REPORT/RECOMMENDATION TO THE SAN BERNARDINO COUNTYWIDE OVERSIGHT BOARD AND RECORD OF ACTION

January 28, 2019

FROM:

WARD KOMER, Acting Director of Finance

City of Adelanto

SUBJECT:

RESOLUTION APPROVING THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF ADELANTO'S RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE BUDGET FOR

FISCAL YEAR 2019-20

RECOMMENDATION(S)

Adopt **Resolution No. 2019-19** approving the Successor Agency to the Redevelopment Agency of the City of Adelanto's Recognized Obligation Payment Schedule and administrative budget for Fiscal Year 2019-20.

(Presenter: Cheryl Murase, Principal, HdL Coren & Cone, (714) 897-5000)

BACKGROUND INFORMATION

California Health & Safety Code Section (HSC) 34177 requires the San Bernardino Countywide Oversight Board (CWOB) to approve the 2019-20 Recognized Obligation Payment Schedule (ROPS) and administrative budget. The ROPS is an annual form and must be submitted to the Department of Finance (DOF) and the County Auditor-Controller by February 1st of each year. Pursuant to HSC 34179(h)(1)(B), the administrative budget is not required to be sent to DOF.

DOF will have until April 15th to review the 2019-20 ROPS and provide the successor agency a compliance determination. If the successor agency disagrees with the DOF determination, a "meet and confer" is allowed to facilitate a discussion between the successor agency and DOF. In the event of a meet and confer process, DOF must make a final compliance determination on or before May 15th or 15 days prior to the June 1st Redevelopment Property Tax Trust Fund (RPTTF) distribution.

The recommended action will further the Successor Agency to the Redevelopment Agency of the City of Adelanto's (Successor Agency) dissolution as an annual ROPS is required by DOF as part of the wind-down of the Successor Agency. There is no increase requested in the amount required from the RPTTF from the last annual ROPS approved.

It is recommended the CWOB approve the Successor Agency's 2019-20 ROPS and administrative budget. The draft 2019-20 ROPS will be provided to DOF, the County Auditor-Controller and the County Administrative Office as required by HSC 34177(I)(2)(B). The adopted

Page 1 of 2

		(C)						
	Record of A	Action of the	San Bernard	lino Count	tywide Overs	sight Board		
MOTION:	Aye Reck	Second Miller	Moya Saks	Aye	Aye Vasquez	Aye Warren	Aye Wert	
	BY _		CRSICUT B	No.				
		DAT	D: Januar	28 , 2019	9 #5			

RESOLUTION APPROVING THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF ADELANTO'S RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE BUDGET FOR FISCAL YEAR 2019-20 JANUARY 28, 2019 PAGE 2 OF 2

2019-20 ROPS will be provided to DOF and the County Auditor-Controller pursuant to HSC 34177(o). This will commence the DOF review period.

ATTACHMENTS

Attachment A – Resolution
Attachment B – ROPS for Fiscal Year 2019-20
Attachment C – Administrative budget for Fiscal Year 2019-20

REVIEW BY OTHERS

This item has been reviewed by Community Development and Housing Agency on January 16, 2019 and San Bernardino Countywide Oversight Board Legal Counsel on January 16, 2019.

RESOLUTION NO. 2019-19

RESOLUTION OF THE SAN BERNARDINO COUNTYWIDE OVERSIGHT BOARD ADOPTING THE SUCCESSOR AGENCY TO REDEVELOPMENT AGENCY OF THE CITY OF ADELANTO'S RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE BUDGET FOR FISCAL YEAR 2019-20

On Monday, January 28, 2019 on motion of San Bernardino Countywide Oversight Board Member Saks, duly seconded by San Bernardino Countywide Oversight Board Member Miller and carried, the following resolution is adopted by the San Bernardino Countywide Oversight Board, State of California.

