

Members of the Board

Jody Jones | Al McGreehan | Kevin Bultema | Jim Nicholas | Greg Steel

Butte County Consolidated Oversight Regular Board Meeting Minutes

January 15, 2020, 2PM

**Butte County Board of Supervisors Chambers
25 County Center Dr. Ste. 205, Oroville, CA 95965**

1. Call to Order

- 1.01 Pledge of Allegiance
- 1.02 Roll Call

MEETING CALLED TO ORDER AT BOARD OF SUPERVISORS CHAMBERS, 25 COUNTY CENTER DRIVE, SUITE 205, OROVILLE, CA AT 2PM ON JANUARY 15, 2020.

PRESENT: JODY JONES, BOARD MEMBER
JIM NICHOLAS, BOARD MEMBER
GREG STEEL, BOARD MEMBER
KEVIN BULTEMA, BOARD MEMBER
GRACIELA GUTIERREZ, COUNTY OF BUTTE, AUDITOR-CONTROLLER
JIM UNDERWOOD, GENERAL COUNSEL, UNDERWOOD LAW OFFICES, P.C.
AMY SCHUMAN, COUNTY OF BUTTE, ASSOCIATE CLERK OF THE BOARD
ASHLEY SNYDER, COUNTY OF BUTTE, ASSISTANT CLERK OF THE BOARD

ABSENT: AL MCGREEHAN, BOARD MEMBER

2. Corrections and/or Changes to the Agenda – Board members and staff may request additions, deletions or changes in the Agenda order.

NONE.

3. Regular Agenda

3.01 Election of Board Chair and Vice Chair

Requested Action: Nominate and elect a Chair and Vice Chair to serve for a 1-year term.

MOTION: THE CHAIR AND VICE CHAIR REMAIN THE SAME. (MOTION: STEEL; SECOND: BULTEMA)

VOTE: MOTION PASSED BY A 4-0-1 VOTE.

(AYES: JONES, NICHOLAS, STEEL, AND BULTEMA; NOES: NONE; ABSENT: MCGREEHAN; NOT VOTING: NONE)

CLERKS' NOTE: JODY JONES WILL REMAIN THE CHAIR FOR A 1 YEAR TERM AND AL MCGREEHAN WILL REMAIN THE VICE CHAIR FOR A 1 YEAR TERM.

3.02 Meeting Minutes from January 16, 2019

Requested Action: Approve the minutes from the January 16, 2019 Butte County Consolidated Oversight Board Meeting.

MOTION: APPROVE THE MINUTES FROM THE JANUARY 16, 2019 BUTTE COUNTY CONSOLIDATED OVERSIGHT BOARD MEETING. (MOTION: BULTEMA; SECOND: NICHOLAS)

VOTE: MOTION PASSED BY A 4-0-1 VOTE.

(AYES: JONES, NICHOLAS, STEEL, AND BULTEMA; NOES: NONE; ABSENT: MCGREEHAN; NOT VOTING: NONE)

3.03 Update from the Auditor-Controller

GRACIELA GUTIERREZ, COUNTY OF BUTTE, AUDITOR-CONTROLLER, PROVIDED A REPORT AND ANSWERED QUESTIONS FOR THE BOARD REGARDING TWO CURRENT VACANCIES: 1) A MEMBER OF THE PUBLIC APPOINTED BY THE BOARD OF SUPERVISORS; AND 2) A MEMBER APPOINTED BY THE LARGEST RECOGNIZED EMPLOYEE ORGANIZATION OR GOVERNOR.

JIM UNDERWOOD, GENERAL COUNSEL, UNDERWOOD LAW OFFICES, P.C., AND MEEGAN JESSEE, COUNTY OF BUTTE, DEPUTY ADMINISTRATIVE OFFICER, PROVIDED ADDITIONAL CLARIFICATION TO THE BOARD REGARDING THE VACANCIES.

BOARD DIRECTION: THE BOARD DIRECTED THE AUDITOR-CONTROLLER TO SEND A LETTER TO THE GOVERNOR REGARDING THE VACANCY FOR THE LARGEST RECOGNIZED EMPLOYEE ORGANIZATION.

GRACIELA GUTIERREZ, COUNTY OF BUTTE, AUDITOR-CONTROLLER, PROVIDED A REPORT TO THE BOARD AND ANSWERED QUESTIONS REGARDING DIRECTION THAT THE CALIFORNIA DEPARTMENT OF FINANCE HAS GIVEN COUNTY AUDITORS FOR OVERSIGHT BOARDS ABOUT ADMINISTRATIVE FEE APPROVALS FOR SUCCESSOR AGENCIES.

