

**ITEM FOR THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY
TO THE COUNTY OF SAN BERNARDINO REDEVELOPMENT AGENCY**

4

September 25, 2014

SUBJECT: Adoption of the Recognized Obligation Payment Schedule for the Period January through June 2015

RECOMMENDATION(S)

Adopt Resolution 2014-0010 approving the Successor Agency Recognized Obligation Payment Schedule and Administrative Budget for the period of January through June 2015 (ROPS 14-15B).

(Presenter: Gary Hallen, Deputy Director of Community Development and Housing)

BACKGROUND INFORMATION

California Health & Safety Code Section (H&S Code) 34177 requires the oversight board to approve the Recognized Obligation Payment Schedules (ROPS). A copy of the ROPS is to be sent to the Department of Finance (DOF), County Auditor and the County Administrative Office.

In accordance with AB 1484 the ROPS must be submitted 90 days prior to the January 2, 2015 trust distribution or no later than October 1, 2014. On September 23, 2014, the County Board of Supervisors acting as the Successor Agency to the Redevelopment Agency of the County of San Bernardino considered and approved ROPS 14-15B.

It is recommended the Oversight Board approve the ROPS 14-15B. The adopted ROPS 14-15B will be provided to the Department of Finance and the County Auditor as required by AB 1484. This will commence the DOF ten day review period.


ATTACHMENTS

Attachment "A" – ROPS 14-15B for the period of January 2015 through June 2015.


Attachment "B" – Administrative Budget for the period of January 2015 through June 2015.

Record of Action of the Oversight Board of the Successor Agency

Action: Approved

	Aye	Move	Absent	Second	Aye	Aye	Aye
MOTION:	Smith	DeMartz	Warren	Cox	Roberts	Mayclin	Cabildo
BY							

DATED: 9/25/14



RESOLUTION NO. 2014-0010

RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE COUNTY OF SAN BERNARDINO REDEVELOPMENT AGENCY ADOPTING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE BUDGET FOR THE PERIOD JANUARY THROUGH JUNE 2015

On Thursday September 25, 2014, on motion of Board Member Nick DeMartz, duly seconded by Board Member Chris Cox and carried, the following resolution is adopted by the Oversight Board of County of San Bernardino, State of California.

WHEREAS, pursuant to the California Health and Safety Code Section (H&S) 34179 (e) requires all actions items of the Oversight Board to be taken with a resolution;

WHEREAS, pursuant to the California Health and Safety Code Section (H&S) 34177 requires the oversight board to approve the Recognized Obligation Payment Schedules (ROPS) and Administrative Budget;

WHEREAS, pursuant to AB 1484, the deadline for submitting ROPS for the period of January through June 2015 (ROPS 14-15B) is October 1st; and

WHEREAS, the Oversight Board desires to adopt ROPS 14-15B and Administrative Budget for the period of January through June 2015.

NOW, THEREFORE, BE IT RESOLVED, the Oversight Board of the Successor Agency to the County of San Bernardino Redevelopment Agency hereby determines as follows:

Section 1. The foregoing recitals are true and correct.

Section 2. The ROPS 14-15B is in the outlined form presented, together with such changes thereto as may be approved by the Oversight Board are hereby approved.

Section 3. This resolution shall take effect immediately from and after the date of its passage and adoption.

PASSED AND ADOPTED by the Oversight Board of the Successor Agency to the County of San Bernardino, State of California, by the following vote:

AYES: OVERSIGHT BOARD MEMBER: Cabildo, Cox, DeMartz, Mayclin, Roberts, Smith

NOES: OVERSIGHT BOARD MEMBER: None

ABSENT: OVERSIGHT BOARD MEMBER: Warren

* * * * *

STATE OF CALIFORNIA)
)
COUNTY OF SAN BERNARDINO) **ss.**

I, **LAURA WELCH**, Secretary to the Oversight Board for the Successor Agency to the County of San Bernardino, State of California, hereby certify the foregoing to be a full, true and correct copy of the record of the action taken by the Oversight Board, by vote of the members present, as the same appears in the Official Minutes of said Board at its meeting of September 25, 2014.

