RESOLUTION NO. 11

A RESOLUTION OF THE SUCCESSOR AGENCY OF THE FORMER HAWTHORNE REDEVELOPMENT AGENCY APPROVING AND TRANSMITTING THE ADMINISTRATIVE BUDGET FOR THE SIX-MONTH FISCAL PERIOD FROM JANUARY 1, 2013 THROUGH JUNE 30, 2013, PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177(j) AND TAKING CERTAIN RELATED ACTIONS

A. Pursuant to Health and Safety Code Section 34177(j), the Successor Agency to the Hawthorne Redevelopment Agency (the "Successor Agency") must prepare a proposed administrative budget for each six-month fiscal period (commencing each January 1 and July 1) and submit each proposed administrative budget to the Oversight Board for the Successor Agency (the "Oversight Board") for approval.

B. Each proposed administrative budget shall include all of the following: (1) estimated amounts for Successor Agency administrative costs for the upcoming six-month fiscal period; (2) proposed sources of payment for the costs indentified in (1); and (3) proposals for arrangements for administrative and operations services provided by the City of Hawthorne (the "City") or another entity.

C. Pursuant to Health and Safety Code Section 34177(k), the Successor Agency is required to provide administrative cost estimates, from its approved administrative budget that are to be paid from property tax revenues deposited in the Redevelopment Property Tax Trust Fund, to the County Auditor-Controller for each six-month fiscal period.

D. Health and Safety Code Section 34173(h) authorizes the City to loan or grant funds to the Successor Agency for administrative costs, but the receipt and use of the funds must be reflected on the administrative budget or the Recognized Obligation Payment Schedule, and an enforceable obligation is deemed to be created for the repayment of such loans.

E. This Board and the City Council previously approved a Cooperative Agreement for Advance and Reimbursement of Administrative, Overhead and other Expenses (the "Cooperative Agreement") by and between the City and the Successor Agency, pursuant to which the City may loan funds to the Successor Agency for administrative costs.

F. There has been presented to this Board for approval a proposed administrative budget for the Successor Agency for the six-month fiscal period from January 1, 2013 through June 30, 2013 ("Administrative Budget III"), reflecting the foregoing.

NOW, THEREFORE, THE CITY OF HAWTHORNE ACTING AS THE SUCCESSOR AGENCY TO THE HAWTHORNE REDEVELOPMENT AGENCY HEREBY FINDS DETERMINES, RESOLVES AND FINDS AS FOLLOWS:

Section 1. The above recitals are true and correct and are a substantive part of this Resolution.

Section 2. This Resolution is adopted pursuant to the provisions of Health and Safety Code Section 34177(j).

Section 3. The Board hereby approves the proposed Administrative Budget III substantially in the form attached hereto as Exhibit A. The Executive Director of the Successor Agency, in consultation with the Successor Agency's legal counsel, may modify Administrative Budget III as the Executive Director or the Successor Agency's legal counsel deems necessary or advisable.

Section 4. Staff is hereby authorized and directed to submit the proposed Administrative Budget III to the Oversight Board for approval.

Section 5. The officers and staff of the Successor Agency are hereby authorized and directed, jointly and severally, to do any and all things which they may deem necessary or advisable to effectuate this Resolution and any such actions previously taken by such officers and staff are hereby ratified and confirmed.

PASSED AND ADOPTED BY THE SUCCESSOR AGENCY this 14th day of August, 2012.

DANIEL JUAREZ
Chairman

ATTEST:

Maria Durini for

NORBERT A. ~~HUBER~~
Secretary

APPROVED AS TO FORM:

Russell Miyahira

RUSSELL MIYAHIRA
Agency Counsel

EXHIBIT "A"

ADMINISTRATIVE BUDGET
JANUARY 1 - JUNE 30, 2013

SUCCESSOR AGENCY OF THE CITY OF HAWTHORNE

Hawthorne Successor Agency FY 2012-13

SUCCESSOR AGENCY ADMINISTRATIVE BUDGET	Department/Staff Person	Total	Funding Source
Infrastructure			
Successor Agency rent and utilities		5,000	RPTTF / Admin
Successor Agency supplies		4,000	RPTTF / Admin
Successor Agency publications		3,000	RPTTF / Admin
Oversight Board room rental		3,000	RPTTF / Admin
Oversight Board Supplies		4,000	RPTTF / Admin
Oversight Board publications		5,000	RPTTF / Admin
Internet hosting / website maintenance		5,000	RPTTF / Admin
Risk management		7,900	RPTTF / Admin
Subtotal		$ 36,900	
Ongoing Administrative Activities			
County correspondence/coordination	RSG	2,900	RPTTF / Admin
County correspondence/coordination	RW&G	3,750	RPTTF / Admin
State correspondence/coordination	RSG	2,900	RPTTF / Admin
State correspondence/coordination	RW&G	3,750	RPTTF / Admin
Prepare ROPS	RSG	4,350	RPTTF / Admin
Prepare ROPS	RW&G	2,500	RPTTF / Admin
Prepare admin budget	RSG	4,350	RPTTF / Admin
Oversight Board attendance and support	RSG	2,900	RPTTF / Admin
Oversight Board attendance and support	RW&G	22,500	RPTTF / Admin
Management of dissolution activities	Staff	33,000	RPTTF / Admin
Management of consultants/experts	Staff	14,850	RPTTF / Admin
Creation/management of contracts as approved	Staff	11,000	RPTTF / Admin
Management of grants/other revenues	Staff	11,000	RPTTF / Admin
Annual reporting	RSG	4,350	RPTTF / Admin
Successor Agency legal counsel - Misc	RW&G	5,000	RPTTF / Admin
Bill payment/reserves management	Staff	16,500	RPTTF / Admin
Manage/monitor financial reserves	Staff	16,500	RPTTF / Admin
Subtotal		$ 162,100	
Dissolution Activities			
Modification of loans/bonds as approved	Staff	5,500	RPTTF / Admin
Communication/negotiation with taxing entities	Staff	33,000	RPTTF / Admin
Communication/negotiation with taxing entities	RW&G	12,500	RPTTF / Admin
Oversight of asset liquidation		-	
Subtotal		$ 51,000	
Grand Total		$ 250,000	

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) §
CITY OF HAWTHORNE)

I, **Monica Dicrisci,** the duly appointed Deputy City Clerk of the City of Hawthorne, California, **DO HEREBY CERTIFY** that the foregoing Resolution, being Resolution No. 11 was duly adopted by the Governing Body For the Successor Agency to the Redevelopment Agency of the City of Hawthorne, at the regular meeting of the Successor Agency to the Redevelopment Agency of the City of Hawthorne held **August 14, 2012** and that it was adopted by the following vote, to wit:

AYES: Successor Agency Members English, Michelin, Valentine, Vargas, Chairman Juarez.

NOES: None.

ABSTAIN: None.

ABSENT: None.

Marie Dienn

Deputy City Clerk
City of Hawthorne, California