



Staff Report

TO: Successor Agency
FROM: Kyle Warsinski, Economic Development Manager
DATE: June 21, 2022
SUBJECT: Resolution: To Request Formal Dissolution of the Beaumont Successor Agency from the Oversight Board

Background and Analysis:

Redevelopment Agencies across the State of California were dissolved by the California State Legislature on February 1, 2012. At that time, the City of Beaumont, like other municipalities across the state elected to serve as a Successor Agency for their former redevelopment agencies. Each Successor Agency was tasked with following the law to unwind prior redevelopment activities, pay-off outstanding debts, and dispose of redevelopment agency owned properties.

Health and Safety Code (HSC) section 34187 (b) states that when all enforceable obligations have been retired or paid off, all real property has been disposed, and all outstanding litigation has been resolved, the Successor Agency shall, within 30 days of meeting the criteria above, submit to the oversight board a request, with a copy of the request to the County Auditor-Controller (CAC), to formally dissolve the successor agency.

Beaumont completed its last annual Recognized Obligation Payment Schedule (ROPS) for the period of July 1, 2018 through June 30, 2019 (ROPS 18-19). This ROPS retired all enforceable obligations held by the Beaumont Successor Agency.

On February 1, 2012, the Beaumont Redevelopment Agency owned three properties. The two properties which comprise the Beaumont Sports Park were transferred on June 14, 2013. The third property, 52 acres to be used for the City's sewer operations was included on the state approved Long Range Property Management Plan (LRPMP) and was transferred on March 17, 2022.

The last item needed to satisfy the provisions of Health and Safety Code section 34187 (b) was to resolve all outstanding litigation. Beaumont had one item classified under

this section, an outstanding amount owed to the State of California as a result of the Due Diligence Reviews. The City of Beaumont and the CA State Department of Finance entered into an installment payment agreement on December 3, 2015. At that time the amount owned was \$2,275,912. On February 4, 2022, the City of Beaumont paid the 2022 amount as well as the 2023 amount pursuant to the agreement. This combined payment satisfied the payment obligations contained in the installment agreement.

With all criteria specified under HSC section 34187 (b) met, the City of Beaumont Successor Agency is ready to dissolve. Staff has requested the Countywide Oversight Board approve the dissolution of the Beaumont Successor Agency at its meeting to be held on July 21, 2022.

Fiscal Impact:

City Staff estimates the cost to prepare this report is \$250.

Recommended Action:

Waive the full reading and adopt by title only, "A Resolution to Request Formal Dissolution of the Successor Agency from the Oversight Board;" and Adjourn the meeting of the Beaumont Successor Agency and reconvene the meeting of the Beaumont City Council.

Attachments:

- A. Resolution to Request Formal Dissolution of the Successor Agency from the Oversight Board.