



(ACT) — ACTION NEEDED
(INF) — INFORMATION ONLY
(DIS) — DISCRETIONARY

AGENDA
SPECIAL MEETING OF THE CITY OF NEEDLES
OVERSIGHT BOARD of the SUCCESSOR AGENCY
to the REDEVELOPMENT AGENCY
WEDNESDAY, January 27, 2016 – 3:00 P.M.
CITY COUNCIL CHAMBERS
1111 BAILEY AVENUE, NEEDLES

CALL TO ORDER
ROLL CALL

As a courtesy to those in attendance, we would ask that cell phones and pagers be turned off or set in their silent mode. Thank you.

PUBLIC APPEARANCE — Persons wishing to address the Oversight Board on subjects other than those scheduled are requested to do so at this time. When addressing the Oversight Board, please come to the podium and give your name and address for the record. In order to conduct a timely meeting. California Government Code Section 54950 prohibits the Oversight Board from taking action on a specific item until it appears on the agenda.

- 1) Adopt Resolution No. 01-27-2016-OB-SARDA approving the recognized obligation payment schedule 16-17 A & B for the period of July 2016 through June 2017 and approving certain related actions (ACT)

Posted: January 22, 2016

SB 343-DOCUMENTS RELATED TO OPEN SESSION AGENDAS -- Any public record, relating to an open session agenda item, that is distributed within 72 hours prior to the meeting is available for public inspection at the City Clerk's Office, 817 Third Street, Needles, CA 92363.

In compliance with the American with Disabilities Act, if you need special assistance to participate in this meeting, please contact the City Clerk's Office at (760) 326-2113 ext 345. Notification 48 hours prior to the meeting will enable the City to make reasonable arrangements to ensure accessibility to this meeting (28 CFR 35.102-104 ADA Title II).



City of Needles, California Request for City Council Action

☐ CITY COUNCIL ☐ NPUA ☐ SARDA ☒ OB SARDA

Regular ☒ Special

Meeting Date: January 27, 2016

Title: Recognized Obligation Payment Schedule (ROPS) 16-17 A and B

Background: Pursuant to Health and Safety Code ("HSC") § 34172 (a)(1), the Redevelopment Agency of the City of Needles was dissolved on February 1, 2012. Consistent with the provisions of the HSC, the City Council of the City of Needles ("City") previously elected to serve in the capacity of the Successor Agency. The Oversight Board for the Successor Agency ("Oversight Board") has been established pursuant to HSC § 34179 to assist in the wind-down of the dissolved redevelopment agency.

Per HSC § 34177 (o)(1), the Successor Agency is required to prepare a ROPS before each twelve-month fiscal year period commencing with the period from July 1, 2016 through June 30, 2017. Pursuant to HSC § 34180 (g), Oversight Board approval is required for the establishment of each ROPS. Pursuant to HSC § 34177 (o) (1), an Oversight Board-approved ROPS 16-17 A and B for the period of July 2016 through June 2017 must be submitted to the State Department of Finance and to the County Auditor-Controller no later than February 1, 2016.

Fiscal Impact: Pursuant to HSC § 34177, the Successor Agency is legally required to continue to make payments due for enforceable obligations. The Oversight Board's approval of the ROPS 16-17 A and B will ensure that the Successor Agency has the authority to continue to pay its enforceable obligations.

Recommendation: Adopt the attached resolution approving the Recognized Obligation Payment Schedule ("ROPS") 16-17 A and B of the Successor Agency to the Redevelopment Agency of the City of Needles ("Successor Agency") for the period of July 2016 through June 2017.

Submitted By: Sylvia Miledi, Director of Finance

City Management Review: Rick

Date: 1/19/16

Approved: ☐

Not Approved: ☐

Tabled: ☐

Other: ☐

Agenda Item: 1

RESOLUTION NO. 01-27-2016-OB-SARDA

A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF NEEDLES APPROVING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE 16-17 A & B FOR THE PERIOD OF JULY 2016 THROUGH JUNE 2017 AND APPROVING CERTAIN RELATED ACTIONS

WHEREAS, pursuant to Health and Safety Code (the "HSC") § 34172 (a) (1), the Redevelopment Agency of the City of Needles was dissolved on February 1, 2012; and

WHEREAS, consistent with the provisions of the HSC, the City Council previously elected to serve in the capacity of the Successor Agency to the Successor Agency to the Redevelopment Agency of the City of Needles (the "Successor Agency"); and

WHEREAS, the Oversight Board for the Successor Agency (the "Oversight Board") has been established pursuant to HSC § 34179 to assist in the wind-down of the dissolved redevelopment agency; and

