



March 1, 2013

Ms. Kelly McAdoo Morariu, Assistant City Manager
City of Hayward
777 B Street
Hayward, CA 94541

Dear Ms. Morariu:

Subject: Low and Moderate Income Housing Fund Due Diligence Review

The City of Hayward Successor Agency (Agency) submitted an oversight board approved Low and Moderate Income Housing Fund Due Diligence Review (DDR) to the California Department of Finance (Finance) on February 5, 2013. The purpose of the review was to determine the amount of cash and cash equivalents available for distribution to the affected taxing entities. Since the Agency did not meet the October 15, 2012 submittal deadline pursuant to HSC section 34179.6 (c), Finance is not bound to completing its review and making a determination by the November 9, 2012 deadline pursuant to HSC section 34179.6 (d). However, Finance has completed its review of your DDR, which may have included obtaining clarification for various items.

HSC section 34179.6 (d) authorizes Finance to adjust the DDR's stated balance of Low and Moderate Income Housing Fund (LMIHF) available for distribution to the taxing entities. Based on our review of your DDR, the following adjustments were made:

- Disallowed cash transfers in the amount of \$6,740,026. Our review of the DDR report indicated that the former redevelopment agency (RDA) transferred housing asset funds to the City of Hayward's Housing Authority (Authority) pursuant to a cooperation agreement dated March 7, 2011. The transfer of funds to the Authority was not supported by an enforceable obligation as referenced by HSC section 34171 (d) (2), which states that agreements between the former RDA and the City that created the RDA are not enforceable obligations. Furthermore, HSC section 34176 (a) (1) states that if a city elects to retain the authority to perform housing functions previously performed by the RDA, all rights, powers, duties, and obligations *excluding any amounts on deposit in the LMIHF and enforceable obligations* retained by the successor agency, shall be transferred to the city. Therefore, the LMIHF cash should have been retained by the Agency. Since unencumbered cash in the amount of \$1,071,056 was returned to the Agency on February 1, 2012, the balance is adjusted for the difference of \$5,428,079 (\$6,740,026 - \$1,071,056).

If you disagree with Finance's adjusted amount of LMIHF balances available for distribution to the taxing entities, you may request a Meet and Confer within five business days of the date of this letter. The Meet and Confer process and guidelines are available at Finance's website below:

http://www.dof.ca.gov/redevelopment/meet_and_confer/

The Agency's LMIHF balance available for distribution to the affected taxing entities is \$6,740,026 (see table below).

LMIHF Balances Available For Distribution To Taxing Entities	
Available Balance per DDR:	\$ 1,311,947
Finance Adjustments	
Add:	
Disallowed transfers:	\$ 5,428,079
Total LMIHF available to be distributed:	\$ 6,740,026

Absent a Meet and Confer request, HSC section 34179.6 (f) requires successor agencies to transmit to the county auditor-controller the amount of funds identified in the above table within five working days, plus any interest those sums accumulated while in the possession of the recipient.

Pursuant to HSC 34179.6 (h) (1) (B), any remittance related to unallowable transfers to a private party may also be subject to a 10 percent penalty if not remitted within 60 days.

If funds identified for transmission are in the possession of the successor agency, and if the successor agency is operated by the city or county that created the former redevelopment agency, then failure to transmit the identified funds may result in offsets to the city's or the county's sales and use tax allocation, as well as its property tax allocation. If funds identified for transmission are in the possession of another taxing entity, the Agency's failure to recover and remit those funds may result in offsets to its sales and use tax allocation or to its property tax allocation.

Failure to transmit the identified funds will also prevent the Agency from being able to receive a finding of completion from Finance. Without a finding of completion, the Agency will be unable to take advantage of the provisions detailed in HSC section 34191.4. Specifically, these provisions allow certain loan agreements between the former redevelopment agency (RDA) and the city, county, or city and county that created the RDA to be considered enforceable obligations. These provisions also allow certain bond proceeds to be used for the purposes in which they were sold and allows for the transfer of real property and interests into the Community Redevelopment Property Trust Fund once Finance approves the Agency's long-range property management plan.

In addition to the consequences above, willful failure to return assets that were deemed an unallowable transfer or failure to remit the funds identified above could expose certain individuals to criminal penalties under existing law.

Pursuant to HSC section 34167.5 and 34178.8, the California State Controller's Office (Controller) has the authority to claw back assets that were inappropriately transferred to the city, county, or any other public agency. Determinations outlined in this letter and Finance's Housing Assets Transfer letter dated February 25, 2013 do not in any way eliminate the Controller's authority.

Ms. Morariu
March 1, 2013
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Please direct inquiries to Beliz Chappuie, Supervisor or Todd Vermillion, Lead Analyst at (916) 445-1546.

Sincerely,



STEVE SZALAY
Local Government Consultant

cc: Ms. Tracy Vesely, Finance Director, City of Hayward
Ms. Carol Orth, Tax Analysis Division Chief, County Auditor-Controller, County of Alameda
California State Controller's Office



CITY OF
HAYWARD
HEART OF THE BAY

May 24, 2013

Members of the Oversight Board for the Successor Agency of the Redevelopment Agency of the City of Hayward

Ana Matosantos, Director
Steve Szalay, Local Government Consultant
Department of Finance
915 L Street
Sacramento, CA 95814-3706
reddevelopment_administration@dof.ca.gov

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California State Controller's Office
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Sacramento, CA 94250
taustin@sco.ca.gov

Patrick O'Connell, Auditor-Controller
County of Alameda
1221 Oak Street, Room 249
Oakland 94612
pat.oconnell@acgov.org

Susan S. Muranishi, County Administrator
County of Alameda
1221 Oak Street, Room 555
Oakland, CA 94612

SUBJECT: Hayward Successor Agency Oversight Board - Notification of Action and Transmittal of Determination Regarding Other Funds and Assets Due Diligence Review In Compliance With Health and Safety Code Sections 34179(h) and 34179.6(c)

To whom it may concern:

In compliance with Health and Safety Code Sections 34179(h) and 34179.6(c), the following notifications and transmittals are provided to you on behalf of the Oversight Board (the "Oversight Board") for the Successor Agency (the "Successor Agency") of the Redevelopment Agency of the City of Hayward (the "Former Agency") in connection with the Oversight Board's approval of and determinations and authorizations related to the Due Diligence Review (the

OFFICE OF THE CITY MANAGER

777 B STREET, HAYWARD, CA 94541-5007

TEL: 510/583-4300 • FAX: 510/583-3601 • TDD: 510/247-3340

“Others Funds Due Diligence Review”) of unobligated moneys from the Former Agency's non-housing funds and assets that are available to the Successor Agency for distribution to the taxing entities in accordance with the procedures and standards of Health and Safety Code Section 34179.5 and 34179.6. Patrick O'Connell, the Alameda County Auditor-Controller approved preparation of the Other Funds Due Diligence Review by Cory Biggs of Maze & Associates.

1. Notice of Oversight Board Action. In compliance with Health and Safety Code Section 34179(h), please be advised that, at a duly scheduled public meeting held on May 20, 2013, the Oversight Board adopted the enclosed resolution (the “Resolution”) to approve the enclosed Other Funds Due Diligence Review, and to make the determinations and authorizations required in accordance with Health and Safety Code Section 34179.6(c).

2. Transmittal of Other Funds Due Diligence Review Documents. In compliance with Health and Safety Code Section 34179.6(c), the Oversight Board hereby transmits to you a copy of the enclosed Resolution and the enclosed Other Funds Due Diligence Review (together, the “Other Funds Due Diligence Review Documents”), which comprise the Oversight Board's determination of the amount of other funds and asset cash and cash equivalents that are available to the Successor Agency for disbursement to the taxing entities as determined in accordance with the method provided in Health and Safety Code Section 34179.5, all as more fully set forth in the Other Funds Due Diligence Review Documents.

For further information about the notifications and transmittals described and contained in this letter and enclosures or about the Successor Agency and the Oversight Board in general, inquiries may be directed to the undersigned, as Designated Contact Official of the Oversight Board, at:

Phone Number: (510) 583-4305
E-mail Address: kelly.mcadoo@hayward-ca.gov

Sincerely,



Kelly McAdoo
Designated Contact Official
for the Hayward Successor Agency
Oversight Board

Enclosures:

- 1) Oversight Board Resolution
- 2) Other Funds Due Diligence Review
- 3) Approved Second ROPS
- 4) Approved Third ROPS

RESOLUTION. 2013- 04

RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR
AGENCY FOR THE REDEVELOPMENT AGENCY OF THE CITY OF
HAYWARD TAKING SPECIFIED ACTIONS WITH RESPECT TO
THE ALL OTHER FUNDS AND ASSETS DUE DILIGENCE REVIEW
PURSUANT TO HEALTH AND SAFETY CODE
SECTIONS 34179.5 AND 34179.6

WHEREAS, the California state legislature enacted Assembly Bill x1 26 (the "Dissolution Act") to dissolve redevelopment agencies formed under the Community Redevelopment Law (Health and Safety Code Section 33000 et seq.); and

WHEREAS, pursuant to Health and Safety Code Section 34173, the City Council of the City of Hayward (the "City Council") declared that the City of Hayward, a charter city (the "City"), would act as successor agency (the "Successor Agency") for the dissolved Redevelopment Agency of the City of Hayward (the "Dissolved RDA") effective February 1, 2012; and

WHEREAS, pursuant to AB 1484 ("AB 1484"), enacted June 27, 2012 to amend various provisions of the Dissolution Act, the Successor Agency is now declared to be a separate legal entity from the City; and

WHEREAS, the Dissolution Act provides for the appointment of an oversight board (the "Oversight Board") with specific duties to approve certain Successor Agency actions pursuant to Health and Safety Code Section 34180 and to direct the Successor Agency in certain other actions pursuant to Health and Safety Code Section 34181; and