WHEREAS, California Health and Safety Code Section (HSC) 34179(e) requires all action items of the San Bernardino Countywide Oversight Board be accomplished by resolution; and

WHEREAS, HSC 34177 requires the San Bernardino Countywide Oversight Board to approve the Recognized Obligation Payment Schedule (ROPS) and administrative budget; and

WHEREAS, pursuant to HSC 34177(o), the deadline for submitting the ROPS for Fiscal Year 2019-20 to the Department of Finance is February 1, 2019.

NOW, THEREFORE, the San Bernardino Countywide Oversight Board hereby resolves, determines and orders as follows:

Section 1. The foregoing recitals are true and correct.

Section 2. The Successor Agency to the Redevelopment Agency of the City of Adelanto's ROPS and administrative budget for Fiscal Year 2019-20 in the form presented, together with such changes thereto as may be approved by the San Bernardino Countywide Oversight Board, are hereby approved.

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

PASSED AND ADOPTED by the San Bernardino Countywide Oversight Board, State of California, by the following vote:

AYES: OVERSIGHT BOARD MEMBER: Ken Miller, David Reck, Cindy Saks,

Lawrence Strong, Mario Vasquez, Acquanetta Warren, David Wert

NOES: OVERSIGHT BOARD MEMBER: None

ABSENT: OVERSIGHT BOARD MEMBER: None

STATE OF CALIFORNIA)	
)	SS.
COUNTY OF SAN BERNARDINO)	

I, LAURA H. WELCH, Secretary to the San Bernardino Countywide Oversight Board, State of California, hereby certify the foregoing to be a full, true and correct copy of the record of the action taken by the Countywide Oversight Board, by vote of the members present, as the same appears in the Official Minutes of said Board at its meeting of January 28, 2019. #5 mb

LAURA H. WELCH Secretary to the San Bernarding Cou

Oversight Board

Recognized Obligation Payment Schedule (ROPS 19-20) - Summary Filed for the July 1, 2019 through June 30, 2020 Period

Successor Agency:	Adelanto
County:	San Bernardino

Currer	nt Period Requested Funding for Enforceable Obligations (ROPS Detail)	20A Total - December)	19-20B Total (January - June)	ROPS 19-20 Total		
Α	Enforceable Obligations Funded as Follows (B+C+D):	\$ 2,470,773	\$ -	\$	2,470,773	
В	Bond Proceeds	_	-			
С	Reserve Balance	2,470,773	- · · · · · · · · · · · · · · · · · · ·		2,470,773	
D	Other Funds					
E	Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 3,027,696	\$ 2,388,987	\$	5,416,683	
F	RPTTF	2,902,696	2,263,987		5,166,683	
G	Administrative RPTTF	125,000	125,000		250,000	
Н	Current Period Enforceable Obligations (A+E):	\$ 5,498,469	\$ 2,388,987	\$	7,887,456	

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

Signature

Adelanto Recognized Obligation Payment Schedule (ROPS 19-20) - ROPS Detail

July 1, 2019 through June 30, 2020

(Report Amounts in Whole Dollars)

