
Office Equipment				
Office Supplies				
Telephone				
Office Space				

**CERTIFICATION FOR RESOLUTION OB NO. 2012-05**

I, Anna Grandys, Secretary of the Oversight Board of the Successor Agency to the Indian Wells Redevelopment Agency, **DO HEREBY CERTIFY** that the whole number of the members of the Oversight Board of the Successor Agency to the Indian Wells Redevelopment Agency is seven (7); that the above and foregoing Resolution was duly and regularly passed and adopted at a special meeting of the Oversight Board of the Successor Agency to the Indian Wells Redevelopment Agency on the 9th day of April, 2012, by the following vote:

AYES: Aguilar, Fredericks, Hanson, Powell, Renew, Wood  
NOES: None  
ABSENT: Reyes

**ATTEST:**

  
ANNA GRANDYS  
SECRETARY

I HEREBY CERTIFY this to be a  
true copy of Resolution  
OB - 2012 - 05  
April 9, 2012 held/dated. 04/11/2012  
Anna Grandys Date  
Chief Deputy City Clerk

Citywide Single Step-down Cost Allocation Based on Relative Budget Size

Allocating Citywide Administrative Costs to Successor Agency in a fair and equitable method  
 (Ref: Federal Circular OMB A-87)

Allocation Worksheet														Unallowed	
Allocation Basis	324,983	618,191	70,265	641,665	285,622	420,120	767,981	199,150	547,098	501,068				60,000	
2012/13 Estimates	City Council	City Manager	Personnel	Risk Management	City Clerk	Attorney	Finance	Central Service	Tech Services	PW Director	Total OH	Percent	Unallowed		
<b>Service Providers</b>															
City Council	324,983	2,790	5,307	603	6,508	2,452	3,606	6,583	1,710	4,696	4,301			587	
City Manager	618,191	5,307	10,095	1,147	10,478	4,684	6,860	12,541	3,252	8,934	8,182			1,306	
Personnel	70,265	803	1,147	130	1,181	530	780	1,425	370	1,015	930			148	
Risk Management	641,665	5,506	10,478	1,191	10,876	4,841	7,121	13,017	3,376	9,273	8,483			1,356	
City Clerk	285,622	2,452	4,664	530	4,841	2,155	3,170	5,794	1,503	4,128	3,780			604	
Attorney	420,120	3,606	6,890	780	7,121	3,170	4,862	8,523	2,210	6,071	5,561			888	
Finance	767,981	6,583	12,541	1,425	13,017	5,794	8,523	15,579	4,040	11,098	10,165			1,523	
Central Service	199,150	1,710	3,252	370	3,375	1,503	2,210	4,040		2,878	2,636			421	
Tech Services	627,098	5,383	10,240	1,164	10,629	4,731	6,969	12,721	3,299	8,062	8,300			1,325	
PW Director	501,068	4,301	8,182	930	8,493	3,780	5,561	10,165	2,636	7,241	6,632			1,059	
<b>Subtotal</b>	<b>4,456,143</b>	<b>36,253</b>	<b>72,706</b>	<b>8,271</b>	<b>75,529</b>	<b>33,620</b>	<b>49,451</b>	<b>90,397</b>	<b>23,441</b>	<b>64,397</b>	<b>58,979</b>			<b>9,517</b>	
<b>Receivers</b>															
Advertising	2,031,269	17,437	33,169	3,770	34,429	15,325	22,542	41,206	10,685	29,355	26,885			4,292	
Planning	1,823,412	16,511	31,408	3,570	32,601	14,511	21,345	39,016	10,118	27,796	25,457			4,064	
AB 939	151,123	1,297	2,468	260	2,561	1,140	1,677	3,065	795	2,184	2,000			319	
Solid Waste	886,450	7,610	14,475	1,645	15,025	6,888	9,937	17,982	4,663	12,810	11,733			1,873	
Successor Agency	4,175,500													8,824	
Golf	12,822,674	110,074	209,385	23,799	217,336	96,742	142,287	260,120	67,453	185,305	169,715			27,096	
OPEB	738,940	6,343	12,066	1,371	12,525	5,575	8,200	14,990	3,887	10,679	9,780			1,562	
Public Safety	6,808,622	59,306	112,813	12,823	117,097	52,123	76,967	140,148	36,343	99,839	81,439			14,599	
PW Engineering	45,900	391	743	84	771	343	505	823	239	658	602			96	
PW Maint Service	1,202,739	10,325	19,640	2,232	20,386	9,074	13,347	24,399	6,327	17,391	15,919			2,542	
PW Traffic Signals/Lights	44,371	381	725	82	752	335	492	900	233	641	587			94	
PW Bldg & Safety	422,882	3,628	6,902	785	7,164	3,189	4,851	8,574	2,224	6,108	5,594			883	
Lighting Landscape Maintenance	1,869,359	14,279	27,161	3,087	28,193	12,649	18,459	33,743	8,750	24,038	22,015			3,515	
Advertising & Marketing Committee	384,975	3,305	6,296	715	6,525	2,924	4,272	7,810	2,025	5,563	5,095			814	
<b>Subtotal</b>	<b>33,401,673</b>	<b>286,730</b>	<b>545,425</b>	<b>61,994</b>	<b>566,136</b>	<b>252,022</b>	<b>370,669</b>	<b>677,584</b>	<b>176,709</b>	<b>482,701</b>	<b>442,059</b>			<b>70,583</b>	
<b>Grand total</b>	<b>37,857,816</b>	<b>324,983</b>	<b>618,191</b>	<b>70,265</b>	<b>641,665</b>	<b>285,622</b>	<b>420,120</b>	<b>767,981</b>	<b>199,150</b>	<b>547,098</b>	<b>501,068</b>			<b>80,000</b>	
Control(must be zero)															
<b>Adjustment (Reduction ) to Successor Agency</b>															
Relative Budget Size:															
Successor Agency (Ties to ROPS Schedule)														23,113	
Tax Allocation Bonds payment (30%)	(7,216,397)	10,309,139	3,992,742												
Pass-through payment (30%)	(2,283,242)	3,276,060	982,816												
	(9,508,639)	13,585,199	4,078,560												
Revised Budget Size for Allocation	23,893,034	324,983	618,191	70,265	641,665	285,622	420,120	767,981	199,150	547,098	501,068			8,824	
Maximum Allocation Allowable @ 3% of \$ 13,685,199	710,543	57,997	186,592	21,079	192,499	85,687	126,036	230,594	59,745	163,229	153,320			7,505	

EXHIBIT "B"