THE FOLLOWING INDIVIDUALS ALSO ADDRESSED THE BOARD: KELLY WYATT, CITY OF GRIDLEY, CONSULTANT; SCOTT DALE, CITY OF CHICO, FINANCE DIRECTOR; AND BARBARA MARTIN, CITY OF CHICO, DEPUTY FINANCE DIRECTOR.

3.04 Recognized Obligation Payment Schedule for the Chico Successor Agency for FY20-21

Requested Action: Adopt Resolution approving the FY20-21 Recognized Obligation Payment Schedule for the Chico Successor Agency.

BARBARA MARTIN, CITY OF CHICO, DEPUTY DIRECTOR FINANCE, ADDRESSED THE BOARD.

MOTION: ADJUST THE ADMINISTRATIVE FEE TO \$200,000. (MOTION: NICHOLAS; SECOND: STEEL)

VOTE: MOTION PASSED BY A 4-0-1 VOTE.

(AYES: JONES, NICHOLAS, STEEL, AND BULTEMA; NOES: NONE; ABSENT: MCGREEHAN; NOT VOTING: NONE)

CLERK'S NOTE: THE INTENT OF THIS MOTION WAS BROUGHT UP IN DISCUSSION AND CONFIRMED DURING THE JANUARY 20, 2021 MEETING. THE RESOLUTION WAS APPROVED WITH THE ADJUSTMENT OF THE ADMINISTRATIVE FEE TO \$200,000.

[REFERENCE ADOPTED RESOLUTION NO. 20-01.](#)

3.05 Administrative Budget for the Chico Successor Agency for FY20-21

BARBARA MARTIN, CITY OF CHICO, DEPUTY DIRECTOR FINANCE, ADDRESSED THE BOARD.

Requested Action: Adopt Resolution approving the FY20-21 Administrative Budget for the Chico Successor Agency.

MOTION: ADOPT RESOLUTION APPROVING THE FY20-21 ADMINISTRATIVE BUDGET FOR THE CHICO SUCCESSOR AGENCY. (MOTION: STEEL; SECOND: NICHOLAS)

VOTE: MOTION PASSED BY A 4-0-1 VOTE.

(AYES: JONES, NICHOLAS, STEEL, AND BULTEMA; NOES: NONE; ABSENT: MCGREEHAN; NOT VOTING: NONE)

[REFERENCE ADOPTED RESOLUTION NO. 20-02.](#)

3.06 Recognized Obligation Payment Schedule for the Gridley Successor Agency for FY20-21

Requested Action: Adopt Resolution approving the FY19-20 Recognized Obligation Payment Schedule for the Gridley Successor Agency.

ELISA ARTEAGA, CITY OF GRIDLEY, ASSISTANT FINANCE DIRECTOR AND KELLY WYATT, CONSULTANT, ADDRESSED THE BOARD.

GRACIELA GUTIERREZ, COUNTY OF BUTTE, AUDITOR-CONTROLLER, ANSWERED QUESTIONS FOR THE BOARD.

MOTION: ITEM #16 FOR THE DISSOLUTION AUDITS BEING INCLUDED IN THE ADMINISTRATION FEE. I RECOMMEND LINE ITEM #7 FOR ADMINISTRATION FEE BE CHANGED TO \$82,620 (INCLUDES LINE ITEMS 15, 16, AND 17). (MOTION: BULTEMA; SECOND: STEEL)

VOTE: MOTION PASSED BY A 4-0-1 VOTE.

(AYES: JONES, NICHOLAS, STEEL, AND BULTEMA; NOES: NONE; ABSENT: MCGREEHAN; NOT VOTING: NONE)

PAUL ECKERT, GRIDLEY CITY ADMINISTRATOR AND FINANCE DIRECTOR EXPRESSED THANKS TO THE BOARD.

[REFERENCE ADOPTED RESOLUTION NO. 20-03.](#)

3.07 Administrative Budget for the Gridley Successor Agency for FY20-21

Requested Action: Adopt Resolution approving the FY20-21 Administrative Budget for the Gridley Successor Agency.

MOTION: ADMINISTRATIVE BUDGET WOULD \$82,620. TOTAL ROPS WAS NOT REDUCED. THE TOTAL OF ITEMS 15, 16, AND 17 WERE MOVED INTO ADMINISTRATIVE. (MOTION: BULTEMA, SECOND: STEEL)

VOTE: MOTION PASSED BY A 4-0-1 VOTE.