	(Report Amounts in Whole Dollars)																				
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			is .								Fund Sources				Fund Sources						
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				Reserve Balance		RPTTF	Admin RPTTF	19-20A Total		Reserve Balance	Other Funds	RPTTF	Admin RPTTF	19-20B Total
1 Adelanto Improvement Project,	Bonds Issued On or Before	1/1/1993	6/30/2024	Trustee-Union Bank	Finance costs of Redevelopment Plan		\$ 85,324,911 6,129,025	N		9	\$ 2,470,773 1,083,963		\$ 2,902,696 613,113		\$ 5,498,469 \$ 1,697,076	9 \$ 0 6	\$ 0	\$ 0 \$	2,263,987 613,113	\$ 125,000	\$ 2,388,98° \$ 613.11°
2 Adelanto Public Financing Authority Local Agency 1995A Taxable Subordinated Revenue Bonds	Bond Reimbursement Agreements	1/9/1996	6/30/2026	Trustee-Union Bank	Various Agency Activities	Project Area 95	3,614,520	N	\$ 265,68	0	88,560		88,560		\$ 177,120	0			88,560		\$ 613,113 \$ 88,560
3 Adelanto Public Financing Authority	, Bond Reimbursement	1/9/1996	6/30/2026	Trustee-Union Bank	Various Agency Activities	Project Area 95	16,428,870	N	\$ 2,070,87	9	855,793		607,543		\$ 1,463,336	6			607,543		\$ 607,543
Local Agency Second Subordinated 1995B Revenue Bonds																				ll In	
4 Adelanto Public Financing Authority Local Agency Third Subordinated 1995C Revenue Bonds	Agreements	1/9/1996	6/30/2026	Trustee-Union Bank	Various Agency Activities	Project Area 95	18,193,306	N	\$ 2,406,44	0	274,947		1,321,397		\$ 1,596,344	4			810,096		\$ 810,09
5 Adelanto Improvement Project, Area No.3. 2007 Bonds	Bonds Issued On or Before 12/31/10	12/19/2007	9/1/2037	Trustee-Union Bank	Economic Development along HWY	Project Area 3	4,739,450	N	\$ 418,11	0	167,510		125,300		\$ 292,810	0			125,300		\$ 125,30
6 County of San Bernardino Tax Increment Loan	City/County Loan (Prior 06/28/11), Other	6/18/2005	6/30/2014	County	Tax increment loan per settlement and	Various projects	31,109,205	N	\$			\$6 TO TO SE			\$			拉罗 杰克(200730718	\$
7 Intermountain Power Agency	Litigation	6/15/2005	6/30/2014	IPA	Settle Agreement	80-1 Amended	1,989,390	N	\$						\$.						\$
8 Note Payable to City of Adelanto	City/County Loan (Prior	1/1/2003	6/30/2014	City	Note Payable to City for original	All	2,524,245	N	\$						\$.		Aller Salari				\$
9 Administration Allowance	06/28/11), Other Admin Costs	2/1/2012	6/30/2049	City of Adelanto	Admin Allowance	Admin	250,000	N		0				125,000	\$ 125,000					125,000	\$ 125,00
10 Audit Fees 11 Bond Admin	Admin Costs Fees	2/1/2012 2/1/2012	6/30/2049 9/1/2037	Moss, Levy, Hartzheim Union Bank	Annual Audit Trustee of Bonds	Admin Admin	145,350	N N		- 8			13,683		\$ - \$ 13,683				12,075		\$
12 Legal Fees	Admin Costs	2/1/2012	6/30/2049	Rutan & Tucker	Legal Consulting	Admin	140,000	N	\$				13,003		\$ -				12,075		\$ 12,075
15 Adelanto Improvement Project 3 16 Adelanto Public Financing Authority, Local Agency Taxable Subordinated Revenue Bonds		1/9/1996	6/30/2014 6/30/2026	Various Contractors Trustee-Union Bank	Improvements developments on 395 Various Agency Activities	95		N	\$				under betreet		\$ -						\$ -
17 Adelanto Public Financing Authority, Local Agency Second Subordinated Revenue Bonds		1/9/1996	6/30/2026	Trustee-Union Bank	Various Agency Activities	95		N	\$				-	1	\$ -						\$
18 Adelanto Improvement Project, Area No.3	RPTTF Shortfall	12/19/2007	9/1/2008	Trustee-Union Bank	Economic Development along HWY	3		N	\$						\$ -						\$
25 Long Range Property Plan	Property Dispositions		12/31/2014	Kosmont Companies	Property Management Plans			N	\$		the second			Designation of the second	s -			On Contact in	TO A CONTROL		\$
27 Long Range Property Plan 28 Administrative Reimbursement	Property Dispositions RPTTF Shortfall		12/31/2014 6/30/2049	Title Company City of Adelanto	Pull titles for various properties Loan to cover shortfall in Administrative	e All	125,000	N N	\$ 125,000			SEMESTIC SERVICE	125,000		\$ - \$ 125,000	BUILDING THE STATE OF THE STATE OF	DIRECTOR STORY	2011年7月22日			\$
29 Bonds Annual Continuing Disclosure	Fees	12/7/2016	9/1/2037	HdL Coren & Cone	Expense Annual Disclosure & Dissemination	All	76,550	N	\$ 15,400)			8,100		\$ 8,100				7,300	7	\$ 7,300
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Adelanto Recognized Obligation Payment Schedule (ROPS 19-20) - Report of Cash Balances July 1, 2016 through June 30, 2017 (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. Α В C D E F G Н **Fund Sources Bond Proceeds** Reserve Balance **RPTTF Other Funds** Prior ROPS RPTTF and Reserve Rent, Non-Admin **ROPS 16-17 Cash Balances** Bonds issued on or Bonds issued on or Balances retained Grants, and before 12/31/10 (07/01/16 - 06/30/17)after 01/01/11 for future period(s) Interest, etc. Admin Comments 1 Beginning Available Cash Balance (Actual 07/01/16) RPTTF amount should exclude "A" period distribution amount 1,142,238 2 Revenue/Income (Actual 06/30/17) RPTTF amount should tie to the ROPS 16-17 total distribution from the County Auditor-Controller 73,411 5,118,734 3 Expenditures for ROPS 16-17 Enforceable Obligations (Actual 06/30/17) 1,141,660 2,994,550 4 Retention of Available Cash Balance (Actual 06/30/17) RPTTF amount retained should only include the amounts distributed as reserve for future period(s) 578 2,124,184 5 ROPS 16-17 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 16-17 PPA form No entry required submitted to the CAC

