

## Southfield Redevelopment Authority

The Southfield Redevelopment Authority (“SRA”) presents its Annual Report for the Fiscal Year 2020. SRA’s Financial Statements will be available for review on our website: [www.southfieldra.com](http://www.southfieldra.com) upon completion of the Fiscal Year 2020 financial audit.

### Project Overview

As of June 30, 2020, land transfers from the Navy (Economic Development Conveyance or “EDC”) and National Park Service (Public Benefit Conveyance or “PBC”) to the SRA occurred as shown in the table below.

<b>Transfer Date</b>	<b>EDC Property</b>	<b>PBC Property</b>
May 2003	324 acres	225 acres
December 2011	558 acres	-
September 2013	26 acres	-
October 2015	7 acres	-
November 2016	-	60 acres*
December 2016	-	7 acres
March 2018	9 acres	-
August 2018	-	65 acres
Remaining	81 acres	23 acres
Totals	1005 acres	380 acres

\* SRA took constructive possession; transfers pending.

### Development Status as of June 30, 2020

- In September 2019, the SRA issued a Request for Proposal for Real Estate Development Services for Union Point. Multiple parties responded, and in January 2020 the SRA selected Brookfield Properties as the preferred successor Master Developer to LStar Southfield LLC. SRA executed an Exclusive Negotiation Agreement

with Brookfield Properties (dba BPD Union Point LLC) in June 2020.

- Residential units completed to date: 1,165
- Additional residential units authorized through Site Plan approvals: 109
- Commercial space built to date: 43,000 square feet
- Additional commercial space authorized through Site Plan approvals: 30,482 square feet

### Construction Activity

Stonebridge Homes (45 single family homes)

- As of June 30, 2020 – site drainage and utilities completed. Three units under construction.

William B. Rice Eventide – Fairing Way (211 apartments and long-term care facility)

- As of June 30, 2020 – Phase 1 complete: 104 units and the long-term care facility constructed. Phase 2 (107 units) near completion (43 of 107 occupancy permits issued).

### Financial - Revenues and Expenses

The Fiscal Year 2020 General Fund operating budget, as amended on June 5, 2019 was approved at \$2,022,861.59. Debt service for the 2010A Infrastructure Bond comprised approximately 59% of the budget. Fund Balance reserves would be utilized for any shortfall between Revenues and Expenses.

### Southfield District Tax Rate

Tax rates are approved by the Massachusetts Department of Revenue based upon all revenue receivables. The tax recapitulation (RECAP) requires reporting of all anticipated income and all authorized expenditures for a given year. This calculation yields a tax rate.

- FY20 Southfield Certified Values - \$404,102,170
- A single tax rate of \$0.50 for the District was approved and a district tax levy \$202,051 in district tax.

### Infrastructure Bond

The 2010A Infrastructure Development Revenue Bonds (“Bonds”) in the amount of \$12.55 million were issued on August 9, 2010. The Bonds are secured by Assessments and Pledged Revenues levied on each Parcel of Assessed Property. The Assessments have been imposed upon the real property within the boundaries of Southfield and are limited to those properties transferred under FOST 1 and 2 (June 2006 conveyance to LNR South Shore, LLC). Assessments are equal to the interest and principal on the Bonds and estimated administrative expenses related to the Bonds. The Assessment Roll is updated each Tax Year. In FY20, the SRA and Host Communities were required to pledge \$981,267 from dedicated tax revenue toward the debt obligations. The Special Assessment incurred to unimproved land owners as of January 1, 2019 was \$197,000. Together these two amounts totaled the FY20 bond cost of \$1,189,471.

### Parkway Bond

Utilizing funds from the Commonwealth of Massachusetts, construction of the East-West Parkway (“Parkway”) began in 2010. With the initial construction phases of the Parkway completed, the roadway opened in August of 2013. The SRA utilizes annual net new tax revenue information to calculate any annual deficiency obligations to the Commonwealth. The aggregate deficiency obligations from FY13 through FY19 are currently in deferral.

## Free Cash

The undesignated fund balance in the general fund at the end of each fiscal year is submitted to the Massachusetts Department of Revenue for certification of Free Cash. The chart below indicates those amounts certified in prior years.

<b>FREE CASH</b>	<b>FY16</b>	<b>FY17</b>	<b>FY18</b>	<b>FY19</b>
General Fund	\$ 2,272,568	\$ 2,105,896	\$ 1,004,017	\$ 618,485

As of the time of this writing, the FY2020 free cash has not been certified.