WHEREAS, pursuant to Health and Safety Code Section 34179.5 (as added by AB 1484) the Successor Agency is required to employ a licensed accountant, approved by the County Auditor- Controller for the County of Alameda (the "Auditor-Controller"), to conduct a due diligence review (the "Non-Housing Fund Due Diligence Review") to determine the unobligated balances from the Dissolved RDA's funds and accounts (exclusive of the low and moderate income housing fund) held by the Successor Agency available for transfer to taxing entities as required under AB 1484 and the Dissolution Act; and

WHEREAS, the Successor Agency hired an accountant, approved by the Auditor-Controller, to prepare the due diligence review for the Non-Housing Funds (the "Non-Housing Fund Due Diligence Review") in conformance with Health and Safety Code Section 34179.5; and

WHEREAS, in compliance with Health and Safety Code Section 34179.6, the Non-Housing Fund Due Diligence Review has been submitted by the Successor Agency to the Oversight Board for the Oversight Board's approval and, in accordance with Health and Safety Code Section 34179.6, the Successor Agency also submitted the Non-Housing Fund Due Diligence Review to the Alameda County Administrative Officer (the "County Administrator"),

the Auditor-Controller, the State Controller (the "Controller") and the State Department of Finance (the "DOF"), along with copies of the Successor Agency's recognized obligation payment schedules for the Fiscal Year 2012-13, as approved by the Oversight Board (the "FY 2012-13 ROPSS"); and

WHEREAS, the Oversight Board must review, approve and transmit the Non-Housing Fund Due Diligence Review by January 15, 2012 and Successor Agency staff submitted information to the State Department of Finance informing them of the delays in preparing the Non-Housing Fund Due Diligence Review; and

WHEREAS, the accompanying Non-Housing Fund Due Diligence Review and the staff report provides supporting information upon which the actions set forth in this Resolution are based.

NOW, THEREFORE, BE IT RESOLVED that the Oversight Board hereby finds and determines that the foregoing recitals are true and correct, and together with the following documents and information form the basis for the approvals, authorizations, findings, and determinations set forth in this Resolution: (1) the Non-Housing Fund Due Diligence Review; (2) the FY 2012-13 ROPSS; (3) information provided by the Successor Agency staff; and (4) information provided by the public at the public comment session held by the Oversight Board on April 29, 2013 as required under Health and Safety Code Section 34179.6 (b).

BE IT FURTHER RESOLVED that in accordance with the Dissolution Act and AB 1484, the Oversight Board hereby approves the Non-Housing Fund Due Diligence Review in the form on file with the Oversight Board's designated communication official.

BE IT FURTHER RESOLVED that the Oversight Board hereby authorizes the Successor Agency to retain assets or funds, legally restricted as to their purpose, including but not limited to bond proceeds, grant funds or other governmentally restricted funds, under Health and Safety Code Section 34179.5(c)(5)(B) in the amount of Four Million Nine Thousand Three Hundred Sixty-Seven Dollars (\$4,009,367) from the funding source and for the purposes identified in Schedule 6C of the Non-Housing Fund Due Diligence Review, incorporated herein by this reference.

BE IT FURTHER RESOLVED that the Oversight Board hereby authorizes the Successor Agency to retain assets or funds, that are not cash or cash equivalent, under Health and Safety Code Section 34179.5(c)(5)(C) in the amount of Sixty-One Million Eight Hundred Fifty-Eight Thousand One Hundred Fifty-Six Dollars (\$61,858,156) from the funding source and for the purposes identified in the schedule under Procedure 7.A of the Non-Housing Fund Due Diligence Review, incorporated herein by this reference.

BE IT FURTHER RESOLVED that the Oversight Board hereby authorizes the Successor Agency to retain assets or funds, including but not limited to any current balances that are legally or contractually dedicated or restricted for the funding of an enforceable obligation, under Health and Safety Code Section 34179.5(c)(5)(D) in the amount of Seven Million Three Hundred

Thirty-Eight Thousand Sixty-Eight Dollars (\$7,338,068) from the funding source and for the purposes identified in Attachment A of the Non-Housing Fund Due Diligence Review.

BE IT FURTHER RESOLVED that the amount of cash and cash equivalents that are available for disbursement to taxing entities as determined according to the method provided in Section 34179.5 and as set forth in the Non- Housing Fund Due Diligence Review is **Zero Dollars (\$0)** (the “Non-Housing Fund Due Diligence Review Payment”), which amount, subject to the DOF’s approval of the Non-Housing Fund Due Diligence Review, shall be transmitted to the Auditor-Controller for allocation to affected taxing entities pursuant to the terms of AB 1484 and the Dissolution Act.

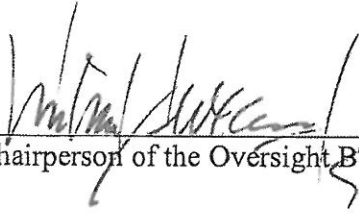
BE IT FURTHER RESOLVED, that the Oversight Board hereby authorizes and directs the Successor Agency staff to take all administrative actions necessary under the Dissolution Act and AB 1484 to file, post, mail or otherwise deliver via electronic mail, internet posting, and/or hardcopy, all notices and transmittals necessary or convenient in connection with the approval of the Non-Housing Fund Due Diligence Review and to take any other actions necessary to ensure the validity of the Non-Housing Fund Due Diligence Review. The Oversight Board acknowledges and agrees that the Successor Agency may invoke the meet and confer process identified in Health and Safety Code Section 34179.6 (e) to resolve any disputes regarding the amounts or sources of funds identified by the DOF as eligible to be retained. In addition, the Oversight Board authorizes and directs the Successor Agency staff to make the Non-Housing Fund Due Diligence Review Payment as required under Health and Safety Code Section 34179.6 and pursuant to the terms of this Resolution.

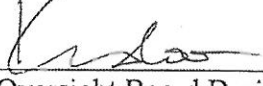
BE IT FURTHER RESOLVED that this Resolution shall take effect at the time and in the manner prescribed in Health and Safety Code Section 34179 (h).

HAYWARD, CALIFORNIA, May 20, 2013

ADOPTED BY THE FOLLOWING VOTE:

AYES:	4	BOARD MEMBERS:	Sweeney, Chair Hodges Salinas Armas
NOES:	0	BOARD MEMBERS:	
ABSTAIN:	0	BOARD MEMBERS:	
ABSENT:	3	BOARD MEMBERS:	Bristow Henson Valle


Chairperson of the Oversight Board

ATTEST: 
Oversight Board Designated
Communication Official

**INDEPENDENT ACCOUNTANT'S REPORT ON
APPLYING AGREED UPON PROCEDURES
ALL FUNDS OTHER THAN THE LOW
AND MODERATE INCOME HOUSING FUND
ASSOCIATED WITH CALIFORNIA HEALTH AND SAFETY
CODE SECTIONS 34179.5(c)(1) THROUGH 34179.5(c)(6)
FOR THE SUCCESSOR AGENCY OF THE
HAYWARD REDEVELOPMENT AGENCY**

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**INDEPENDENT ACCOUNTANT'S REPORT ON
APPLYING AGREED UPON PROCEDURES ON
ALL FUNDS OTHER THAN THE LOW AND
MODERATE INCOME HOUSING FUND
ASSOCIATED WITH CALIFORNIA HEALTH AND SAFETY
CODE SECTIONS 34179.5(c)(1) THROUGH 34179.5(c)(6)**

To the Oversight Board of the Successor Agency of
The Hayward Redevelopment Agency
Hayward, California

We have applied the procedures below, which were agreed to by the Successor Agency of the Hayward Redevelopment Agency, solely to assist you with respect to the procedures required under California Health and Safety Code Sections 34179.5(c)(1) through 34179.5(c)(6) for all funds other than the Low and Moderate Income Housing Fund of the Successor Agency of the Hayward Redevelopment Agency for the year ended June 30, 2012, also referred to as the Due Diligence Review by the Code. These procedures were suggested by the Governmental Auditing and Accounting Committee, as agreed to by the California State Department of Finance and State Controller's Office. Management of the Successor Agency is responsible for the accounting records, the Attachment and information provided pertaining to the statutory compliance pursuant to Health and Safety Code Section 34179.5. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of the specified users of this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures you requested us to perform and our findings were as follows:

Citation:

34179.5(c)(1) The dollar value of assets transferred from the former redevelopment agency to the successor agency on or about February 1, 2012.

Suggested Procedure(s):

1. Obtain from the Successor Agency a listing of all assets that were transferred from the former redevelopment agency to the Successor Agency on February 1, 2012. Agree the amounts on this listing to account balances established in the accounting records of the Successor Agency. Identify in the Agreed-Upon Procedures (AUP) report the amount of the assets transferred to the Successor Agency as of that date.

Results: We obtained the following listing from the staff of the City of Hayward (City staff) and agreed the transferred amounts listed to the Successor Agency's accounting records without exception.

	Balances Transferred to Successor Agency on February 1, 2012
ASSETS	
Current assets:	
Cash and investments	\$ 9,464,524
Cash and investments with fiscal agent	<u>214,096</u>
Total current assets	<u>9,678,620</u>
Noncurrent assets:	
Loans receivable	33,526,981
Land held for resale	9,565,031
Capital assets:	
Land and land improvements	5,277,955
Depreciable capital assets, net	<u>13,726,549</u>
Total noncurrent assets	<u>62,096,516</u>
Total Assets	<u>\$ 71,775,136</u>

Citation:

34179.5(c)(2) The dollar value of assets and cash and cash equivalents transferred after January 1, 2011, through June 30, 2012, by the redevelopment agency or the successor agency to the city, county, or city and county that formed the redevelopment agency and the purpose of each transfer. The review shall provide documentation of any enforceable obligation that required the transfer.

Suggested Procedure(s):

2. If the State Controller's Office has completed its review of transfers required under both Sections 34167.5 and 34178.8 and issued its report regarding such review, attach a copy of that report as an exhibit to the AUP report. If this has not yet occurred, perform the following procedures:

- A. Obtain a listing prepared by the Successor Agency of transfers (excluding payments for goods and services) from the former redevelopment agency to the city, county, or city and county that formed the redevelopment agency for the period from January 1, 2011 through January 31, 2012. For each transfer, the Successor Agency should describe the purpose of the transfer and describe in what sense the transfer was required by one of the Agency's enforceable obligations or other legal requirements. Provide this listing as an attachment to the AUP report.