73,411 \$

6 Ending Actual Available Cash Balance (06/30/17) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)

	Adelanto Recognized Obligation Payment Schedule (ROPS 19-20) - Notes July 1, 2019 through June 30, 2020
Item #	Notes/Comments
1	In order to mitigate a potential RPTTF Shortfall, Column O and Column U reflects the reserve for the 50% of the debt service due during the 2020 Bond Year.
2	In order to mitigate a potential RPTTF Shortfall, Column O and Column U reflects the reserve for the 50% of the debt service due during the 2020 Bond Year.
3	In order to mitigate a potential RPTTF Shortfall, Column O and Column U reflects the reserve for the 50% of the debt service due during the 2020 Bond Year.
	Column O reflects \$538,160 due for the 9/1/2019 Debt Service and in order to mitigate a potential RPTTF Shortfall, the reserve for the 3/01/2020 Debt Service.
	Column U reflects the reserve for the 9/1/2020 Debt Service
5	In order to mitigate a potential RPTTF Shortfall, Column O and Column U reflects the reserve for the 50% of the debt service due during the 2020 Bond Year.
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11	Amount shown in Column O reflects cost in excess of approved amount for ROPS 16-17 (\$3,559), ROPS 17-18 (\$3,932), estimated for ROPS 18-19 (\$4,000) and estimated cost for ROPS 19-20A (\$2,225).
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28	Administrative Reimbursement - Reflects the Administrative Expenses approved for ROPS 18-19 that was not funded on June 1, 2018 and January 2, 2019 due to a shortfall of RPTTF Revenues allocated to the Successor Agency.
29	Column O reflects the Continuing Disclosure Expenses (\$6,500) approved for ROPS 18-19 that was not funded on June 1, 2018 and January 2, 2019 due to a shortfal
	of RPTTF Revenues allocated to the Successor Agency and cost in excess of approved amount for ROPS 16-17 (\$800), ROPS 17-18 (\$800), estimated for ROPS 18-
	19 (\$800). These additional cost were neccessary to be in compliance with the Continuing Disclosure Agreement to provide Overlapping Debt Statements and Building
	Permit data each year.
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