WHEREAS, per HSC § 34177 (o) (1), the Successor Agency is required to prepare a Recognized Obligation Payment Schedule (the "ROPS") before each twelve-month fiscal year period commencing with the period from July 1, 2016 through June 30, 2017; and

WHEREAS, pursuant to HSC § 34180 (g), Oversight Board approval is required for the establishment of each ROPS; and

WHEREAS, pursuant to HSC § 34177 (o) (1), an Oversight Board-approved ROPS 16-17 A and B for the period of July 2016 through June 2017 must be submitted to the State Department of Finance and to the County Auditor-Controller no later than February 1, 2016; and

WHEREAS, pursuant to HSC § 34177, the Successor Agency is legally required to continue to make payments due for enforceable obligations; and

WHEREAS, the Oversight Board's approval of the establishment of ROPS 16-17 A and B will ensure that the Successor Agency has the authority to continue to pay its enforceable obligations; and

WHEREAS, it is proposed that the Oversight Board approve the establishment of the Successor Agency's ROPS 16-17 A and B, which is attached hereto as Exhibit "A"; and

WHEREAS, all of the prerequisites with respect to the approval of this Resolution have been met.

NOW, THEREFORE, BE IT RESOLVED by the Oversight Board of the Successor Agency to the Redevelopment Agency of the City of Needles, as follows:

Section 1. The foregoing recitals are true and correct and are a substantive part of this Resolution.

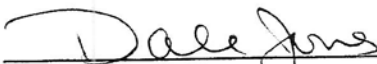
Section 2. The Successor Agency's ROPS 16-17 A and B for the period of July 2016 through June 2017, which is attached hereto as Exhibit "A", is approved, inclusive of each enforceable obligation.

Section 3. The City Manager, as the Successor Agency's Executive Director or designee, is authorized to: i) post that ROPS 16-17 A and B on the City's website, ii) transmit the ROPS 16-17 A and B to the State Department of Finance and the County Auditor-Controller for their review within the timeframe and in the manner prescribed by the HSC; and iii) make ministerial revisions to ROPS 16-17 A and B, which may include, but are not limited to restating the information included within ROPS 16-17 A and B in any format that may be requested by the State Department of Finance, take such other actions and execute such other documents as are necessary to effectuate the intent of this Resolution, and to implement ROPS 16-17 A and B on behalf of the Successor Agency, including authorizing and causing such payments.

Section 4. This Resolution shall take effect upon the date of its adoption.

PASSED, APPROVED AND ADOPTED this 27th day of January 2016.

ATTEST


Dale Jones, Secretary


Edward Paget, Chairman

CERTIFICATION:


I, Dale Jones, Secretary for the Oversight Board of the Successor Agency to the Redevelopment Agency of the City of Needles, do hereby certify that the foregoing Resolution No. 01-27-2016-OB-SARDA was duly adopted by the Oversight Board for the Successor Agency of the Needles Redevelopment Agency at a meeting thereof held on the 27th day of January 2016, by the following vote:

AYES: Members Paget, Daniels, Breault and DeAtley

NOES: None

ABSENT: Members McBride and Downey

ABSTAIN: None


Dale Jones, Secretary



CITY OF NEEDLES

817 Third Street • Needles, California 92363
(760) 326-2113 • FAX (760) 326-6765

CERTIFICATION

I, Dale Jones, Secretary to the Oversight Board of the Successor Agency of the Redevelopment Agency of the City of Needles, California, do hereby certify that the foregoing is a true and correct copy of Resolution Number 01-27-2016-OB-SARDA



Dale Jones, CMC
Secretary to the Oversight Board

(SEAL)

Date: January 28, 2016

Filed for the July 1, 2016 through June 30, 2017 Period

Successor Agency: **Needles**

County: San Bernardino

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)

16-17A Total

16-17B Total

ROPS 16-17
Total

A

Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding Sources (B+C+D):

\$ - \$ - \$ -

B

Bond Proceeds Funding

— — — — —

C

Reserve Balance Funding

— — — — —

D

Other Funding

— — —

E

Enforceable Obligations Funded with RPTTF Funding (F+G):

\$ 421,302 \$ 322,350 \$ 743,652

F

Non-Administrative Costs

296,302 197,350 493,652

G

Administrative Costs

125,000	125,000	250,000
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H

Current Period Enforceable Obligations (A+E):

\$ 421,302 \$ 322,350 \$ 743,652

Certification of Oversight Board Chairman:

Pursuant to Section 34177 (o) of the Health and Safety code, I hereby certify that the above is a true and accurate Recognized Obligation Payment Schedule for the above named successor agency.