LAURA WELCH
Secretary to the Oversight Board

By _____
Deputy



Recognized Obligation Payment Schedule (ROPS 14-15B) - Summary

Filed for the January 1, 2015 through June 30, 2015 Period

Name of Successor Agency: San Bernardino County
Name of County: San Bernardino

Current Period Requested Funding for Outstanding Debt or Obligation		Six-Month Total
Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding		
A Sources (B+C+D):		\$ 2,828,168
B Bond Proceeds Funding (ROPS Detail)		2,065,947
C Reserve Balance Funding (ROPS Detail)		-
D Other Funding (ROPS Detail)		762,221
E Enforceable Obligations Funded with RPTTF Funding (F+G):		\$ 3,590,403
F Non-Administrative Costs (ROPS Detail)		3,558,853
G Administrative Costs (ROPS Detail)		31,550
H Current Period Enforceable Obligations (A+E):		\$ 6,418,571
Successor Agency Self-Reported Prior Period Adjustment to Current Period RPTTF Requested Funding		
I Enforceable Obligations funded with RPTTF (E):		3,590,403
J Less Prior Period Adjustment (Report of Prior Period Adjustments Column S)		(136,057)
K Adjusted Current Period RPTTF Requested Funding (I-J)		\$ 3,454,346
County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding		
L Enforceable Obligations funded with RPTTF (E):		3,590,403
M Less Prior Period Adjustment (Report of Prior Period Adjustments Column AA)		-
N Adjusted Current Period RPTTF Requested Funding (L-M)		3,590,403

Certification of Oversight Board Chairman:
Pursuant to Section 34177 (m) 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 agency.

Name	Title
/s/	
Signature	Date

Recognized Obligation Payment Schedule (ROPS 14-15B) - ROPS Detail
January 1, 2015 through June 30, 2015
 (Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	I	J	K					P			
										L						M	N	O
										Funding Source								
Item #	Project Name / Debt Obligation	Obligation Type	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Retired	Bond Proceeds	Reserve Balance	Other Funds	Non-Admin	Admin	Six-Month Total			
45	County of San Bernardino Cedar Glen Water Project Loan	City/County Loans On or Before 6/27/11	12/6/2005	6/30/2025	County of San Bernardino	Repayment of County loan	Cedar Glen		Y									
46	County of San Bernardino Cedar Glen Startup Loan	City/County Loans On or Before 6/27/11	9/21/2004	6/30/2025	County of San Bernardino	Repayment of County loan	Cedar Glen		Y									
47	County of San Bernardino Cedar Glen Loan for Road Study	City/County Loans On or Before 6/27/11	7/12/2005	6/30/2025	County of San Bernardino	Repayment of County loan	Cedar Glen		Y									
48	County of San Bernardino Mission Blvd Startup Loan	City/County Loans On or Before 6/27/11	9/21/2004	6/30/2025	County of San Bernardino	Repayment of County loan	Mission Blvd Joint		Y									
49	20% Housing Asset Fund - Loan Repayment	City/County Loans On or Before 6/27/11	1/1/2013	6/30/2025	Housing Successor	20% Housing Portion of County Loan Repayments	Cedar Glen and Mission Blvd.	2,555,772	N									
51	Unspent Bond Proceeds from Issuances prior to 2011	Miscellaneous	2/25/2014	7/1/2025	County of San Bernardino	Transfer Unencumbered Bond Proceeds to the County		23,000,000	N									
52	Reestablishing Loan Agreement with County	City/County Loans After 6/27/11	2/25/2014	7/1/2025	County of San Bernardino	Repayment of County loan		10,223,087	N									
53	Housing Administration	Admin Costs	7/1/2014	9/1/2040	Housing Successor	Administrative Costs incurred by Housing Successor		5,000,000	N				150,000		150,000			
54									N									
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Recognized Obligation Payment Schedule (ROPS 14-15B) - Report of Cash Balances

(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 https://rad.dof.ca.gov/rad-sa/pdf/Cash_Balance_Agency_Tips_Sheet.pdf.

