

PERALTA COMMUNITY COLLEGE DISTRICT
Board of Trustees Agenda Report
For the Trustee Meeting Date of September 13, 2016

ITEM TITLE:

Dolinka Group Contract Amendment

SPECIFIC BOARD ACTION REQUESTED:

Consider approval of contract amendment with the Dolinka Group in the amount of \$10,200 to conduct an annual audit of redevelopment pass-through payments from all 24 redevelopment agreements the District has with the five former redevelopment agencies (Alameda, Albany, Berkeley, Emeryville, and Oakland) in fiscal years 2014/15 and 2015/16. The current contract amount is \$60,000. The new not-to-exceed amount is \$70,200.

ITEM SUMMARY:

Continued fiscal audits of RDA pass-through payments.

SOURCE OF FUNDS (AND FISCAL/BUDGETARY IMPACT):

Restricted Redevelopment Funds – Fund 61

BACKGROUND/ANALYSIS:

As part of the 2011 Budget Act and in order to protect funding for core public services at the local level, the Legislature approved the dissolution of the State's 400+ RDAs. After a period of litigation, RDAs were officially dissolved as of February 1, 2012. As a result of the elimination of the RDAs, property tax revenues are now being used to pay required payments on existing bonds, other obligations, and pass-through payments to local governments. The remaining property tax revenues that exceed the enforceable obligations are now being allocated to cities, counties, special districts, and school and community college districts, thereby providing critical resources to preserve core public services.

To help facilitate the winding down process at the local level, Successor Agencies have been established to manage redevelopment projects currently underway, make payments on enforceable obligations, and dispose of redevelopment assets and properties. Each Successor Agency has an Oversight Board that supervises its work. The Oversight Board is comprised of representatives of the local agencies that served in the redevelopment project area: the city, county, special districts, and K-14 educational agencies. Oversight Board members have a fiduciary responsibility to holders of enforceable obligations, as well as to the local agencies that would benefit from property tax distributions from the former redevelopment project area. Interim Vice Chancellor Rinne has been designated as Peralta's Oversight Board representative for all five Boards.

Within Peralta's constituent boundaries there were five former redevelopment agencies. The purpose and focus of this redevelopment services contract would be an annual audit of the redevelopment pass-through payments in fiscal years 2014/15 and 2015/16, to collect and review contracts and new and amended documentation from each redevelopment agency, to confirm time limitations for each Redevelopment Project Area, to calculate the owed pass-through payments to the District, to audit prior year remittances, and to

research new redevelopment laws and statutes the may affect collection and disbursement of Redevelopment pass through dollars.

DELIVERABLES AND SCOPE OF WORK:

Dolinka Group, LLC shall provide Redevelopment Consulting Services to Peralta Community College District ("Client"). The specific tasks to be performed under this Statement of Work include the following:

Redevelopment Services – Annual Audit

This service involves Dolinka Group providing Redevelopment Assistance to the District. These services shall consist of annually auditing redevelopment pass-through payments in fiscal years 2014/15 and 2015/16.

ANTICIPATED COMPLETION DATE:

JUNE 30, 2017

ALTERNATIVES/OPTIONS:

None

EVALUATION AND RECOMMENDED ACTION:

Approval contract with Dolinka Group to provide an annual audit for 24 redevelopment agreements the District has with the five former redevelopment agencies.

OTHER DEPARTMENTS IMPACTED BY THIS ACTION (E.G. INFORMATION TECHNOLOGY):

YES _____ NO X

COMMENTS:

WHO WILL BE PRESENTING THIS ITEM AT THE BOARD MEETING?

Vice Chancellor Little

(*****Board contract approval is subject to negotiation and execution by the Chancellor.)

DOCUMENT PREPARED BY:

Prepared by: Ron Little Date: 9/1/16
Ronald D. Little II, Vice Chancellor for Finance and Administration

DOCUMENT PRESENTED AND APPROVED BY:

Presented and approved by: Ron Little Date: 9/1/16
Ronald D. Little II, Vice Chancellor for Finance and Administration

FINANCE DEPARTMENT REVIEW

Finance review required Finance review *not* required

If Finance review is required, determination is: Approved Not Approved

If not approved, please give reason: _____

Signature: Ron Little Date: 9/1/16
Ronald D. Little II, Vice Chancellor for Finance and Administration

GENERAL COUNSEL (Legality and Format/adherence to Education Codes):

Legal review required Legal review *not* required

If Legal review is required, determination is: Approved Not Approved

Signature: _____ Date: _____
Nitasha Sawhney, Acting General Counsel

CHANCELLOR'S OFFICE APPROVAL

Approved, and Place on Agenda Not Approved, but Place on Agenda

Signature: Jowel C. Laguerre
Jowel C. Laguerre, Chancellor