



**MINUTES
JOINT MEETING OF CITY OF SAN DIMAS CITY COUNCIL/
SAN DIMAS HOUSING AUTHORITY CORPORATION
TUESDAY, JANUARY 24, 2012
SAN DIMAS COUNCIL CHAMBERS
245 E. BONITA AVENUE**

PRESENT:

Mayor/Chairman Curtis W. Morris
Councilmember/Mr. Emmett Badar
Councilmember/Mr. Denis Bertone
Councilmember/Mr. John Ebner
Councilmember/Mr. Templeman
City Manager/Executive Director Blaine Michaelis
Assistant City Manager/Deputy Executive Director Ken Duran
City/Corporation Attorney J. Kenneth Brown
Secretary Ina Rios

CALL TO ORDER

Mayor/Chairman Morris called the joint meeting of the San Dimas City Council/San Dimas Housing Authority Corporation to order at 9:13 p.m.

- a. ORAL COMMUNICATIONS (This is the time set aside for members of the audience to address the board. Speakers are limited to three minutes.)**

There were no speakers.

- b. APPROVAL OF SAN DIMAS HOUSING AUTHORITY CORPORATION MINUTES FOR MEETING OF DECEMBER 13, 2011.**

It was moved by Mr. Bertone, seconded by Mr. Templeman, to approve the December 13, 2011 minutes of the San Dimas Housing Authority Corporation. The motion carried unanimously.

- c. DETERMINATION THAT SAN DIMAS HOUSING AUTHORITY SHALL RETAIN THE HOUSING ASSETS AND FUNCTIONS OF THE DISSOLVED REDEVELOPMENT AGENCY.**

- (1) **RESOLUTION NO. 3**, A RESOLUTION OF THE HOUSING AUTHORITY OF THE CITY OF SAN DIMAS DETERMINING THAT IT SHALL RETAIN THE HOUSING ASSETS AND FUNCTIONS OF THE DISSOLVED SAN DIMAS REDEVELOPMENT AGENCY PURSUANT TO CALIFORNIA HEALTH AND SAFETY CODE SECTION 34176.
- (1) **RESOLUTION NO. 2012-06**, A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN DIMAS ELECTING TO HAVE THE HOUSING AUTHORITY OF THE CITY OF SAN DIMAS RETAIN THE HOUSING ASSETS AND FUNCTIONS OF THE DISSOLVED SAN DIMAS REDEVELOPMENT AGENCY AS PROVIDED IN CALIFORNIA HEALTH AND SAFETY CODE SECTION 34176.

Assistant City Manager Duran provided a brief background on the California Supreme Court's decision in *CRA v. Matosantos*, which resulted in the dissolution of all Agencies effective February 1, 2012. The San Dimas City Council must decide whether the City of San Dimas or the San Dimas Housing Authority will be the successor to the housing assets and functions of the Agency. Mr. Duran stated that AB1x26 expressly states that "housing assets" do not include the funds currently in the Agency's Low and Moderate Income Housing Fund, but may include land currently owned by the Agency that was purchased with Low and Moderate Income Housing Funds. The "Successor Housing Agency" has the right to enforce affordability covenants and take other actions

consistent with the former Agency's authority with respect to affordable housing. Staff recommends adoption of Resolution No. 3 and Resolution No. 2012-06 electing to retain the Agency's housing assets and functions.

In response to Mayor/Chairman Morris, Mr. Duran replied that payments are applied to an outstanding bond on the Monte Vista Apartments, which will be paid off in June 2012. He further replied that the apartments generate a negative cash flow, however, once the bond is paid off, the apartments will break even.

Mr. Duran stated that one advantage of having all housing assets in the Housing Authority is that the City will have a resource of all Authority assets for all housing functions.

In response to Mayor Pro Tem/Mr. Templeman, Mr. Duran replied that funds for the operation of Charter Oak Mobile Home Park will remain in the Housing Authority. He said there's a positive cash flow set aside annually in the reserve fund, and if money is available, a decision can be made whether or not to continue with prior housing programs because there will not be a new source of income.

Mayor Pro Tem/Mr. Templeman noted that when the bond on Charter Oak Mobile Home Park is paid in full, the Park will generate a substantial source of revenue.

In response to Mayor Morris, Mr. Duran said the Oversight Committee that will be overseeing the Successor Agency does not have oversight over the Housing Authority, and revenue from the Mobile Home Park falls within the sole discretion of the Housing Authority.

After the title was read, it was moved by Mr. Badar, seconded by Mr. Templeman, to waive further reading and adopt **RESOLUTION NO. 3**, A RESOLUTION OF THE HOUSING AUTHORITY OF THE CITY OF SAN DIMAS CALIFORNIA DETERMINING THAT IT SHALL RETAIN THE HOUSING ASSETS AND FUNCTIONS OF THE DISSOLVED SAN DIMAS REDEVELOPMENT AGENCY PURSUANT TO CALIFORNIA HEALTH AND SAFETY CODE SECTION 34176. The motion carried unanimously.

After the title was read, it was moved by Councilmember Badar, seconded by Mayor Pro Tem Templeman, to waive further reading and adopt **RESOLUTION NO. 2012-06**, A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN DIMAS ELECTING TO HAVE THE HOUSING AUTHORITY OF THE CITY OF SAN DIMAS RETAIN THE HOUSING ASSETS AND FUNCTIONS OF THE DISSOLVED SAN DIMAS REDEVELOPMENT AGENCY AS PROVIDED IN CALIFORNIA HEALTH AND SAFETY CODE SECTION 34176. The motion carried unanimously.

a. EXECUTIVE DIRECTOR

There were no comments.

b. MEMBERS OF THE AGENCY

There were no comments.

c. ADJOURNMENT

Chairman Morris adjourned the meeting at 9:25 p.m.

Respectfully submitted,

Ina Rios, Secretary