Results: Not applicable. While the Redevelopment Agency transferred all assets to the City on March 1, 2011, all assets were subsequently transferred back to the Redevelopment Agency and then transferred to the Successor Agency on February 1, 2012.

- B. Obtain a listing prepared by the Successor Agency of transfers (excluding payments for goods and services) from the Successor Agency to the city, county, or city and county that formed the redevelopment agency for the period from February 1, 2012 through June 30, 2012. For each transfer, the Successor Agency should describe the purpose of the transfer and describe in what sense the transfer was required by one of the Agency's enforceable obligations or other legal requirements. Provide this listing as an attachment to the AUP report.

Results: Not applicable. According to City staff, there were no such transfers that occurred February 1, 2012 through June 30, 2012.

- C. For each transfer, obtain the legal document that formed the basis for the enforceable obligation that required any transfer. Note in the AUP report the absence of any such legal document or the absence of language in the document that required the transfer.

Results: Not applicable.

Citation:

34179.5(c)(3) The dollar value of any cash or cash equivalents transferred after January 1, 2011, through June 30, 2012, by the redevelopment agency or the successor agency to any other public agency or private party and the purpose of each transfer. The review shall provide documentation of any enforceable obligation that required the transfer.

Suggested Procedure(s):

3. If the State Controller's Office has completed its review of transfers required under both Sections 34167.5 and 34178.8 and issued its report regarding such review, attach a copy of that report as an exhibit to the AUP report. If this has not yet occurred, perform the following procedures:
 - A. Obtain a listing prepared by the Successor Agency of transfers (excluding payments for goods and services) from the former redevelopment agency to any other public agency or to private parties for the period from January 1, 2011 through January 31, 2012. For each transfer, the Successor Agency should describe the purpose of the transfer and describe in what sense the transfer was required by one of the Agency's enforceable obligations or other legal requirements. Provide this listing as an attachment to the AUP report.

Results: Per inquiry of City staff, the Redevelopment Agency did not make any transfers from Other Funds to other public agencies or to private parties for the period from January 1, 2011 through January 31, 2012.

- B. Obtain a listing prepared by the Successor Agency of transfers (excluding payments for goods and services) from the Successor Agency to any other public agency or private parties for the period from February 1, 2012 through June 30, 2012. For each transfer, the Successor Agency should describe the purpose of the transfer and describe in what sense the transfer was required by one of the Agency's enforceable obligations or other legal requirements. Provide this listing as an attachment to the AUP report.

Results: Per inquiry of City staff, the Redevelopment Agency did not make any transfers from Other Funds to other public agencies or to private parties for the period from February 1, 2012 through June 30, 2012.

- C. For each transfer, obtain the legal document that formed the basis for the enforceable obligation that required any transfer. Note in the AUP report the absence of any such legal document or the absence of language in the document that required the transfer.

Results: Not applicable.

Citation:

34179.5(c)(4) The review shall provide expenditure and revenue accounting information and identify transfers and funding sources for the 2010–11 and 2011–12 fiscal years that reconciles balances, assets, and liabilities of the successor agency on June 30, 2012 to those reported to the Controller for the 2009–10 fiscal year.

Suggested Procedure(s):

4. Perform the following procedures:
 - A. Obtain from the Successor Agency a summary of the financial transactions of the Redevelopment Agency and the Successor Agency in the format set forth in Attachment A for the fiscal periods indicated in the schedule. For purposes of this summary, the financial transactions should be presented using the modified accrual basis of accounting. End of year balances for capital assets (in total) and long-term liabilities (in total) should be presented at the bottom of this summary schedule for information purposes.

Result: See Schedule below:

**REDEVELOPMENT AGENCY
OF THE CITY OF HAYWARD (DISSOLVED AGENCY)
COMPARATIVE ASSET BALANCE LISTING**

	Redevelopment Agency 12 Months Ended 6/30/2010	Redevelopment Agency 12 Months Ended 6/30/2011	Redevelopment Agency 7 Months Ended 1/31/2012	Successor Agency 5 Months Ended 6/30/2012
Assets (modified accrual basis)				
Cash and investments	\$ 15,496,928	\$ 4,153,377	\$ 15,133,494	\$ 5,432,374
Cash and investments with fiscal agent	4,009,382	4,249,265	214,096	4,009,367
Accounts receivable	330,419	9,744	-	139,736
Interest receivable	42,952	7,736	-	-
Due from other funds	-	-	1,477,344	-
Loans receivable	41,260,914	33,973,002	41,528,707	33,446,012
Long-Term interfund receivable	3,421,374	3,876,516	3,876,516	-
Land held for redevelopment	10,272,570	-	10,272,570	9,565,031
Total assets	\$ 74,834,539	\$ 46,269,640	\$ 72,502,727	\$ 52,592,520
Liabilities (modified accrual basis)				
Accounts payable	536,663	141,018	4,900	114,699
Accrued liabilities	1,626,068	18,456	-	6,838
Interest payable	-	-	1,028,759	-
Deferred revenue	41,260,914	33,973,002	41,528,707	33,446,012
Advances from other funds	9,144,570	7,789,839	6,989,843	7,016,442
Refundable deposits	919,833	367,896	667,896	128,000
Notes payable-LT interfund payable	5,294,326	3,876,516	3,876,516	3,876,516
Due to other governments	-	984,937	-	-
Total Liabilities	\$ 58,782,374	\$ 47,151,664	\$ 54,096,621	\$ 44,588,507
Equity	16,052,165	(882,025)	18,406,106	8,004,013
Total Liabilities + Equity	\$ 74,834,539	\$ 46,269,640	\$ 72,502,727	\$ 52,592,520
Total Revenues:	11,283,975	11,890,656	4,285,493	2,928,815
Total Expenditures:	(16,969,822)	(14,162,021)	(1,939,613)	(3,358,513)
Total Transfers:	(1,286,228)	(17,890,506)	(429,115)	4,050,957
Net change in equity	\$ (6,972,075)	\$ (20,161,871)	\$ 1,916,765	\$ 3,621,259
Beginning Equity:	22,404,778	16,052,165	(882,025)	-
Ending Equity:	\$ 16,052,165	\$ (882,025)	\$ 18,406,106	\$ 8,004,013
Other Information (show year end balances for all four periods presented):				
Capital assets as of end of year(Fund 911)	\$ 19,602,999	\$ 19,224,855	\$ 19,004,504	\$ 18,847,111
Long-term debt as of end of year(Fund 921)	51,570,000	50,170,000	50,170,000	48,630,000

Notes:

* Beginning equity is zero because this was a new fund and did not have prior period ending equity.

B. Ascertain that for each period presented, the total of revenues, expenditures, and transfers accounts fully for the changes in equity from the previous fiscal period.

Result: Per review of the schedule above, 4A, it appears that the total of all revenues, expenditures and transfers account fully for changes in equity from the previous period.

C. Compare amounts in the schedule relevant to the fiscal year ended June 30, 2010 to the state controller's report filed for the Redevelopment Agency for that period.

Result: As noted in the above schedule 4A, we traced the amounts in the schedule above to the June 30, 2010 state controllers report without exception.

- D. Compare amounts in the schedule for the other fiscal periods presented to account balances in the accounting records or other supporting schedules. Describe in the report the type of support provided for each fiscal period.

Result: As noted in the above Schedule 4A, for the twelve months ended June 30, 2011, we traced the amounts to the Redevelopment Agency audited financial statements for the fiscal year ended June 30, 2011 without exception. As noted in the above Schedule 4A, for the seven-month period ending January 31, 2012, we traced amounts to the City's accounting records without exception. As noted in the above Schedule 4A, we traced amounts to the City's accounting records for the Successor Agency for the five-month period ending June 30, 2012 without exception.

Citation:

34179.5(c)(5) A separate accounting for the balance for the Low and Moderate Income Housing Fund for all other funds and accounts combined shall be made as follows:

(A) A statement of the total value of each fund as of June 30, 2012.

Suggested Procedure(s):

5. Obtain from the Successor Agency a listing of all assets of the Low and Moderate Income Housing Fund as of June 30, 2012 for the report that is due October 1, 2012 and a listing of all assets of all other funds of the Successor Agency as of June 30, 2012 (excluding the previously reported assets of the Low and Moderate Income Housing Fund) for the report that is due December 15, 2012. When this procedure is applied to the Low and Moderate Income Housing Fund, the schedule attached as an exhibit will include only those assets of the Low and Moderate Income Housing Fund that were held by the Successor Agency as of June 30, 2012 and will exclude all assets held by the entity that assumed the housing function previously performed by the former redevelopment agency. Agree the assets so listed to recorded balances reflected in the accounting records of the Successor Agency. The listings should be attached as an exhibit to the appropriate AUP report.

Results: See Schedule below prepared by City staff. We agreed the balances of the following assets listed to the accounting records of the Successor Agency without exception.

	<u>Total</u>
Cash and investments	\$5,432,374
Cash and investments with fiscal agents	4,009,367
Accounts receivable, net	139,736
Loans receivable	33,446,014
Land held for resale	9,565,031
Land	5,277,955
Depreciable capital assets, net	<u>13,569,156</u>
Total Assets	<u><u>\$71,439,633</u></u>

Citation:

34179.5(c)(5)(B) An itemized statement listing any amounts that are legally restricted as to purpose and cannot be provided to taxing entities. This could include the proceeds of any bonds, grant funds, or funds provided by other governmental entities that place conditions on their use.