(AYES: JONES, NICHOLAS, STEEL, AND BULTEMA; NOES: NONE; ABSENT: MCGREEHAN; NOT VOTING: NONE)

[REFERENCE ADOPTED RESOLUTION NO. 20-04.](#)

3.08 Recognized Obligation Payment Schedule for the Paradise Successor Agency for FY20-21

Requested Action: Adopt Resolution approving the FY20-21 Recognized Obligation Payment Schedule for the Paradise Successor Agency.

GINA WILL, TOWN OF PARADISE, ADMINISTRATIVE SERVICES DIRECTOR ADDRESSED THE BOARD.

GRACIELA GUTIERREZ, COUNTY OF BUTTE, AUDITOR-CONTROLLER, ADDED THAT IN THE FUTURE IF THE TIME COMES WHERE FORMAL LOAN AGREEMENT IS NEEDED, THAT'S CONSIDERED AN ENFORCEABLE OBLIGATION.

MOTION: APPROVE THE ROPS. (MOTION: STEEL; SECOND: NICHOLAS)

VOTE: MOTION PASSED BY A 4-0-1 VOTE.

(AYES: JONES, NICHOLAS, STEEL, AND BULTEMA; NOES: NONE; ABSENT: MCGREEHAN; NOT VOTING: NONE)

[REFERENCE ADOPTED RESOLUTION NO. 20-05.](#)

3.09 Administrative Budget for the Paradise Successor Agency for FY20-21

Requested Action: Adopt Resolution approving the FY20-21 Administrative Budget for the Paradise Successor Agency.

MOTION: ADOPT RESOLUTION APPROVING THE FY20-21 ADMINISTRATIVE BUDGET FOR THE PARADISE SUCCESSOR AGENCY. (MOTION: BULTEMA; SECOND: STEEL)

VOTE: MOTION PASSED BY A 4-0-1 VOTE.

(AYES: JONES, NICHOLAS, STEEL, AND BULTEMA; NOES: NONE; ABSENT: MCGREEHAN; NOT VOTING: NONE)

[REFERENCE ADOPTED RESOLUTION NO. 20-06.](#)

3.10 Sale of a Former Oroville RDA Property Located at 750 Montgomery Street in Oroville, CA

Requested Action: Adopt Resolution allowing the sale of the property located at 750 Montgomery Street to proceed.

RICK FARLEY, OROVILLE RDA COORDINATOR, ADDRESSED THE BOARD.

GRACIELA GUTIERREZ, COUNTY OF BUTTE, AUDITOR-CONTROLLER, AND JIM UNDERWOOD, GENERAL COUNSEL, UNDERWOOD LAW OFFICES, P.C., ADDRESSED QUESTIONS AND PROVIDED COUNSEL TO THE BOARD.

BOARD DIRECTION: THE BOARD DIRECTED AUDITOR STAFF TO FOLLOW-UP WITH THE DEPARTMENT OF FINANCE TO GET MORE INFORMATION REGARDING MITIGATION.

MOTION: APPROVE RESOLUTION ALLOWING FOR THE SALE OF THE PROPERTY LOCATED AT 750 MONTGOMERY STREET, SUBJECT TO AN ADDITION OF AN INDEMNITY LANGUAGE APPROVED AS TO FORM BY COUNSEL FOR THE OVERSIGHT BOARD. (MOTION: BULTEMA; SECOND: NICHOLAS)

VOTE: MOTION PASSED BY A 4-0-1 VOTE.

(AYES: JONES, NICHOLAS, STEEL, AND BULTEMA; NOES: NONE; ABSENT: MCGREEHAN; NOT VOTING: NONE)

[REFERENCE ADOPTED RESOLUTION NO. 20-07.](#)

4. Public Comment

Comments to the Board on issues and items not listed on the agenda. Presentations will be limited to five minutes. Please note that pursuant to California State law, the Board is prohibited from taking action on any item not listed on the agenda.

PUBLIC COMMENT WAS OPENED AND CLOSED WITHOUT ANY SPEAKERS.

5. Adjournment

Minutes Approved at the January 20, 2021 Meeting:



Jody Jones, Chair
Butte County Consolidated Oversight Board

ATTEST:

Amy Schuman, Clerk
Butte County Consolidated Oversight Board
