

**Schlenk, Sarah**

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**From:** Niccolo De Luca [ndeluca@townsendpa.com]  
**Sent:** Friday, June 08, 2012 5:57 PM  
**To:** Quan, Jean; Reid, Larry; Everhart, Maisha; Leon, Ray T.; Schlenk, Sarah; Campbell-Washington, Anne; Santana, Deanna; Blackwell, Fred; Orologas, Alexandra; Johnson, Scott  
**Subject:** RDA Legislation Update/State Budget for Friday, June 8, 2012

Team Oakland,

Here is your weekly budget update. There were not any budget hearings of substance this week; however that will be changing soon.

There was a lot of behind the scenes action, and you can tell we are getting closer to the June 15<sup>th</sup> deadline just by the level of activity. In addition, next week will have some mid 90 degree days, only making matters more stressful as the Budget Negotiations roll into another week.

As we reported, when the Assembly Budget Sub Committee 4 met the overall tone of the Sub Committee was one of concern relating to the legislation proposed by the Department of Finance. The Sub Committee raised concerns that the DOF would have such broad, wide ranging authority over the Successor agencies and their assets. In simple terms, the concern is over DOF being the Judge, the Jury and the Executioner. We gave our East Bay legislative leaders first hand examples on matters of great importance to Oakland and what we need to move forward in this post RDA environment.

The behind the scenes activity included the Assembly RDA Task force staffers reviewing all the submitted amendments (one city submitted 40 pages of draft amendments), the Governor's Office and the Department of Finance redrafting and revising the trailer bill, and the Pro Tem's Office also getting involved in the draft legislation. There is nothing yet in print, and some Capitol insiders are eye balling Thursday for a hearing and a vote.

Through all of this, TPA has been very active. We are in daily communication with our East Bay legislators, explaining Oakland's concerns with the trailer bill, our position on our approved ROPS list, feedback on blocking any claw backs, and discussions on how to replace the Low Mod housing set aside since it will be wiped out to fill part of the deficit. Next steps will be for the trailer bill to be discussed in the budget conference committee, then going to the floor for a full vote. As soon as we learn more on this front, we will immediately notify you.

Regarding RDA related legislation, here is the latest snap shot:

- **AB 1585 (Perez).** There is no status update since the email below. This bill will be the main focus of budget negotiations. If the Low Mod Housing Funds are removed from this bill, there are still provisions that help support Successor agencies.
- **SB 986 (Dutton).** This bill died, in fact Senator Dutton voted against his own bill

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after the Dems amended it.

- **SB 1151 (Steinberg).** This bill successfully made it out of the Senate and will be scheduled for Assembly committees soon.
- **SB 1156 (Steinberg).** This bill successfully made it out of the Senate and will be scheduled for Assembly committees soon.
- **SB 1220 (DeSaulnier).** This bill died.

Please let me know if there are any questions.

Thank you.

**Niccolo De Luca**

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