Suggested Procedure(s):

6. Obtain from the Successor Agency a listing of asset balances held on June 30, 2012 that are restricted for the following purposes:
 - A. Unspent bond proceeds:
 - i. Obtain the Successor Agency's computation of the restricted balances (e.g., total proceeds less eligible project expenditures, amounts set aside for debt service payments, etc.)
 - ii. Trace individual components of this computation to related account balances in the accounting records, or to other supporting documentation (specify in the AUP report a description of such documentation).
 - iii. Obtain from the Successor Agency a copy of the legal document that sets forth the restriction pertaining to these balances. Note in the AUP report the absence of language restricting the use of the balances that were identified by the Successor Agency as restricted.

Results: Per inquiry of City staff, there were no unspent bond proceeds as of June 30, 2012.

- B. Grant proceeds and program income that are restricted by third parties:
 - i. Obtain the Successor Agency's computation of the restricted balances (e.g., total proceeds less eligible project expenditures).
 - ii. Trace individual components of this computation to related account balances in the accounting records, or to other supporting documentation (specify in the AUP report a description of such documentation).
 - iii. Obtain from the Successor Agency a copy of the grant agreement that sets forth the restriction pertaining to these balances. Note in the AUP report the absence of language restricting the use of the balances that were identified by the Successor Agency as restricted.

Results: Per inquiry of City staff, there were no grant proceeds that were restricted by a third party.

- C. Other assets considered to be legally restricted:
 - i. Obtain the Successor Agency's computation of the restricted balances (e.g., total proceeds less eligible project expenditures).
 - ii. Trace individual components of this computation to related account balances in the accounting records, or to other supporting documentation (specify in the AUP report a description of such documentation).

- iii. Obtain from the Successor Agency a copy of the legal document that sets forth the restriction pertaining to these balances. Note in the AUP report the absence of language restricting the use of the balances that were identified by Successor the Agency as restricted.

Results: See Schedule below prepared by City staff. We traced individual components of this computation to the Successor Agency's accounting records. We also traced these components to legal documents that set forth the restrictions pertaining to these balances.

6C Other Assets Considered to be Legally Restricted			
Asset	Restrictions	Amount	Restricted Period of Time
Restricted Cash	Debt Reserve 2004 TAB Reserve	\$ 3,374,432	Until last debt service payment is made.
Restricted Cash	Debt Reserve 2006 TAB Reserve	634,935	Until last debt service payment is made.
		<u>\$ 4,009,367</u>	

- D. Attach the above mentioned Successor Agency prepared schedule(s) as an exhibit to the AUP report. For each restriction identified on these schedules, indicate in the report the period of time for which the restrictions are in effect. If the restrictions are in effect until the related assets are expended for their intended purpose, this should be indicated in the report.

Results: See Schedule 6C above.

Citation:

34179.5(c)(5)(C) An itemized statement of the values of any assets that are not cash or cash equivalents. This may include physical assets, land, records, and equipment. For the purpose of this accounting, physical assets may be valued at purchase cost or at any recently estimated market value. The statement shall list separately housing-related assets.

Suggested Procedure(s):

- 7. Perform the following procedures:
 - A. Obtain from the Successor Agency a listing of assets as of June 30, 2012 that are **not** liquid or otherwise available for distribution (such as capital assets, land held for resale, long-term receivables, etc.) and ascertain if the values are listed at either purchase cost (based on book value reflected in the accounting records of the Successor Agency) or market value as recently estimated by the Successor Agency.

Result: See Schedule below. Per City staff, the balances are listed at purchase costs.

	Non-liquid Assets of the Successor Agency on June 30, 2012
Loans receivable	\$33,446,014
Land held for resale	9,565,031
Land	5,277,955
Depreciable capital assets, net	13,569,156
	<u>\$61,858,156</u>

- B. If the assets listed at 7(A) are listed at purchase cost, trace the amounts to a previously audited financial statement (or to the accounting records of the Successor Agency) and note any differences.

Result: We traced the balances to the audited financial statements without exception.

- C. For any differences noted in 7(B), inspect evidence of disposal of the asset and ascertain that the proceeds were deposited into the Successor Agency trust fund. If the differences are due to additions (this generally is not expected to occur), inspect the supporting documentation and note the circumstances.

Results: Not applicable.

- D. If the assets listed at 7(A) are listed at recently estimated market value, inspect the evidence (if any) supporting the value and note the methodology used. If no evidence is available to support the value and/or methodology, note the lack of evidence.

Results: Not applicable.

Citation:

34179.5(c)(5)(D) An itemized listing of any current balances that are legally or contractually dedicated or restricted for the funding of an enforceable obligation that identifies the nature of the dedication or restriction and the specific enforceable obligation. In addition, the successor agency shall provide a listing of all approved enforceable obligations that includes a projection of annual spending requirements to satisfy each obligation and a projection of annual revenues available to fund those requirements. If a review finds that future revenues together with dedicated or restricted balances are insufficient to fund future obligations and thus retention of current balances is required, it shall identify the amount of current balances necessary for retention. The review shall also detail the projected property tax revenues and other general purpose revenues to be received by the successor agency, together with both the amount and timing of the bond debt service payments of the successor agency, for the period in which the oversight board anticipates the successor agency will have insufficient property tax revenue to pay the specified obligations.

Suggested Procedure(s):

8. Perform the following procedures:

- A. If the Successor Agency believes that asset balances need to be retained to satisfy enforceable obligations, obtain from the Successor Agency an itemized schedule of asset balances (resources) as of June 30, 2012 that are dedicated or restricted for the funding of enforceable obligations and perform the following procedures. The schedule should identify the amount dedicated or restricted, the nature of the dedication or restriction, the specific enforceable obligation to which the dedication or restriction relates, and the language in the legal document that is associated with the enforceable obligation that specifies the dedication of existing asset balances toward payment of that obligation.
- i. Compare all information on the schedule to the legal documents that form the basis for the dedication or restriction of the resource balance in question.
 - ii. Compare all current balances to the amounts reported in the accounting records of the Successor Agency or to an alternative computation.
 - iii. Compare the specified enforceable obligations to those that were included in the final Recognized Obligation Payment Schedule approved by the California Department of Finance.
 - iv. Attach as an exhibit to the report the listing obtained from the Successor Agency. Identify in the report any listed balances for which the Successor Agency was unable to provide appropriate restricting language in the legal document associated with the enforceable obligation.

Results: Not applicable. Except for obligations listed under procedure #9, the City does not believe that additional assets balances need to be retained to satisfy enforceable obligations

- B. If the Successor Agency believes that future revenues together with balances dedicated or restricted to an enforceable obligation are insufficient to fund future obligation payments and thus retention of current balances is required, obtain from the Successor Agency a schedule of approved enforceable obligations that includes a projection of the annual spending requirements to satisfy each obligation and a projection of the annual revenues available to fund those requirements and perform the following procedures:
- i. Compare the enforceable obligations to those that were approved by the California Department of Finance. Procedures to accomplish this may include reviewing the letter from the California Department of Finance approving the Recognized Enforceable Obligation Payment Schedules for the six month period from January 1, 2012 through June 30, 2012 and for the six month period July 1, 2012 through December 31, 2012.
 - ii. Compare the forecasted annual spending requirements to the legal document supporting each enforceable obligation.
 - a. Obtain from the Successor Agency its assumptions relating to the forecasted annual spending requirements and disclose in the report major assumptions associated with the projections.

- iii. For the forecasted annual revenues:
 - a. Obtain from the Successor Agency its assumptions for the forecasted annual revenues and disclose in the report major assumptions associated with the projections.

Results: Per inquiry of City staff, the Other Funds did not have any available assets as of June 30, 2012 to be retained for this purpose.

- C. If the Successor Agency believes that projected property tax revenues and other general purpose revenues to be received by the Successor Agency are insufficient to pay bond debt service payments (considering both the timing and amount of the related cash flows), obtain from the Successor Agency a schedule demonstrating this insufficiency and apply the following procedures to the information reflected in that schedule.
 - i. Compare the timing and amounts of bond debt service payments to the related bond debt service schedules in the bond agreement.
 - ii. Obtain the assumptions for the forecasted property tax revenues and disclose major assumptions associated with the projections.
 - iii. Obtain the assumptions for the forecasted other general purpose revenues and disclose major assumptions associated with the projections.

Results: Per inquiry of City staff, the staff believes there are sufficient projected property tax revenues and other general purpose revenues to pay bond debt services payments.

- D. If procedures A, B, or C were performed, calculate the amount of current unrestricted balances necessary for retention in order to meet the enforceable obligations by performing the following procedures.
 - i. Combine the amount of identified current dedicated or restricted balances and the amount of forecasted annual revenues to arrive at the amount of total resources available to fund enforceable obligations.
 - ii. Reduce the amount of total resources available by the amount forecasted for the annual spending requirements. A negative result indicates the amount of current unrestricted balances that needs to be retained.
 - iii. Include the calculation in the AUP report.

Results: Not applicable, following results of procedures performed at 8.A, 8.B and 8.C above.

Citation:

34179.5(c)(5)(E) An itemized list and analysis of any amounts of current balances that are needed to satisfy obligations that will be placed on the Recognized Obligation Payment Schedules for the current fiscal year.

Suggested Procedure(s):

9. If the Successor Agency believes that cash balances as of June 30, 2012 need to be retained to satisfy obligations on the Recognized Obligation Payment Schedule (ROPS) for the period of July 1, 2012 through June 30, 2013, obtain a copy of the final ROPS for the period of July 1, 2012 through December 31, 2012 and a copy of the final ROPS for the period January 1, 2013 through June 30, 2013. For each obligation listed on the ROPS, the Successor Agency should add columns identifying (1) any dollar amounts of existing cash that are needed to satisfy that obligation and (2) the Successor Agency's explanation as to why the Successor Agency believes that such balances are needed to satisfy the obligation. Include this schedule as an attachment to the AUP report.

Results: We obtained a listing that cash balances totaling \$7,338,068 are required to be retained by the Successor Agency to satisfy enforceable obligations on approved recognized obligation payment schedules for the period between July 1, 2012 through June 30, 2013, as detailed in Attachment A provided by the Successor Agency.

