

RESOLUTION NO. OB 2018-064

RESOLUTION OF THE OVERSIGHT BOARD FOR THE SUCCESSOR AGENCY TO THE  
REDEVELOPMENT AGENCY OF THE CITY OF REDLANDS  
APPROVING A RECOGNIZED OBLIGATION PAYMENT SCHEDULE  
FOR JULY 1, 2018 TO JUNE 30, 2019

RECITALS

WHEREAS, pursuant to Health and Safety Code section 34177(1)(2)(A) the Successor Agency to the former Redevelopment Agency of the City of Redlands (the "Successor Agency") has prepared a Recognized Obligation Payment Schedule for July 1, 2018 to June 30, 2019 (the "ROPS") ; and

WHEREAS, pursuant to Health and Safety Code section 34177(1)(2)(B), the ROPS shall be submitted to and duly approved by the Oversight Board; and

WHEREAS, pursuant to Health and Safety Code section 34177(1)(2)(B) the Successor Agency has submitted a copy of the ROPS to the county administrative officer, the county auditor controller, and the Department of Finance at the same time that the Successor Agency submits the ROPS to the Oversight Board for approval;

NOW, THEREFORE, BE IT RESOLVED, BY the Oversight Board of the Successor Agency to the former Redevelopment Agency of the City of Redlands as follows:

Section 1. The Oversight Board hereby approves and adopts the ROPS, in substantially the form attached to this Resolution as Exhibit "A", pursuant to Health and Safety Code section 34177.

Section 2. Pursuant to Health and Safety Code section 34177 (1)(2)(C), the Oversight Board hereby directs the Successor Agency to submit copies of the ROPS approved by the Oversight Board to the County of San Bernardino Auditor-Controller, the State of California Controller and the State of California Department of Finance and to post the ROPS on the Successor Agency's website.

Section 3. The Secretary for the Oversight Board shall certify to the adoption of this Resolution.

Section 4. Pursuant to California Health and Safety Code section 34179, all actions taken by the Oversight Board may be reviewed by the State of California Department of Finance, and, therefore, this Resolution shall not be effective for five (5) business days, pending a request for review by the State of California Department of Finance.

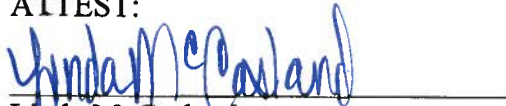
PASSED, APPROVED and ADOPTED at a regular meeting of the Oversight Board of the Successor Agency to the former Redevelopment Agency of the City of Redlands held this 25th day of January, 2018 by the following vote:

AYES: 7  
NOES: 0  
ABSENT: 0  
ABSTAIN: 0



Paul W. Foster, Chairperson  
Oversight Board of Successor Agency  
to the Redevelopment Agency

ATTEST:



Linda McCasland  
Oversight Board Secretary

**Recognized Obligation Payment Schedule (ROPS 18-19) - Summary**  
 Filed for the July 1, 2018 through June 30, 2019 Period

**Successor Agency:** Redlands  
**County:** San Bernardino

| <u>Current Period Requested Funding for Enforceable Obligations (ROPS Detail)</u> | <u>18-19A Total<br/>(July - December)</u> | <u>18-19B Total<br/>(January - June)</u> | <u>ROPS 18-19 Total</u> |
|---|---|--|-------------------------|
| <b>A Enforceable Obligations Funded as Follows (B+C+D):</b>                       | <b>\$ 2,394,099</b>                       | <b>\$ 5,405</b>                          | <b>\$ 2,399,504</b>     |
| B Bond Proceeds   | -   | -  | -                       |
| C Reserve Balance   | 2,383,794                                 | -  | 2,383,794               |
| D Other Funds   | 10,305                                    | 5,405                                    | 15,710                  |
| <b>E Redevelopment Property Tax Trust Fund (RPTTF) (F+G):</b>                     | <b>\$ 125,000</b>                         | <b>\$ 2,715,163</b>                      | <b>\$ 2,840,163</b>     |
| F RPTTF   | -   | 2,590,163                                | 2,590,163               |
| G Administrative RPTTF  | 125,000                                   | 125,000                                  | 250,000                 |
| <b>H Current Period Enforceable Obligations (A+E):</b>                            | <b>\$ 2,519,099</b>                       | <b>\$ 2,720,568</b>                      | <b>\$ 5,239,667</b>     |

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.