A	B	C	D	E	F	G	H	I	
Cash Balance Information by ROPS Period		Fund Sources					Comments		
		Bond Proceeds		Reserve Balance		Other			RPTTF
		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
ROPS 13-14B Actuals (01/01/14 - 06/30/14)									
1	Beginning Available Cash Balance (Actual 01/01/14)	32,668,173		2,853,300		1,867,615	-	Balanced taken from ROPS 14-15A Report of Cash Balances Line 6. See Schedule 4 from ROPS 14-15A for reconciliation from County FAS system to DOF reported amounts.	
2	Revenue/Income (Actual 06/30/14) RPTTF amounts should tie to the ROPS 13-14B distribution from the County Auditor-Controller during January 2014	36,530		134,867		845,419	3,519,619	Increase Revenue for Reserve Balance for Release of \$125,000 for Admin Allow approved on ROPS 13-14B and used in ROPS 14-15A. Received \$241,461 RZEDB received during	
3	Expenditures for ROPS 13-14B Enforceable Obligations (Actual 06/30/14) RPTTF amounts, H3 plus H4 should equal total reported actual expenditures in the Report of PPA, Columns L and Q	2,051,823		125,000		329,900	3,383,562	Taken from PPA Schedule	
4	Retention of Available Cash Balance (Actual 06/30/14) RPTTF amount retained should only include the amounts distributed for debt service reserve(s) approved in ROPS 13-14B	6,932,775						Cash held by fiscal agent	
5	ROPS 13-14B RPTTF Prior Period Adjustment RPTTF amount should tie to the self-reported ROPS 13-14B PPA in the Report of PPA, Column S			No entry required			136,057	Taken from PPA Schedule	
6	Ending Actual Available Cash Balance C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	23,720,105	-	2,863,167	-	2,383,134	-		
ROPS 14-15A Estimate (07/01/14 - 12/31/14)									
7	Beginning Available Cash Balance (Actual 07/01/14) (C, D, E, G = 4 + 6, F = H4 + F4 + F6, and H = 5 + 6)	30,652,880	-	2,863,167	-	2,383,134	136,057		
8	Revenue/Income (Estimate 12/31/14) RPTTF amounts should tie to the ROPS 14-15A distribution from the County Auditor-Controller during June 2014					890,000	454,992	\$250,000 Mohawk flow-through contract, \$240,000 RZEDB Rebate and \$400,000 Other	
9	Expenditures for ROPS 14-15A Enforceable Obligations (Estimate 12/31/14)	23,720,105		2,488,169		1,497,607	454,992	Amounts per ROPS 14-15A Final Approval Letter	
10	Retention of Available Cash Balance (Estimate 12/31/14) RPTTF amount retained should only include the amount distributed for debt service reserve(s) approved in ROPS 14-15A	6,932,775							
11	Ending Estimated Available Cash Balance (7 + 8 - 9 - 10)	-	-	374,998	-	1,775,527	136,057		

Recognized Obligation Payment Schedule (ROPS 14-15B) - Notes

January 1, 2015 through June 30, 2015

Item #	Notes/Comments
	ROPS Detail Page
1	2005 San Sevaine Debt Service Payments per bond indenture.
2	2010 San Sevaine Debt Service Payments per bond indenture.
3	2010 Cedar Glen Debt Service Payments per bond indenture.
4	2005 San Sevaine Debt Service Reserve calculated in accordance with DOF instructions: half of the principal required for the Fall 2014 debt service payment.
5	2010 San Sevaine Debt Service Reserve calculated in accordance with DOF instructions; half of the principal required for the Fall 2014 debt service payment.
6	2010 San Sevaine Debt Service Reserve calculated per DOF instructions; half of the principal required for the Fall 2014 debt service payment.
7	Removed Duplicate Line 45-48
8	Removed Duplicate Line 45-48
9	HDL contract for Consulting Services to prepare required annual Bond Disclosure reports.
10	Bond Counsel services to review Bond refunding opportunities and address current Bond Covenants requirements.
11	Litigation Professional Services required representing the Successor Agency in ongoing litigation.
12	Central Services is for services such as data, phone and other IT central charges. These obligations are funded with other revenue and not Administrative Allowance.
13	County Wide Cost Allocation are charges calculated for internal services incurred by the Successor Agency. These obligations are funded with other revenues and not Administrative Allowance.
14	County of San Bernardino and various others charges for services and supplies for the Oversight Board and Successor Agency. These obligations are funded with other funds and not Administrative Funds.
15	Economic Development Agency (EDA) Cost Allocation Obligation for services performed on behalf of the Successor Agency. These obligations are funded with other revenues and not Administrative Allowance. The Successor Agency operations are under the purview of the Economic Development Agency functions.
16	Salaries & Benefits Direct (non-project specific related) is funded with \$16,500 from Administrative Allowance. Other Funds will pay for \$184,000 of salaries and \$66,500 funded with RPTTF for staff time spent working on Capital Projects.
17	Sale Tax Incentive Agreement with Mohawk Carpet, the County and the former RDA. The County General Fund provides a portion of the sales taxes collected as a rebate payment to the Agency who in turn reimburses Mohawk.
18	Legal Consultant with Goldfarb and Lipman provides special legal counsel for the successor agency regarding dissolution activities.
19	Contract for Consulting Services with CSG Advisors for financial advisory services relating to potential bond refinancing and bond covenants.
20	County Counsel's legal services to implement the Dissolution Act.
21	RAMS Audit Consulting Services to complete required Financial Statements Audit per the Dissolution Act and ongoing bond disclosure requirements.
22	Removed Duplicate Line 14
23	Financial Professional Services with Keyser Marsten Associates for required financial analysis to the wind down of the Successor Agency Activities. Provides tax increment estimates and other financial models needed.
24	Office Rent is funded with \$5,000 from Other Funds.
25	Maintenance of Properties costs incurred and required by the dissolution law. It is required that the Agency-owned property be maintained prior to the sale and disposal.
26	RSG Real Estate Professional Services to complete the Long Range Property Management Plan.
27	Removed Retired
28	Retire Replacement Housing Obligation.
29	Removed Retired
30	Removed Duplicate Line 16
31	Removed Retired
32	Retire Unpaid Leave Balances obligation paid in previous ROPS cycle.
33	Retire Unemployment Insurance obligation paid in previous ROPS cycle.
34	Removed Retired
35	DOF approved Enforceable obligation with the City of Fontana; the Agency complete work on street improvements within the San Sevaine Project Area within the County unincorporated area. Bond Proceeds is the source of funds on this obligation.
36	Remove Retired. Street improvements along Cherry Ave from Whittram Ave to Foothill Blvd has been completed. Source of funds are Bond Proceeds.
37	Remove Retired. Construction project of the I-10 Interchange at Cherry Avenue has been completed. Bond Proceeds is the source of funds on this obligation.
38	Remove Retired. Transfer of Bond Proceeds Obligation has taken place with See Item 51.
39	Remove Retired. Transfer of Bond Proceeds Obligation has taken place with See Item 51.
40	Remove Retired. Transfer of Bond Proceeds Obligation has taken place with See Item 51.
41	Outside Consultants needed to assist the Agency with the required dissolution activities of financial winding down the Agency.
42	County of San Bernardino Special Districts contract to perform needed water systems improvements for Cedar Glen. This item is a matter currently in litigation with DOF.
43	Removed Duplicate Line 29