Citation:

34179.5(c)(6) The review shall total the net balances available after deducting the total amounts described in subparagraphs (B) to (E), inclusive, of paragraph (5). The review shall add any amounts that were transferred as identified in paragraphs (2) and (3) of subdivision (c) if an enforceable obligation to make that transfer did not exist. The resulting sum shall be available for allocation to affected taxing entities pursuant to Section 34179.6. It shall be a rebuttable presumption that cash and cash equivalent balances available to the successor agency are available and sufficient to disburse the amount determined in this paragraph to taxing entities. If the review finds that there are insufficient cash balances to transfer or that cash or cash equivalents are specifically obligated to the purposes described in subparagraphs (B), (D), and (E) of paragraph (5) in such amounts that there is insufficient cash to provide the full amount determined pursuant to this paragraph, that amount shall be demonstrated in an additional itemized schedule.

Suggested Procedure(s):

10. Include (or present) a schedule detailing the computation of the Balance Available for Allocation to Affected Taxing Entities (Attachment A). Amounts included in the calculation should agree to the results of the procedures performed in each section above. The schedule should also include a deduction to recognize amounts already paid to the County Auditor-Controller on July 12, 2012 as directed by the California Department of Finance. The amount of this deduction presented should be agreed to evidence of payment. The attached example summary schedule may be considered for this purpose. Separate schedules should be completed for the Low and Moderate Income Housing Fund and for all other funds combined (excluding the Low and Moderate Income Housing Fund).

Results: See Attachment B. Per City staff the City was not required to make a payment to the County Auditor Controller on July 12, 2012 as directed by the California Department of Finance.

Suggested Procedure(s):

11. Obtain a representation letter from Successor Agency management acknowledging their responsibility for the data provided to the practitioner and the data presented in the report or in any attachments to the report. Included in the representations should be an acknowledgment that management is not aware of any transfers (as defined by Section 34179.5) from either the former redevelopment agency or the Successor Agency to other parties for the period from January 1, 2011 through June 30, 2012 that have not been properly identified in the AUP report and its related exhibits. Management's refusal to sign the representation letter should be noted in the AUP report as required by attestation standards.

Results: Management signed and provided the representation letter dated April 16, 2013 without exception.

We were not engaged to, and did not, conduct an audit, the objective of which would be the expression of an opinion on the information provided for the purposes of the agreed-upon procedures and the Attachment. Accordingly, we do not express such an opinion. Had we performed additional procedures or had we performed an audit of the information provided for the purposes of the agreed-upon procedures and the Attachment, matters might have come to our attention which would have been reported to you.

This report is intended for the information of management and the Oversight Board, the State Department of Finance and State Controller's Office; however, this restriction is not intended to limit the distribution of this report, which is a matter of public record.

Maze & Associates

April 16, 2013

ATTACHMENT A

RECOGNIZED OBLIGATION PAYMENT SCHEDULE
Per AB 261/AB 1484 - Section 34169 for Period July - December 2012

Name of Redevelopment Agency: Hayward Successor Agency
Project Area(s): All

Project Name / Debt Obligation	Payee	Description	Sources of Funding	Total Outstanding Debt or Obligation	Total Due During Fiscal Year	Payments by month					Unamortized Cash as of June 30, 2012 Subject to Statutory Obligations	Explanation of Why Cash is Needed	
						Jul	Aug	Sep	Oct	Nov			Dec
1) 2004 TAB Admin Fee FY2012	Wells Fargo	Annual administrative fee for bond issuance	Real Property Tax Fund (RPTTF)	3,300,981.95	3,300,981.95	921,890.75						921,890.75	See Note 3
1a) 2004 TAB Admin Fee FY2017	Wells Fargo	Annual administrative fee for bond issuance	TI Fund Balance	1,800.00	1,800.00	1,800.00						1,800.00	See Note 3
1b) 2004 TAB Admin Fee FY2013	Wells Fargo	Annual administrative fee for bond issuance	RPTTF	1,600.00	1,600.00							1,600.00	See Note 3
1c) 2004 TAB Admin Fee FY2012	Wells Fargo	Annual administrative fee for bond issuance	TI Fund Balance	5,170.00	5,170.00							5,170.00	See Note 3
1d) 2004 TAB Admin Fee FY2013	Wells Fargo	Annual administrative fee for bond issuance	RPTTF	8,715.00	8,715.00							8,715.00	See Note 3
2) 2005 TAB Admin Fee FY2013	Wells Fargo	Annual administrative fee for bond issuance	RPTTF	2,000.00	2,000.00							2,000.00	See Note 3
2a) 2005 TAB Admin Fee FY2017	Wells Fargo	Annual administrative fee for bond issuance	RPTTF	2,000.00	2,000.00							2,000.00	See Note 3
2b) 2005 TAB Admin Fee FY2013	Wells Fargo	Annual administrative fee for bond issuance	RPTTF	2,000.00	2,000.00							2,000.00	See Note 3
2c) 2005 TAB Admin Fee FY2012	Wells Fargo	Annual administrative fee for bond issuance	TI Fund Balance	1,120.00	1,120.00							1,120.00	See Note 3
2d) 2005 TAB Admin Fee FY2013	Wells Fargo	Annual administrative fee for bond issuance	RPTTF	1,120.00	1,120.00							1,120.00	See Note 3
3) Payment Agreement with City of Hayward	City of Hayward	To fund start-up costs of Hayward	RPTTF	800,000.00	800,000.00							800,000.00	See Note 3
4) SERAF	Hayward Electric Authority	Loan for SERAF Project #111	RPTTF	3,076,347.00	2,996,347.00							2,996,347.00	See Note 3
5) Contract for Restaurant Consulting	Five Star Restaurant	Restaurant consulting	TI Fund Balance	14,267.50	3,767.50							3,767.50	See Note 3
6) Franklin Square Loan	Multiple Property Owners	Financing loan funds for property owners	TI Fund Balance	1,108,000.00	369,330.00							369,330.00	See Note 3
7) Project Delivery Costs to Implement	Successor Agency	Project delivery costs to implement	RPTTF	24,437.00	4,072.00							4,072.00	See Note 3
8) Contract for Security Alarm	ADT Security Services	Security alarm for City of Hayward	RPTTF	40,175.00	40,175.00							40,175.00	See Note 3
9) Employee Leave Liability	City of Hayward	Employee leave liability	RPTTF	699,235.40	699,235.40							699,235.40	See Note 3
10) PERB Liability (Note 7)	City of Hayward	PERB liability	RPTTF	54,042.00	54,042.00							54,042.00	See Note 3
11) OPEB Liability (Note 2)	City of Hayward	OPEB liability	RPTTF	177,227.20	177,227.20							177,227.20	See Note 3
12) OPEB Liability (Note 2)	City of Hayward	OPEB liability	RPTTF	213,848.44	182,412.00							182,412.00	See Note 3
13) Agency Insurance Costs	City of Hayward	Agency insurance costs	RPTTF	290,000.00	290,000.00							290,000.00	See Note 3
14) Plan	City of Hayward	Plan	RPTTF	68,000.00	68,000.00							68,000.00	See Note 3
15) Contract for Security Services	ABC Security Services	Security services for City of Hayward	RPTTF	2,100.00	175.00							175.00	See Note 3
16) Contract for Security Alarm	ADT Security Services	Security alarm for City of Hayward	RPTTF	7,000.00	7,000.00							7,000.00	See Note 3
17) Contract for Security Alarm	ADT Security Services	Security alarm for City of Hayward	RPTTF	12,000.00	12,000.00							12,000.00	See Note 3
18) Contract for Security Alarm	ADT Security Services	Security alarm for City of Hayward	RPTTF	28,000.00	28,000.00							28,000.00	See Note 3
19) Contract for Security Alarm	ADT Security Services	Security alarm for City of Hayward	RPTTF	500.00	500.00							500.00	See Note 3
20) Contract for Security Alarm	ADT Security Services	Security alarm for City of Hayward	RPTTF	6,504.54	6,504.54							6,504.54	See Note 3
21) Contract for Security Alarm	ADT Security Services	Security alarm for City of Hayward	RPTTF	20,000.00	20,000.00							20,000.00	See Note 3
22) Contract for Security Alarm	ADT Security Services	Security alarm for City of Hayward	RPTTF	320,810.00	14,576.55							14,576.55	See Note 3
23) Contract for Security Alarm	ADT Security Services	Security alarm for City of Hayward	RPTTF	18,993.00	18,993.00							18,993.00	See Note 3
24) Contract for Security Alarm	ADT Security Services	Security alarm for City of Hayward	RPTTF	128,890.00	128,890.00							128,890.00	See Note 3
25) Contract for Security Alarm	ADT Security Services	Security alarm for City of Hayward	RPTTF	100,635.42	100,635.42							100,635.42	See Note 3
26) Contract for Security Alarm	ADT Security Services	Security alarm for City of Hayward	RPTTF	20,000.00	20,000.00							20,000.00	See Note 3
27) Contract for Security Alarm	ADT Security Services	Security alarm for City of Hayward	RPTTF	4,999.94	4,999.94							4,999.94	See Note 3
28) AB 1484 Audit Expenses	TBD	Audit required by AB 1484 of Low Mod	TI Fund Balance	15,000.00	15,000.00							15,000.00	See Note 3
29) Oversight Board Legal Counsel	TBD	Legal counsel for Oversight Board	TI Fund Balance	50,000.00	50,000.00							50,000.00	See Note 3

ATTACHMENT A

Name of Redevelopment Agency: Hayward Successor Agency
 Project Area(s): All

RECOGNIZED OBLIGATION PAYMENT SCHEDULE
 Per AB 26/AB 1484 - Section 34169 for Period July - December 2012