Paul W. Foster Mayer  
 Name Title  
 /s/ Paul W. Foster 1.25.18  
 Signature Date

**Redlands Recognized Obligation Payment Schedule (ROPS 18-19) - Report of Cash Balances**  
**July 1, 2015 through June 30, 2016**  
**(Report Amounts in Whole Dollars)**

Pursuant to Health and Safety Code section 34177 (l), 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 [\[ INSERT URL LINK TO CASH BALANCE TIPS SHEET \]](#)

| A        | B  | C  | D                                       | E   | F  | G                                  | H                         | I               |
|----------|--|--|---|---|--|------------------------------------|---------------------------|-----------------|
|          |  | <b>Fund Sources</b>                      |   |   |  |                                    |                           |                 |
|          |  | <b>Bond Proceeds</b>                     |   | <b>Reserve Balance</b>  |  | <b>Other</b>                       | <b>RPTTF</b>              |                 |
|          | <b>Cash Balance Information for ROPS 15-16 Actuals<br/>(07/01/15 - 06/30/16)</b>   | Bonds issued on<br>or before<br>12/31/10 | Bonds issued on<br>or after<br>01/01/11 | Prior ROPS<br>period balances<br>and<br>DDR RPTTF<br>balances<br>retained | Prior ROPS<br>RPTTF<br>distributed as<br>reserve for future<br>period(s) | Rent,<br>grants,<br>interest, etc. | Non-Admin<br>and<br>Admin | <b>Comments</b> |
| <b>1</b> | <b>Beginning Available Cash Balance (Actual 07/01/15)</b>  | 3,768,787                                | -                                       | -   | 3,034,669  | 138,917                            | 110,144                   |                 |
| <b>2</b> | <b>Revenue/Income (Actual 06/30/16)</b><br>RPTTF amounts should tie to the ROPS 15-16 total distribution from the County Auditor-Controller during June 2015 and January 2016. |  | 17,856,353                              |   |  | 184,989                            | 3,820,143                 |                 |
| <b>3</b> | <b>Expenditures for ROPS 15-16 Enforceable Obligations (Actual 06/30/16)</b>   | 20,910,000                               | 715,140                                 |   | 3,034,669  | 31,102                             | 700,014                   |                 |
| <b>4</b> | <b>Retention of Available Cash Balance (Actual 06/30/16)</b><br>RPTTF amount retained should only include the amounts distributed as reserve for future period(s)              |  | 1,783,425                               |   |  |                                    | 3,230,273                 |                 |
| <b>5</b> | <b>ROPS 15-16 RPTTF Balances Remaining</b>   | No entry required                        |   |   |  |                                    |                           |                 |
| <b>6</b> | <b>Ending Actual Available Cash Balance (06/30/16)</b><br>C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)  | \$ (17,141,213)                          | \$ 15,357,788                           | \$ -  | \$ -   | \$ 292,804                         | \$ -                      |                 |





**REQUEST FOR OVERSIGHT BOARD ACTION**

**SUBJECT: CONSIDERATION OF RESOLUTION NO. OB 2018-065 APPROVING THE SUCCESSOR AGENCY ADMINISTRATIVE BUDGET FOR THE 12-MONTH PERIOD BEGINNING JULY 1, 2018 THROUGH JUNE 30, 2019.**

**MOTION:**

"I move approval of Resolution No. OB 2018-065."

**RECOMMENDATION:**

Staff Recommends that the Oversight Board approve Resolution No. OB 2018-065.

**DISCUSSION:**

The Successor Agency Administrative Budget provides funds for activities related to the administration of the Successor Agency. The source of funding for the Successor Agency Administrative Budget is the Redevelopment Property Tax Trust Fund (former tax increment revenues) and is capped at \$250,000 per annual reporting period.

**ATTACHMENT:**

A. Resolution No. OB 2018-065

Prepared by:

  
\_\_\_\_\_  
**FARRAH JENNER, CPA, CGMA**  
Assistant Finance Director


Recommended by:

  
\_\_\_\_\_  
**N. ENRIQUE MARTINEZ**  
City Manager

Reviewed by:

  
\_\_\_\_\_  
**DANIELLE GARCIA**  
Management Services Director

Reviewed by:

  
\_\_\_\_\_  
**DANIEL J. MCHUGH**  
City Attorney

Reviewed by:

  
\_\_\_\_\_  
**BRIAN DESATNIK**  
Development Services Director

RESOLUTION NO. OB 2018-065

A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE  
REDEVELOPMENT AGENCY OF THE CITY OF REDLANDS  
APPROVING THE ADMINISTRATIVE BUDGET FOR THE 12-MONTH PERIOD  
BEGINNING JULY 1, 2018 THROUGH JUNE 30, 2019.  
(ADMINISTRATIVE BUDGET 18-19)

RECITALS

WHEREAS, the Redevelopment Agency of the City of Redlands (“Redevelopment Agency”) was a redevelopment agency in the City of Redlands (“City”), duly created pursuant to the California Community Redevelopment Law (Part 1 [commencing with Section 33000] of Division 24 of the California Health and Safety Code) (“Redevelopment Law”); and

WHEREAS, the Redevelopment Agency was responsible for the administration of redevelopment activities within the City; and

WHEREAS, Assembly Bill 1X26 (“AB26”) was signed by the Governor on June 20, 2011 and upheld to be constitutional by the California Supreme Court on December 29, 2011; and

