

**MINUTES**  
**SPECIAL MEETING OF THE CITY COUNCIL AND THE CITY COUNCIL**  
**ACTING AS GOVERNING BODY OF THE SUCCESSOR AGENCY TO**  
**THE HIGHLAND REDEVELOPMENT AGENCY AND A SPECIAL**  
**MEETING OF THE BOARD OF DIRECTORS OF THE SUCCESSOR**  
**AGENCY TO THE HIGHLAND REDEVELOPMENT AGENCY**  
**JANUARY 27, 2012 – 3:00 p.m.**

**CALL TO ORDER**

The special meeting of the City Council and the City Council acting as governing body of the Successor Agency to the Highland Redevelopment Agency and a special meeting of the Board of Directors of the Successor Agency to the Highland Redevelopment Agency was called to order at 3:00 p.m. by Mayor McCallon at the Donahue Council Chambers, 27215 Base Line, Highland, California.

**ROLL CALL**

Present: Lilburn, McCallon, Racadio (late), Scott, Timmer  
Absent: None

**COMMUNITY INPUT**

None

**CITY COUNCIL/SUCCESSOR AGENCY TO THE HIGHLAND REDEVELOPMENT AGENCY LEGISLATIVE**

1. Resolution No. 2012-004 A Resolution of the Highland City Council Pursuant to Assembly Bill 936 Concerning Forgiveness of Loans, Advances or Other Indebtedness

Director of Administrative Services gave a brief review of the staff report.

**A MOTION** was made by Councilwoman Scott, seconded by Councilman Timmer to approve Resolution No. 2012-004 a Resolution of the Highland City Council pursuant to Assembly Bill 936 concerning forgiveness of loans, advances or other indebtedness. Motion carried, 4-0, with Councilman Racadio being absent.

RESOLUTION NO. 2012-004  
A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF HIGHLAND  
PURSUANT TO ASSEMBLY BILL 936 CONCERNING FORGIVENESS OF  
LOANS, ADVANCES, OR OTHER INDEBTEDNESS

Councilman Racadio entered the dais at 3:02 p.m.

2. Designation of the City of Highland Housing Authority as the Successor Housing Agency to the City of Highland Redevelopment Agency per the Provisions of AB X1 26

City Manager Hughes gave a brief review of the staff report. This will transfer the funds from the LMI of the RDA to the City of Highland Housing Authority. This gives the Housing Authority all of the duties which were formally with the RDA as it pertains to Housing. There is still some question as to whether or not those funds will be able to be maintained by the Housing Authority or if they will have to go to the County of San Bernardino and eventually to the State; this is still being argued. There is a bill pending, 654, which is supposed to be heard and will clarify the issue but it has not been heard as of yet. This will also transfer the property and there is a list included in the staff report listing the properties.

Councilman Timmer stated you are referring to the properties which were purchased with the low to modification funds.

City Manager Hughes stated correct, the other properties which are owned by the RDA, those potentially are going to have to be sold and that will be up to a negotiation with the Oversight Board.

Mayor Pro Tem Lilburn asked we do not have that many, correct?

City Manager Hughes stated well we have the property next to City Hall, the Post Office and the property behind it, Community Center and Athletic Center.

Councilwoman Scott inquired about the land next to the Jeffrey Court?

City Manager Hughes stated this is included in this action.

Councilman Timmer stated so we may have to sell our Community Center or the land under it?

Councilman Racadio stated half of that was a public benefit transfer from the Federal Government.

City Manager Hughes stated yes and the other half was purchased with RDA funds.

Councilman Racadio asked can we decide which is Redevelopment.

City Manager Hughes stated the properties have already been placed together and separated out.

Councilman Racadio stated what if we did a lot line adjustment.

City Manager Hughes stated we have already adjusted it.

Mayor McCallon stated we have included in this Resolution all of the lands that have been designated for LMI or bought with LMI monies.

City Manager Hughes stated correct.

City Attorney Steele stated those are considered to be housing assets and those will be retained by the Housing Authority.

Community Development Director Jaquess stated based on a conference call we were on this morning, the properties that are part of this action which are going to the Housing Authority do not have to be sold as it appears. Just the RDA properties, the 80% side, not the 20% side.

Councilman Racadio stated the non-housing property, does the Successor Agency have any say on how that is sold.

City Manager Hughes stated we have two members on the Oversight Board that will make the decision. The designation of those two members will be brought to the Council meeting on February 14, 2012.

Councilman Racadio stated can they be overridden by the remaining Council Members?

City Attorney Steele stated the successor entity will have to initiate the sale of those properties. We are going to have to find buyers and handle getting those properties sold. The proposal to sell those properties will have to be initiated by the successor entity because there isn't anyone else to do it and then the Oversight Board will approve it.

**A MOTION** was made by Councilwoman Scott, seconded by Mayor Pro Tem Lilburn, to adopt Resolution No. 2012-005 electing not to retain the responsibility for performing housing functions previously performed by the Redevelopment Agency and determining that all of the rights, powers, assets, liabilities, duties and obligations associated with the housing activities of the Redevelopment Agency be transferred to the City of Highland Housing Authority. Motion carried, 5-0.

RESOLUTION NO. 2012-005  
A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF HIGHLAND  
MAKING AN ELECTION IN CONNECTION WITH HOUSING ASSETS AND  
FUNCTIONS UNDER PART 1.85 OF DIVISION 24 OF THE CALIFORNIA  
HEALTH AND SAFETY CODE AND TAKING CERTAIN ACTIONS IN  
CONNECTION THEREWITH

3. Resolution No. SARDA2012-001 Authorizing Investment of the Successor Agency to the Highland Redevelopment Agency monies in the Local Agency Investment Fund (LAIF)

**A MOTION** was made by Agency Member Racadio, seconded by Chairman McCallon to approve Resolution No. SARDA2012-001 authorizing investment of the Successor Agency to the Highland Redevelopment Agency monies in the Local Agency Investment Fund (LAIF). Motion carried, 5-0.

RESOLUTION NO. SARDA2012-001  
A RESOLUTION OF THE SUCCESSOR AGENCY TO THE HIGHLAND  
REDEVELOPMENT AGENCY OF THE CITY OF HIGHLAND, CALIFORNIA  
AUTHORIZING INVESTMENT OF MONIES IN THE LOCAL AGENCY  
INVESTMENT FUND (LAIF)

**ADJOURN**

There being no further business, Mayor McCallon adjourned the meeting at 3:12 p.m.

Submitted By:

Approved By:

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Betty Hughes, MMC  
City Clerk

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Larry McCallon  
Mayor