Name

Title

/s/

Signature

Date

(Report Amounts in Whole Dollars)

[illegible]

Needles Recognized Obligation Payment Schedule (ROPS 16-17) - Report of Cash Balances
(Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177 (i), Redevelopment Property Tax Trust Fund (RPTTF) may be listed as a source of payment on the ROPS, but only to the extent no other funding source is available or when payment from property tax revenues is required by an enforceable obligation. For tips on how to complete the Report of Cash Balances Form, see [CASH BALANCE TIPS SHEET](#).

A	B	C	D	E	F	G	H	I
		Fund Sources						
		Bond Proceeds		Reserve Balance		Other	RPTTF	
	Cash Balance Information by ROPS Period	Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS period balances and DDR RPTTF balances retained	Prior ROPS RPTTF distributed as reserve for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin	Comments
ROPS 15-16A Actuals (07/01/15 - 12/31/15)								
1	Beginning Available Cash Balance (Actual 07/01/15)	165,500		801,831				Cell C-1 is the DSRF held by the Trustee. Cell E-1 is the retained DDR balance for use ROPS due to the structural cash-flow insolvency of the Successor Agency.
2	Revenue/Income (Actual 12/31/15) RPTTF amounts should tie to the ROPS 15-16A distribution from the County Auditor-Controller during June 2015						120,475	Cell H-2 is the actual amount received from the CAC.
3	Expenditures for ROPS 15-16A Enforceable Obligations (Actual 12/31/15)			344,950			120,475	The sum of Cells E-3 and H-3 equals the amount approved by DOF for ROPS 15-16A. Both sources are used to fund the ROPS.
4	Retention of Available Cash Balance (Actual 12/31/15) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)			456,881				Due to Successor Agency's structural cash-flow insolvency, the amount shown in Cell E-4 is needed to cover projected long-term RPTTF shortfalls.
5	ROPS 15-16A RPTTF Balances Remaining	No entry required						
6	Ending Actual Available Cash Balance C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	\$ 165,500	\$ -	\$ -	\$ -	\$ -	\$ -	
ROPS 15-16B Estimate (01/01/16 - 06/30/16)								
7	Beginning Available Cash Balance (Actual 01/01/16) (C, D, E, G = 4 + 6, F = H4 + F4 + F6, and H = 5 + 6)	\$ 165,500	\$ -	\$ 456,881	\$ -	\$ -	\$ -	
8	Revenue/Income (Estimate 06/30/16) RPTTF amounts should tie to the ROPS 15-16B distribution from the County Auditor-Controller during January 2016						206,685	Cell H-8 is the actual amount received from the CAC.
9	Expenditures for ROPS 15-16B Enforceable Obligations (Estimate 06/30/16)			170,365			206,685	The sum of Cells E-9 and H-9 equals the amount approved by DOF for ROPS 15-16B. Both sources are used to fund the ROPS.
10	Retention of Available Cash Balance (Estimate 06/30/16) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)	165,500		286,516				Due to Successor Agency's structural cash-flow insolvency, the amount shown in Cell E-10 is needed to cover projected long-term RPTTF shortfalls.
11	Ending Estimated Available Cash Balance (7 + 8 - 9 -10)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	

Needles Recognized Obligation Payment Schedule (ROPS 16-17) - Notes July 1, 2016 through June 30, 2017	
Item #	Notes/Comments
	ROPS DETAIL FORM
1	EO # 1 is the interest only portion of the 1992 TABs debt service, which is payable during the "A" and "B" ROPS cycles.
2	Repayment of the Needles Town Center real estate purchase money loan from City has been authorized by DOF.
3	Per Sacramento Superior Court Case No. 34-2013-80001590, the Successor Agency is requesting consideration of the unpaid amount of the loan based on simple interest.
6	None
8	EO # 8 is the principal reduction portion of the 1992 TABs debt service, which is payable during the "A" ROPS cycle.
9	EO # 9 is for securities servicing fees charged by U. S. Bank. These fees only occur on the "B" ROPS cycle.
10	EO # 10 is for costs of third-party litigation for potential and anticipated litigation.
	CASH BALANCES FORM
E-10	The Successor Agency remains cash-flow insolvent. Therefore, to the extent that the RPTTF distribution for ROPS 16-17A and 16-17B are insufficient to fund the EOs, then the Successor Agency will fund the shortfall from its retained balance. Further, based on the Successor Agency's analysis of likely RPTTF to be available during ROPS 16-17A and 16-17B, the Successor Agency estimates that it will use all of the retained balance during ROPS 16-17A.