WHEREAS, AB 26 made certain changes to the Redevelopment Law including adding Part 1.8 (commencing with Section 24 of the California Health and Safety Code (“Health and Safety Code”)); and

WHEREAS, on February 1, 2012, as a result of the Supreme Court’s decision, all California redevelopment agencies were dissolved, successor agencies were established as successor agencies to the former redevelopment agencies pursuant to Health and Safety Code section 34173, and successor agencies are tasked with paying, performing and enforcing the enforceable obligations of the former redevelopment agencies and winding down the affairs of the former redevelopment agencies; and

WHEREAS, on June 27, 2012, the Governor of California signed Assembly Bill 1484 (“AB1484”) into law, making several substantive and technical amendments to AB 26 (AB 26 and AB 484 together referred to as the “Dissolution Law”); and

WHEREAS, on November 1, 2011, the City Council adopted Resolution No. 7809 declaring itself as the successor agency to the former redevelopment agency of the City of Redlands (“Successor Agency”) upon the dissolution of the Redevelopment Agency; and

WHEREAS, Health and Safety Code Section 34179 (“Section 34179”) establishes a seven (7) member local entity with respect to each successor agency and such entity is titled the “oversight board.” The oversight board has been established for the Successor Agency (hereinafter referred to as the “Oversight Board”). The duties and responsibilities of the Oversight Board are set forth in the Health and Safety Code Sections 34179 through 34181; and



WHEREAS, Health and Safety Code Section 34177(j)(“Section 34177(j)”) requires the Successor Agency to prepare an administrative budget for each six-month fiscal period (now modified to one 12-month period pursuant to HSC section 34177 (o) (1) and submit the administrative budget to the Oversight Board for approval. The administrative budget shall include all of the following: (i) estimated amounts for Successor Agency administrative costs for the upcoming 12-month fiscal period; (ii) proposed sources of payment for Successor Agency administrative costs; and (iii) proposals for arrangements for administrative and operations services provided by the City or other entity; and

WHEREAS, Health and Safety Code Section 34177 (k) (“Section 34117 (k)”) requires the Successor Agency to provide to the San Bernardino County Auditor-Controller for each six-month fiscal period (now modified to one 12-month period pursuant to HSC section 34177 (o)(1) the administrative cost estimates from its approved administrative budget that are to be paid from property tax revenues (i.e. former tax increment revenues) deposited in the county’s Redevelopment Property Tax Trust Fund established for the Successor Agency; and

WHEREAS, staff of the Successor Agency seeks the Oversight Board’s approval of the administrative budget for the 12-month period beginning July 1, 2018 (“Administrative Budget 18-19”), in the form attached to the Resolution as Exhibit “A,” and the Oversight Board’s authorization to submit the approved Administrative Budget 18-19 to the Department of Finance for its approval; and

WHEREAS, all other legal prerequisites to the adoption of this resolution have occurred;

NOW, THEREFORE, BE IT RESOLVED BY the Oversight Board of the Successor Agency to the former Redevelopment Agency of the City of Redlands as follows:

Section 1. The Oversight Board of the Successor Agency hereby finds and determines that the foregoing recitals are true and correct.

Section 2. The Successor Agency’s Administrative Budget 18-19 that is attached hereto as Exhibit “A” is hereby approved and adopted.

Section 3. The Executive Director, or his designee, is hereby authorized and directed to: (i) submit the approved Administrative Budget 18-19 to the Oversight Board for its review and approval; and (ii) submit to the San Bernardino County Auditor-Controller the administrative cost estimates form Administrative Budget 18-19 that are to be paid from property tax revenues deposited in the County’s Redevelopment Property Tax Trust Fund established for the Successor Agency; and (iii) take any and all other actions and execute any and all such other documents as are necessary, convenient or appropriate to comply with the Dissolution Law and to effectuate the intent of this Resolution on behalf of the Successor Agency.

Section 4. This Resolution shall take effect at the time and in the manner prescribed by Health and Safety Code Section 34179(h) immediately upon its adoption.

Section 5. The Secretary shall certify as to the adoption of the Resolution.

PASSED, APPROVED and ADOPTED at a regular meeting of the Oversight Board of the Successor Agency to the former Redevelopment Agency of the City of Redlands held this 25th day of January, 2018 by the following vote:

AYES: 7

NOES: 0

ABSENT: 0

ABSTAIN: 0



Paul W. Foster, Chairperson  
Oversight Board of Successor Agency  
To Redevelopment Agency

ATTEST:



Linda McCasland

Oversight Board Secretary

EXHIBIT "A"  
Successor Agency Administrative Budget 2018-19  
July 1, 2018 to June 30, 2019

|                      |                |
|----------------------|----------------|
| Administrative Costs | 250,000        |
| <b>Total</b>         | <b>250,000</b> |

Source of Funding: Redevelopment Property Tax Trust Fund