Project Area	Reimbursement of unpaid funds on deposit for annual maintenance expenses to holder of Chema Phase along issue	T1 Fund Balance	Varies every year - annual maintenance expenses - cannot estimate total amount	T1 Fund Balance	Varies every year - annual maintenance expenses - cannot estimate total amount	T1 Fund Balance	Varies every year - annual maintenance expenses - cannot estimate total amount	T1 Fund Balance	Varies every year - annual maintenance expenses - cannot estimate total amount
52) Chema Place Maintenance Expense (Reimbursement)	Reimbursement of unpaid funds on deposit for annual maintenance expenses to holder of Chema Phase along issue		6,300.00		6,300.00		6,300.00		6,300.00
53) Chema Place Maintenance Reserve FY 12 Payment	Per requirements of ground lease, annual payment into capital maintenance reserve for Chema Phase along structure		2,972.00		2,972.00		2,972.00		2,972.00
53) Chema Place Maintenance Reserve FY 13 Payment	Per requirements of ground lease, annual payment into capital maintenance reserve for Chema Phase along structure		2,972.00		2,972.00		2,972.00		2,972.00
Totals - This Page									
			\$ 63,192,926.84	\$ 5,150,738.34	\$ 513,482.10	\$ 1,711,126.50	\$ 479,087.21	\$ 97,890.64	\$ 97,890.64
									\$ 2,993,649.73

Note 1: This total only reflects payments required between 7/1/09 and 12/31/2012 and not the total outstanding obligation.
 Note 2: The total amount of the obligation is \$1,711,126.50.
 Note 3: The balance as of June 30, 2012 is inclusive of the RPTTF funds allocated to the Successor Agency specifically for the purpose of funding the obligations listed on ROPS II and available from RPTTF. Use of these funds for unallowable obligations is entirely consistent with the ROPS II as approved by the oversight board and DOP. The Successor Agency does not have any other source of funds for these obligations and many of the obligations have already been paid using funds available as of June 30, 2012.

Attachment B

**SUCCESSOR AGENCY TO THE HAYWARD REDEVELOPMENT AGENCY
SUMMARY OF BALANCES AVAILABLE FOR ALLOCATION TO AFFECTED TAXING ENTITIES
(EXCLUDING LOW AND MODERATE INCOME HOUSING FUND)**

Total amount of assets held by the successor agency as of June 30, 2012 (procedure 5)	\$71,439,633
Add the amount of any assets transferred to the city or other parties for which an enforceable obligation with a third party requiring such transfer and obligating the use of the transferred assets did not exist (procedures 2 and 3)	-
Less assets legally restricted for uses specified by debt covenants, grant restrictions, or restrictions imposed by other governments (procedure 6)	(4,009,367)
Less assets that are not cash or cash equivalents (e.g., physical assets) - (procedure 7)	(61,858,156)
Less balances that are legally restricted for the funding of an enforceable obligation (net of projected annual revenues available to fund those obligations) - (procedure 8)	-
Less balances needed to satisfy ROPS for the 2012-13 fiscal year (procedure 9)	(7,338,068)
Less the amount of payments made on July 12, 2012 to the County Auditor-Controller as directed by the California Department of Finance	-
Amount to be remitted to county for disbursement to taxing entities	<u><u>(\$1,765,958)</u></u>

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RECOGNIZED OBLIGATION PAYMENT SCHEDULE
 Per AB 26/AB 1484 - Section 34169 for Period July - December 2012

Project Name / Debt Obligation	Payee	Description	Source of Funding	Total Outstanding Debt or Obligation	Total Due During Fiscal Year	Payments by month					Total	
						Jul	Aug	Sep	Oct	Nov		Dec
1) 2004 Tax Allocation Bonds	Wells Fargo	Bond issue to fund non-housing projects	Real Property Tax Trust Fund (RPTTF)	20,910,000.00	3,388,981.50							
1a) 2004 TAB Admin Fee FY2012	Wells Fargo	Annual administrative fee for bond issuance	TI Fund Balance	Varies every year - cannot estimate total amount	1,500.00		921,930.75					\$ 921,930.75
1b) 2004 TAB Admin Fee FY2013	Wells Fargo	Annual administrative fee for bond issuance	RPTTF	Varies every year - cannot estimate total amount	1,500.00		1,500.00					\$ 1,500.00
1c) 2004 TAB Admin Fee FY2014	Willdan	Annual administrative fee for bond issuance	TI Fund Balance	Varies every year - cannot estimate total amount	5,175.00		5,175.00					\$ 5,175.00
1d) 2004 TAB Admin Fee FY2015	Willdan	Annual administrative fee for bond issuance	RPTTF	Varies every year - cannot estimate total amount	5,175.00		5,175.00					\$ 5,175.00
2) 2005 Tax Allocation Bonds	Wells Fargo	Bond issue to fund non-housing projects	RPTTF	11,720,000.00	636,340.00		278,170.00					\$ 278,170.00
2a) 2005 TAB Admin Fee FY2012	Wells Fargo	Annual administrative fee for bond issuance	TI Fund Balance	Varies every year - cannot estimate total amount	2,000.00		2,000.00					\$ 2,000.00
2b) 2005 TAB Admin Fee FY2013	Wells Fargo	Annual administrative fee for bond issuance	RPTTF	Varies every year - cannot estimate total amount	2,000.00		2,000.00					\$ 2,000.00
2c) 2005 TAB Admin Fee FY2014	Willdan	Annual administrative fee for bond issuance	TI Fund Balance	Varies every year - cannot estimate total amount	1,120.00		1,120.00					\$ 1,120.00
2d) 2005 TAB Admin Fee FY2015	Willdan	Annual administrative fee for bond issuance	RPTTF	Varies every year - cannot estimate total amount	1,120.00		1,120.00					\$ 1,120.00
3) Hayward City of Hayward	Hayward Housing Authority	To fund start-up costs of Hayward Redevelopment Project Area	RPTTF	7,016,422.00	800,000.00		4,072.00					\$ 4,072.00
4) SER-LF	Hayward Housing Authority	Loan for SER-LF F10 and F11 payments	RPTTF	3,515,518.00	2,684,344.00		2,684,344.00					\$ 2,684,344.00
5) Contract for Restaurant Consulting	Fine Star Restaurant	One-on-one restaurant consulting/retail attraction	TI Fund Balance	14,287.50	3,787.50		3,787.50					\$ 3,787.50
6) Foothill Facade Loans	Multiple Property Owners	Hatchling loan funds for property owners along Foothill Blvd for facade improvement program	TI Fund Balance	1,108,000.00	369,334.00		369,334.00					\$ 369,334.00
7a) Foothill Facade Loan Project Delivery Costs (Staff Consultant Fees)	Successor Agency/ Employees of Agency/ Liability Fund	Project Delivery Costs to Implement Foothill Facade Loan Project	RPTTF	24,432.00	24,432.00		4,072.00					\$ 24,432.00
7b) Employee Leave Liability	City of Hayward	Leave balance pay/affiliability fund deposit for employee leave costs	RPTTF	49,175.00	49,175.00		49,175.00					\$ 49,175.00
8) PERS Liability (Note 2)	Liability Fund	Liability Fund deposit for agency employee PERS costs	RPTTF	666,235.40	670,235.40		670,235.40					\$ 670,235.40
9) OPEB Liability (Note 2)	Liability Fund	Liability Fund deposit for Agency employee OPEB costs	RPTTF	177,227.20	177,227.20		177,227.20					\$ 177,227.20
10) Agency insurance costs	City of Hayward	Liability insurance	RPTTF	54,042.00	54,042.00		54,042.00					\$ 54,042.00
11) Contract for Mission Blvd Specific Plan	Hill Altimira Inc./Lampier Gregory	Consultant to prepare specific plan for Mission Blvd corridor	TI Fund Balance	213,649.44	182,412.00		15,201.00					\$ 15,201.00
12) Successor Agency Admin Allowance	City of Hayward	Per AB126 to cover administrative costs of Successor Agency	RPTTF	250,000.00	250,000.00		20,833.33					\$ 20,833.33
13) Contract for Security Services	ABC Security Services	Security Patrol Services for Cinema Place garage	RPTTF	61,000.00	61,000.00		5,666.67					\$ 5,666.67
14) Contract for Security Alarm	ADT Security Services	Alarm Service for Cinema Place garage	RPTTF	2,100.00	2,100.00		175.00					\$ 175.00
15) Contract for Elevator Maint and Repair	Mitsubishi Electric	Cinema Place Elevator	RPTTF	7,000.00	7,000.00		583.33					\$ 583.33
16) Contract for Sweeping	McIntgomery Sweeping Service	Cinema Place Garage Sweeping	RPTTF	12,000.00	12,000.00		1,000.00					\$ 1,000.00
17) Utilities	PGE	Cinema Place Garage Utilities	RPTTF	28,000.00	28,000.00		2,333.33					\$ 2,333.33
18) Utilities	City of Hayward	Cinema Place Water Utilities	RPTTF	500.00	500.00		41.67					\$ 41.67
19) Contract for Env Remediation Work	AEDIS Architecture & Planning	Burbank School Env Remediation Work	TI Fund Balance	6,504.54	6,504.54		6,504.54					\$ 6,504.54
20) Contract for Env Remediation Work	TRC	Burbank School Env Remediation Work	TI Fund Balance	20,000.00	15,628.87		5,209.96					\$ 5,209.96
21) Contract for Hurch (Note 3)	Andrew-Kong Knight	Cinema Place Hurch	TI Fund Balance	11,644.64	6,449.99		6,449.99					\$ 6,449.99
22) Contract for Env Remediation	TRC	Residual Burbank Site - Removal Action Work	RPTTF	328,610.00	328,610.00		14,676.65					\$ 14,676.65
23) Project Delivery Costs - Burbank Residual Site	City of Hayward (Successor Agency)	Finalize final plan and execution of Purchase and Sale Agreement - said project mgmt costs/legal fees	RPTTF	18,863.00	18,863.00		4,643.83					\$ 4,643.83
24) Property Disposition Costs - former Agency	City of Hayward (Successor Agency)	Staff project mgmt costs, legal fees, property mgmt costs, appraisal costs, other associated costs for property disposition	RPTTF	128,580.00	128,580.00		10,715.00					\$ 10,715.00
25) Contract for Env Remediation	AMEC Geomatrix Inc	Env Remediation - Cinema Place	TI Fund Balance	165,070.82	10,325.06		8,635.42					\$ 8,635.42
26) Contract for Financial Analysis	Kayser Marston	Financial Analysis	TI Fund Balance	20,000.00	7,720.83		2,573.61					\$ 2,573.61