Recognized Obligation Payment Schedule (ROPS 14-15B) - Notes

January 1, 2015 through June 30, 2015

Item #	Notes/Comments
44	County of San Bernardino Special Districts contract to perform additional water systems improvements for Cedar Glen. This item is a matter currently in litigation with DOF.
45	Removed Retired. County of San Bernardino Cedar Glen Water Project Loan was reinstated and approved in ROPS 14-15A. See Reinstatement of Loan on Item 52.
46	Removed Retired. County of San Bernardino Cedar Glen Start Up Loan was reinstated and approved in ROPS 14-15A. See Reinstatement of Loan on Item 52.
47	Removed Retired. County of San Bernardino Cedar Glen Road Study Loan was reinstated and approved in ROPS 14-15A. See Reinstatement of Loan on Item 52.
48	Removed Retired. County of San Bernardino Mission Blvd. Loan was reinstated and approved in ROPS 14-15A. See Reinstatement of Loan on Item 52.
49	Remove Retire. 20% Housing Asset Fund Loan Repayment can be reinstated but after communication with DOF it is combined with total Loan Repayment on Line 52 and not called out on a separate line.
50	Remove Retired. Prior Period shortfall of Administrative Funds. After communication from DOF, this did not meet the criteria established by DOF.
51	Successor Agency obtained its Finding of Completion on December 5, 2013, and can now after meeting certain conditions expend unencumbered bond proceeds. This obligation allows for the transfer of all remaining Bond Proceeds (including interest) to the County to be spent in accordance with the bond covenants and CRL.
52	Successor Agency obtained its Finding of Completion on December 5, 2013, and can now after meeting certain conditions, reestablish its prior loan agreements. This obligation allows for the repayment of \$12M of the outstanding loan balance to be repaid to the County from the residual trust fund distribution.
53	AB 471 allows for housing entities to receive up to \$150,000 per year to pay for housing functions of the former RDA. The County Housing Successor will use these funds to pay for Housing Administrative Costs.

Prior Period Adjustments

- 2 RZEDB Rebate of \$237,558 reported as Other funds on Prior Period Adjustment schedule. The rebate was reported on ROPS 13-14B as Other funds. Total non-RPTTF expenses for the Successor Agency are not affected.
- 16 Total Salaries paid during the FY 13-14 reported using RPTTF Admin was \$229,600. Salaries paid during the ROPS 13-14A period was \$114,800. The remaining salaries of \$114,800 were transferred to the Reserve Balance and used for the ROPS 13-14B period. Total Admin RPTTF for the FY13-14 was \$250,000.
- 24 Total Rent paid during the FY 13-14 was \$20,400 during ROPS 13-14B period a total of \$10,200 was paid. RPTTF Admin of \$20,400 was reported for Rent. During the ROPS 13-14A period \$10,200 was transferred in Reserve Balance to be used during the ROPS 13-14B period.