

REDEVELOPMENT SUCCESSOR AGENCY

STATEMENT OF PURPOSE

The successor agency to the City's former Redevelopment Agency (RDA) oversees the winding down of the RDA's obligations. The RDA was originally designed to help eliminate blight in the downtown Core, Olive Drive, and South Davis sub-areas through property acquisition, participation with property owners, construction of public improvements, and providing low- and moderate-income housing. Funding for redevelopment was derived from incremental property tax revenue and was used for redevelopment and revitalization of designated areas of the City of Davis like the downtown core area and Auto Mall. As of February 1, 2012, all redevelopment agencies in the State of California were dissolved following the California Supreme Court's ruling upholding of AB 26 and stating AB 27 was unconstitutional. Successor agencies were put in place to oversee required payments on existing bonds, other obligations and pass-through payments and to conclude the work of the RDAs.

OPERATIONS - DIVISION 91

- Maintain Legal and Financial Records of the Redevelopment Agency Organization
- Ensure Agency Debts and Other Obligations are Paid
- Prepare Annual Audit and State Reports as Required by Law



REDEVELOPMENT SUCCESSOR AGENCY

Revenues by Fund

<u>Source of Funds</u>	15/16 Actual	16/17 Actual	17/18 Adopted	18/19 Proposed
RDA Retirement Obligation Funds	9,195,055	3,572,437	3,672,100	3,672,246
Total Revenues	9,195,055	3,572,437	3,672,100	3,672,246

Expenses by Division

<u>Expenditures</u>	15/16 Actual	16/17 Actual	17/18 Adopted	18/19 Proposed
Salaries & Benefits	99,669	97,081	104,193	114,177
Operations & Maintenance	9,084,509	3,465,231	3,555,771	3,548,590
Interdepartmental Charges	10,877	10,125	12,136	9,479
Capital Outlay	0	0	0	0
Total Expenditures	9,195,055	3,572,437	3,672,100	3,672,246

Major Highlights:

As the Davis Redevelopment Successor Agency continues to complete final projects, the annual obligation for funding is also decreasing. The FY 18-19 budget will continue to be a more typical expenditure into the future representing general administration, state audits and annual debt payments, as prior years included Redevelopment project work, which is now discontinued with the State dissolution of Redevelopment Agencies. At the present time, the RDA Successor Agency is still in communication with the State of California regarding Bond Funds which have yet to be approved for use.

**2018-19 PROPOSED BUDGET
SUMMARY OF REDEVELOPMENT PROJECT EXPENDITURES**

	2015-16 Actual	2016-17 Actual	2017-18 Budget	2018-19 Adopted
REDEVELOPMENT FUNDS				
DAVIS REDEVELOPMENT AGENCY - OPERATING				
9101 Redevelopment Agency Div Admin	5,766,608	146,959	234,706	250,000
9115 Davis Successor Agency-Approved ROPS Expenses	4,212	10,000	-	-
Subtotal RDA Operating	5,770,820	156,959	234,706	250,000
CITY MANAGER'S OFFICE				
1140 Economic Development	-	-	-	20,000
Subtotal RDA Housing	-	-	-	20,000
CAPITAL IMPROVEMENT PROJECTS				
8164 3 rd Street Improvements A to B Streets	(10,785)	-	-	-
8284 Downtown Public Amenities	-	-	-	-
Subtotal Capital Improvements	(10,785)	-	-	-
DEBT SERVICE/SPECIAL ASSESSMENTS				
9181 2011 RDA Tax Allocation Bonds - A	919,815	920,590	922,726	921,726
9182 2011 RDA Taxable Tax Allocation Bonds - B	567,456	563,765	569,400	567,200
9196 2003 Tax Allocation Bond	564,665	552,150	557,402	558,477
9197 2007 Tax Allocation Bond	800,617	806,000	810,700	797,900
9198 2007 Taxable Housing Bond	571,682	572,973	577,166	576,943
Subtotal Debt Service	3,424,235	3,415,478	3,437,394	3,422,246
TOTAL REDEVELOPMENT PROJECT SUPPORT	9,184,270	3,572,437	3,672,100	3,692,246

**DEBT SERVICE
PROPOSED BUDGET 2018-19
SUMMARY OF EXPENDTURES**

Program	Name	Type	Outstanding Principal	Annual Debt Service (Principal & Interest)	Year of Final Payment	Final Interest Rate	Earliest Refinance	Call Premium	Source of Repayment	Use of Proceeds
9181	2011 TAB Series A	RDA tax allocation	13,310,000	917,726	2036	7.000%	12/1/2021	N/A	RDA property tax increment	Projects in the Redevelopment Area
9182	2011 Taxable TAB Series B	RDA taxable tax allocation	2,180,000	563,200	2022	8.000%	12/1/2021	N/A	RDA property tax increment	Projects in the Redevelopment Area
9196	Redevelopment Agency for the City of Davis 2003 Tax Allocation refunding bonds	Redevelopment tax allocation	7,025,000	554,477	2033	5.000%	9/1/2011	102	RDA property tax increment	Refunding of Series 1994 tax allocation bonds
9197	Redevelopment Agency for the City of Davis 2007 Tax Allocation refunding bonds	Redevelopment tax allocation refunding	7,950,000	793,900	2030	4.250%	9/1/2016	102	RDA property tax increment	Refunding of RDA Series 2000 tax allocation bonds
9198	Redevelopment Agency for the City of Davis 2007 Taxable Housing Bonds	Redevelopment housing set-aside	6,890,000	572,943	2037	5.650%	9/1/2016	102	RDA housing set-aside	Increasing, improving, preserving the supply of low and moderate