RECOGNIZED OBLIGATION PAYMENT SCHEDULE
 Per AB 26/AB 1484 - Section 34169 for Period July - December 2012

Line Item	Description	SPVF-B	Water testing at Cinema Place - monitoring of site	TI Fund Balance	4,992.34	4,992.34	4,992.34													
46)	Contract for Water Testing			TI Fund Balance	4,992.34	4,992.34	4,992.34													\$ 4,992.34
50)	AB 1484 Audit Expenses	TBD	Audit required by AB 1484 of Loan Mod Housing Fund	TI Fund Balance	15,000.00	15,000.00	15,000.00													\$ 15,000.00
51)	Overnight Board Legal Counsel	TBD	Per Overnight Board request funds to pay for outside legal counsel	TI Fund Balance	50,000.00	50,000.00	50,000.00			5,000.00	5,000.00	5,000.00	5,000.00	5,000.00	5,000.00	5,000.00	5,000.00	5,000.00	5,000.00	\$ 20,000.00
52)	Cinema Place Maintenance Expense (Repayment)	Blake Hunt Ventures	Reimbursement of unpaid taxes on deposit for annual maintenance expenses to holder of Cinema Place ground lease	TI Fund Balance	6,300.00	6,300.00	6,300.00													\$ 6,300.00
53)	Cinema Place Maintenance Reserve FY 12 Payment	City of Hayward Successor Agency	Per requirements of ground lease - annual payment into capital maintenance reserve for Cinema Place parking structure	TI Fund Balance	92,132.00	2,972.00	2,972.00													\$ 2,972.00
53)	Cinema Place Maintenance Reserve FY 13 Payment	City of Hayward Successor Agency	Per requirements of ground lease - annual payment into capital maintenance reserve for Cinema Place parking structure	RPTTF	90,150.00	2,972.00	2,972.00													\$ 2,972.00
Totals - This Page																				
Grand Total - All Pages																				

Line Item	Description	SPVF-B	Water testing at Cinema Place - monitoring of site	TI Fund Balance	4,992.34	4,992.34	4,992.34													
50)	AB 1484 Audit Expenses	TBD	Audit required by AB 1484 of Loan Mod Housing Fund	TI Fund Balance	15,000.00	15,000.00	15,000.00													\$ 15,000.00
51)	Overnight Board Legal Counsel	TBD	Per Overnight Board request funds to pay for outside legal counsel	TI Fund Balance	50,000.00	50,000.00	50,000.00			5,000.00	5,000.00	5,000.00	5,000.00	5,000.00	5,000.00	5,000.00	5,000.00	5,000.00	5,000.00	\$ 20,000.00
52)	Cinema Place Maintenance Expense (Repayment)	Blake Hunt Ventures	Reimbursement of unpaid taxes on deposit for annual maintenance expenses to holder of Cinema Place ground lease	TI Fund Balance	6,300.00	6,300.00	6,300.00													\$ 6,300.00
53)	Cinema Place Maintenance Reserve FY 12 Payment	City of Hayward Successor Agency	Per requirements of ground lease - annual payment into capital maintenance reserve for Cinema Place parking structure	TI Fund Balance	92,132.00	2,972.00	2,972.00													\$ 2,972.00
53)	Cinema Place Maintenance Reserve FY 13 Payment	City of Hayward Successor Agency	Per requirements of ground lease - annual payment into capital maintenance reserve for Cinema Place parking structure	RPTTF	90,150.00	2,972.00	2,972.00													\$ 2,972.00
Totals - This Page																				
Grand Total - All Pages																				

Note 1: This total only reflects payments required between 7/1/2012 and 12/31/2012 and not the total outstanding obligation.
 Note 2: Payment of these two line items deferred to future ROPS period.
 Note 3: Contract finalized and final payment made in May 2012 - item removed from ROPS.

Updated August 23, 2012

Successor Agency Contact Information

Name of Successor Agency:	<u>Hayward</u>
County:	<u>Alameda</u>
Primary Contact Name:	Kelly McAdoo Morariu
Primary Contact Title:	Assistant City Manager
Address:	777 B Street
Contact Phone Number:	Hayward, CA 94541
Contact E-Mail Address:	<u>510-583-4305</u>
	<u>kelly.morariu@hayward-ca.gov</u>
Secondary Contact Name:	<u>Tracy Vesely</u>
Secondary Contact Title:	<u>Finance Director</u>
Secondary Contact Phone Number:	<u>510-583-4010</u>
Secondary Contact E-Mail Address:	<u>tracy.vesely@hayward-ca.gov</u>

SUMMARY OF RECOGNIZED OBLIGATION PAYMENT SCHEDULE
 Filed for the January 1, 2013 to June 30, 2013 Period

Name of Successor Agency: Hayward

	Total Outstanding Debt or Obligation
Outstanding Debt or Obligation (See Notes tab - Note 1)	\$ 63,184,507
Current Period Outstanding Debt or Obligation	Six-Month Total
A Available Revenues Other Than Anticipated RPTTF Funding	143,019
B Anticipated Enforceable Obligations Funded with RPTTF	4,140,393
C Anticipated Administrative Allowance Funded with RPTTF	125,000
D Total RPTTF Requested (B + C = D)	4,265,393
Total Current Period Outstanding Debt or Obligation (A + B + C = E) <i>Should be the same amount as ROPS form six-month total</i>	\$ 4,408,412
E Enter Total Six-Month Anticipated RPTTF Funding <i>(Obtain from county auditor-controller)</i>	
F Variance (E - D = F) <i>Maximum RPTTF Allowable should not exceed Total Anticipated RPTTF Funding</i>	\$ (4,265,393)
Prior Period (January 1, 2012 through June 30, 2012) Estimated vs. Actual Payments <i>(as required in HSC section 34186 (a))</i>	
G Enter Estimated Obligations Funded by RPTTF <i>(Should be the lesser of Finance's approved RPTTF amount including admin allowance or the actual amount distributed)</i>	3,777,193
H Enter Actual Obligations Paid with RPTTF <i>(see Notes tab - Note 2)</i>	3,630,279
I Enter Actual Administrative Expenses Paid with RPTTF	146,914
J Adjustment to Redevelopment Obligation Retirement Fund (G - (H + I) = J)	-
K Adjusted RPTTF <i>(The total RPTTF requested shall be adjusted if actual obligations paid with RPTTF are less than the estimated obligation amount.)</i>	\$ 4,265,393

Certification of Oversight Board Chairman:

Michael Sweeney
Name

Mayor of City of Hayward
Title

The attached is a true and correct copy of the Recognized Obligation Payment Schedule for the period ending June 30, 2013 approved by the Oversight Board.

Signature

Date

Name of Successor Agency: Hayward
 County: Alameda

Coversight Board Approval Date: August 23, 2012

RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS III)
 January 1, 2013 through June 30, 2013