## Other Post-Employment Benefits (“OPEB”)

GASB Statement 45 requires state and local governments to begin reporting OPEB costs and obligations. This statement requires that the annual cost and liability associated with OPEB be computed and gradually accounted for within the governmental entity’s books and records. With the SRA having fewer than 100 participants covered under the plan it is eligible for an alternative measurement method of reporting. The report includes the calculation for the Actuarial Accrued Liability (“AAL”) which is defined as the total projected liability for OPEB covered under the plan. The AAL calculation uses the data on active employees, employees who are eligible for retiree healthcare, current retirees and beneficiaries. Utilizing this approved methodology and an independent firm to perform the calculations, it was previously determined that potential liability was \$343,362. A separate stabilization fund was established for the specific purpose of holding such funds. As of June 30, 2020, this fund had a balance of \$ 341,386.

## Retirement Board

The SRA is a member of the Plymouth County Retirement Association (“PCRA”). The PCRA is comprised of a five-member Board of Directors with the fiduciary responsibility for the fund assets.

## Enterprise Funds

The SRA provides Union Point residents with water supply and sewer disposal through a contractual agreement with the Town of Weymouth. The SRA previously adopted Chapter 44, Section 53F ½ of the General Laws for water and sewer activities. Revenues collected are dedicated solely to offset operating expenditures. Any excess balance at year end remains with the enterprise fund. The FY2020 Water/Sewer Enterprise Fund Budget was \$82,000.

In January 2018 the Town of Weymouth took over billing and collections for all of the existing water and sewer customers at Union Point. As of June 30, 2020, the SRA still retained all O&M responsibilities, however all new revenues go to the Town of Weymouth.

## Retained Earnings

The undesignated fund balance in the enterprise fund at the end of each fiscal year is submitted to the Massachusetts Department of Revenue for certification of Retained Earnings.

The chart below indicates those amounts certified in prior years.

<b>Retained Earnings</b>	<b>FY16</b>	<b>FY17</b>	<b>FY18</b>	<b>FY19</b>
Enterprise Fund	600,752	777,821	815,018	308,980

As of the time of this writing, the FY2020 retained earnings have not been certified.

## Cash Management

Investment options are limited and governed by the General Laws. Cash was invested primarily in money market accounts. All SRA financial institutions have been rated by Veribanc as “green with three stars”. These ratings are reviewed on a semi-annual basis.

## Risk Management

The SRA insurance coverage under FY20 policies included, automobile, directors and officer’s coverage, worker’s compensation, and an additional umbrella liability policy.

SRA Advisory Board

The Advisory Board reviewed the General Fund and Enterprise Fund Budgets; and presented their comments and concerns to the Board of Directors.

SRA Advisory Board as of June 30, 2020

Weymouth: Carol Karlberg (Chairman)  
Russell Drysdale

Rockland: John Ellard  
Judy Hartigan

Abington: Joseph Shea

Hingham: (VACANT)

Metropolitan Area Planning Council: Martin Pillsbury

Old Colony Planning Council: Bruce Hughes (Vice Chairman)

Gubernatorial Appointments:

Skilled in Real Estate Development – Lawrence Leahy

Administration & Finance – (VACANT)

Housing and Economic Development – (VACANT)

SRA Board of Directors

The Board’s powers and management of the redevelopment of the former SWNAS ensure that development and use of land is carried out in compliance with the Enabling Legislation, Zoning and Land Use By-laws and the Regulations. The Board has made governing decisions in the capacity of a Permit Granting Authority (PGA), Special Permit Granting Authority (SPGA), Variance Granting Authority (VGA), Applicable Subdivision Board (ASB) and Conservation Commission.

The Executive Director position was vacant as of June 30, 2020.

SRA Board of Directors as of June 30, 2020                      Term Expiration

Rockland:	
Thomas J. Henderson (Chairman)	2022
Kelli O’Brien-McKinnon	2020
Weymouth:	
Christopher Primiano	2022
Patricia M. O’Leary (Clerk)	2020
Abington:	
Kevin R. Donovan	2022
Southfield Resident:	
Brittany Besler	2020
David Rubin (Vice Chairman)	2020
Norfolk County Labor Council:	
Robert L. Rizzi	2020
South Shore Chamber of Commerce:	
(VACANT)	2020