Item #	Project Name / Debt Obligation	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Total Due During Fiscal Year 2012-13	LMHF	Bond Proceeds	Reserve Balance	Admin Allowance	RPTTF	Other	Six-Month Total
1	2004 Tax Allocation Bonds	5/1/2004	5/1/2034	Wells Fargo	Bond issue to fund non-housing projects	Hayward Downtown	\$ 36,810,000.00	\$ 7,362,197	\$ -	\$ -	\$ 143,019	\$ 125,000	\$ -4,140,393	\$ -	\$ 31,088,412
1a)	2004 TAB Admin Fee FY2012	5/1/2004	5/1/2034	Wells Fargo	Annual administrative fee for bond issuance	Hayward Downtown	Varies every year - cannot estimate total amount	1,800.00							
1b)	2004 TAB Admin Fee FY2013	5/1/2004	5/1/2034	Wells Fargo	Annual administrative fee for bond issuance	Hayward Downtown	Varies every year - cannot estimate total amount	1,800.00							1,800
1c)	2004 TAB Admin Fee FY2012	5/1/2004	5/1/2034	Wells Fargo	Annual administrative fee for bond issuance	Hayward Downtown	Varies every year - cannot estimate total amount	5,175.00							5,175
1d)	2004 TAB Admin Fee FY2013	5/1/2004	5/1/2034	Wells Fargo	Annual administrative fee for bond issuance	Hayward Downtown	Varies every year - cannot estimate total amount	18,340.00							18,340
2a)	2005 TAB Admin Fee FY2012	6/1/2005	6/1/2035	Wells Fargo	Annual administrative fee for bond issuance	Hayward Downtown	Varies every year - cannot estimate total amount	2,000.00							2,000
2b)	2005 TAB Admin Fee FY2013	6/1/2005	6/1/2035	Wells Fargo	Annual administrative fee for bond issuance	Hayward Downtown	Varies every year - cannot estimate total amount	2,000.00							2,000
2c)	2005 TAB Admin Fee FY2012	6/1/2005	6/1/2035	Wells Fargo	Annual administrative fee for bond issuance	Hayward Downtown	Varies every year - cannot estimate total amount	1,120.00							1,120
2d)	2005 TAB Admin Fee FY2013	6/1/2005	6/1/2035	Wells Fargo	Annual administrative fee for bond issuance	Hayward Downtown	Varies every year - cannot estimate total amount	1,120.00							1,120
3	Repayment Agreement with City of Hayward	9/2/1975	When paid off	City of Hayward	To fund startup costs of Hayward Redevelopment Project Area	Hayward Downtown	7,018,422.00	0.00							7,018,422
4	SERAF	8/2/2011	When paid off	Hayward Housing Authority	Loan for SERAF FY10 and FY11 payments	Hayward Downtown	3,076,516.00	0.00							3,076,516
5	Contract for Restaurant Consulting	12/30/2011	12/30/2011	Five Star Restaurant	Check-out restaurant consulting/initial attraction	Hayward Downtown	14,287.50	3,787.50							3,787.50
6	Contract for Restaurant Consulting	12/30/2011	When property owner work is complete	Multiple Property Owners	Project Delivery Costs to Implement Football Field Loan	Hayward Downtown	1,108,000.00	1,108,000.00							1,108,000
7	Football Field Loans	3/9/2011	N/A	Successor Agency	Project	Hayward Downtown	24,432.00	24,432.00							24,432
8a)	Football Field Loan Project Delivery Costs (See Note 6)	3/9/2011	N/A	Employees of Agency	Leave balance payroll, liability, fund deposit for employee leave costs	Hayward Downtown	46,175.00	46,175.00							46,175
11	PERA Liability	2/1/2012	N/A	Fund	Liability Fund deposit for Agency employee PERA costs	Hayward Downtown	699,235.40	699,235.40							699,235
12	OPRB Liability	2/1/2012	N/A	Liability Fund	Liability Fund deposit for Agency employee OPRB costs	Hayward Downtown	177,227.20	177,227.20							177,227
13	Agency insurance costs	7/1/2011	Annual Agreement	City of Hayward	Liability insurance	Hayward Downtown	54,042.00	54,042.00							54,042
15	Contract for Mission Blvd Specific Plan	11/17/2009	5/31/2013	City of Hayward	Consultant to prepare specific plans for Mission Blvd corridor	Hayward Downtown	213,949.44	182,412.00			91,206				91,206
22	Successor Agency Admin Allowance	2/1/2012	N/A	City of Hayward	Per AB 126 to cover administrative costs of Successor Agency	Hayward Downtown	250,000.00	250,000.00				125,000			125,000
23	Contract for Security Services (See Notes)	7/11/2012	Annual Agreement	ABC Security Services	Security Patrol Services for Cinema Place garage	Hayward Downtown	68,000.00	68,000.00					34,000		34,000
24	Contract for Security Alarm (See Notes)	7/11/2012	Annual Agreement	ADT Security Services	Alarm Services for Cinema Place garage	Hayward Downtown	2,100.00	2,100.00					1,050		1,050
25	Contract for Elevator Maint and Repair (See Notes page)	7/11/2012	Annual Agreement	Mitsubishi Electric	Cinema Place Elevator	Hayward Downtown	7,000.00	7,000.00					3,500		3,500
26	Contract for Sweeping (See Notes page)	7/11/2012	Annual Agreement	Montgomery Sweeping Service	Cinema Place Garage Sweeping	Hayward Downtown	12,000.00	12,000.00					6,000		6,000
27	Utilities (See Notes page)	7/11/2012	Annual Agreement	PG&E	Cinema Place Garage Utilities	Hayward Downtown	28,000.00	28,000.00					14,000		14,000
28	Utilities (See Notes page)	7/11/2012	Annual Agreement	City of Hayward	Cinema Place Water Utilities	Hayward Downtown	500.00	500.00					250		250
29	Contract for Env Remediation Work (See Notes page)	7/20/2004	2/7/2007	REDIS Architecture & Planning	Burbank School Env Remediation Work	Hayward Downtown	6,504.54	6,504.54							6,504.54
30	Contract for Env Remediation Work (See Notes page)	2/4/2005	6/10/2008	TRC	Burbank School Env Remediation Work	Hayward Downtown	20,000.00	19,626.87							19,626.87
37	Contract for Env Remediation Work (See Notes page)	8/5/2011	5/9/2013	City of Hayward (Successor Agency)	Residual Burbank Site - Removal Action Work	Hayward Downtown	328,610.00	328,610.00					255,728		255,728
38	Project Delivery Costs - Burbank Residual Site	N/A	N/A	City of Hayward (Successor Agency)	Finalize negotiation and execution of Purchase and Sale Agreement - staff project mgmt/legal fees	Hayward Downtown	35,983.00	36,863.00					18,432		18,432
39	Property Disposition Costs - former Agency-held properties	N/A	N/A	City of Hayward (Successor Agency)	Staff project mgmt costs, legal fees, property mgmt costs, appraisal costs, other associated costs for property disposition	Hayward Downtown	115,590.00	128,550.00					64,230		64,230
40	Contract for Env Remediation (See Notes page)	6/25/2009	8/30/2012	AJEC Geomatrix Inc	Env Remediation - Cinema Place	Hayward Downtown	105,925.66	105,925.66			51,813				51,813
42	Contract for Financial Analysis	7/11/2011	N/A	Keyser Marston	Financial Analysis	Hayward Downtown	20,000.00	7,750.83							7,750.83
46	Contract for Water Testing	6/15/2012	Once monitoring complete	SWRCB	Water testing at Cinema Place - monitoring of site	Hayward Downtown	4,899.94	4,899.94							4,899.94
50	AB 1484 Audit Expenses	N/A	N/A	TBD	Audit required by AB 1484	Hayward Downtown	15,000.00	15,000.00							15,000.00
51	Oversight Board Legal Counsel	N/A	N/A	TBD	Per Oversight Board request, funds to pay for outside legal counsel	Hayward Downtown	90,000.00	90,000.00					30,000		30,000

Item #	Project Name / Debt Obligation	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Total Due During Fiscal Year 2012-13	Funding Source							
									LMIHF	Bond Proceeds	Reserve Balance	Admin Allowance	RPTTF	Other	Six-Month Total	
52	Cinema Place Maintenance Expense Repayment	7/11/07	Until 2042	Blake Hunt Ventures	Reimbursement of overpaid funds on deposit for annual maintenance expenses to holder of Cinema Place ground lease	Hayward Downtown	Varies every year depending on actual maintenance expenses. Annual estimate total amount	6,300.00								
53	Cinema Place Maintenance Reserve FY12 Payment	7/11/07	Until 2042	City of Hayward (Successor Agency)	Per requirements of Ground Lease, annual payment into capital maintenance reserve for Cinema Place along structure until 2042	Hayward Downtown	92,132.00	2,972.00								
54	Cinema Place Maintenance Reserve FY13 Payment	7/11/2007	Until 2042	City of Hayward (Successor Agency)	Per requirements of Ground Lease, annual payment into capital maintenance reserve for Cinema Place along structure until 2042	Hayward Downtown	89,160.00	2,972.00					2,972			2,972

Name of Successor Agency: Hayward
 County: Alameda

RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS III) -- Notes (Optional)
 January 1, 2013 through June 30, 2013

Item #	Notes/Comments
1	Summary Page Comment: The total obligation amount may be understated as some items vary in cost each year and cannot be accurately estimated. The ROPS tab identifies these items.
2	Summary Page Comment 2: The approved obligations for the January - June 2012 greatly exceeded the amount of cash distributed by the County Auditor-Controller. However, due to cash flow concerns, the Successor Agency did not fund all of the required obligations for this period. These obligations are still due and payable and have been reflected on the July - December 2012 ROPS and into the future.
3	Prior Period Payment Page: It is possible not all funds approved on the First or Second ROPS will actually be spent during the period ending December 31, 2012, due to potential delays in project approval, contracting or implementation and may actually be carried forward and spent during some of all of the months of this third ROPS period. However, total payments will not exceed total debt or obligations as of 07/01/2011 unless otherwise increased or added in subsequent ROPS.
ROPS #23-28	These are annual maintenance costs/contracts required by the Ground Lease Agreement for the Cinema Place project, which was executed 7/11/2007.
ROPS #29	Pending claims to be resolved
ROPS #30&37	Per Oversight Board approval on August 23, 2012, contracts to be combined and extended to complete remediation work.
ROPS #40	Contract to be extended to complete required groundwater remediation work.

Page/Item	Line	Project Name / Debt Obligation	Payee	Description/Project Scope	Project Area	LMIHF		Reserve Balance		Admin Allowance		RPITF (Note 3)		Other
						Estimate	Actual	Estimate	Actual	Estimate	Actual	Estimate	Actual	
2.00	47a	Assistance to fund Hayward BART Public Facilities Redevelopment of City Center Campus (one-time)										12,700,000		
2.00	47b	Reevaluate and update Downtown Plan (one-time)										4,500,000		
2.00	47c	Complete Downtown Gateways Project (one-time)										500,000		
2.00	47d	Acquiring Mission Blvd Properties (one-time)										200,000		
2.00	47e	Rehabilitation of Downtown Retail Properties (one-time)										5,500,000		
2.00	47f	Implementation of Neighborhood Revitalization Programs (one-time)										2,500,000		
2.00	47g	Remediation of Residential Burbank Site (one-time)										250,000		
2.00	47h	Cinema Place Garage Maintenance (annual)										250,000		
2.00	47i	Business Improvement District (annual)										60,000		
2.00	47j	Bringing Learning Agency Owned Properties (annual)										55,000		
2.00	47k	Community Promotions (annual)										20,000		
2.00	47l	Public Art (annual)										75,000		
2.00	47m	Reporting env monitoring at Burbank School (annual)										90,000		
2.00	47n	Cooperative Agreement (see subagreements below)	Hayward Housing Authority	To fund affordable housing projects in the City		39,000,000	944,248					7,000		
2.00	48	AG Winat Ownership Development (one-time)												
2.00	48a	South Hayward BART Senior and Family Housing (one-time)												
2.00	48b	Leidy Court (one-time)												
2.00	48c	Family Ownership Development (one-time)												
2.00	48d	Overseas (one-time)												
2.00	48e	Purchase, Rehab and Sale of Foreclosed Homes (one-time)												
2.00	48f	237 Units Promised under 238 Settlement Agreement (one-time)												
2.00	48g	Rehab of Existing Rental Housing Developments (annual)												
2.00	48h	First-time Homebuyer Program (annual)												
2.00	48i	Project Independence (Rental Assistance to Emancipated Youth) (annual)												
2.00	48j	Housing Rehab Loan and Minor Home Repair Programs (annual)												
2.00	48k	Monitoring and Enforcement for existing affordable housing projects and programs (annual)												
2.00	48l	First-time Homebuyer Program for 238 Settlement Agreement				1,000,000	1,000,000							