

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

JANUARY 28, 2019

**FROM: SYDNIE HARRIS, Director of Finance
Town of Apple Valley**

**SUBJECT: RESOLUTION APPROVING THE SUCCESSOR AGENCY TO THE
REDEVELOPMENT AGENCY OF THE TOWN OF APPLE VALLEY'S
RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE
BUDGET FOR FISCAL YEAR 2019-20**

RECOMMENDATION(S)

Adopt **Resolution No. 2019-23** approving the Successor Agency to the Redevelopment Agency of the Town of Apple Valley's Recognized Obligation Payment Schedule and administrative budget for Fiscal Year 2019-20.

Public Comment: Alvin Rice

(Presenter: Sydnie Harris, Director of Finance, Town of Apple Valley, 760-240-7000)

BACKGROUND INFORMATION

California Health & Safety Code (HSC) Section 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.

The Successor Agency to the Redevelopment Agency of the Town of Apple Valley (Successor Agency) presented the 2019-20 ROPS and administrative budget to the CWOB at a January 23, 2019 meeting. The CWOB denied the item, requesting that the Successor Agency present the 2019-20 ROPS and administrative budget with additional details at the January 28, 2019 meeting. The Successor Agency has revised the 2019-20 ROPS to reflect a lesser total administrative budget and has revised the administrative budget with additional details describing the budget allocation.

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(l)(2)(B). The adopted 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.

Page 1 of 2

Record of Action of the San Bernardino Countywide Oversight Board

Action: APPROVED

MOTION:	Aye	Aye	Aye	Aye	Aye	Move	Second
	Reck	Miller	Saks	Strong	Vasquez	Warren	Wert

BY _____

DATED: January 28, 2019 #9



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

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 23, 2019 and San Bernardino Countywide Oversight Board Legal Counsel on January 24, 2019.

RESOLUTION NO. 2019-23

**RESOLUTION OF THE SAN BERNARDINO COUNTYWIDE OVERSIGHT
BOARD ADOPTING THE SUCCESSOR AGENCY TO THE
REDEVELOPMENT AGENCY OF THE TOWN OF APPLE VALLEY'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 Warren, duly seconded by San Bernardino Countywide Oversight Board Member Wert and carried, the following resolution is adopted by the San Bernardino Countywide Oversight Board, State of California.

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

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

WHEREAS, pursuant to HSC Section 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 Town of Apple Valley'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)
)
COUNTY OF SAN BERNARDINO) ss.

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. #9 mb

LAURA H. WELCH
Secretary to the San Bernardino Countywide
Oversight Board

By  _____
Deputy



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

Successor Agency: Apple Valley
County: San Bernardino

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)		19-20A Total (July - December)	19-20B Total (January - June)	ROPS 19-20 Total
A	Enforceable Obligations Funded as Follows (B+C+D):	\$ 305,057	\$ 769,257	\$ 1,074,314
B	Bond Proceeds	-	-	-
C	Reserve Balance	-	-	-
D	Other Funds	305,057	769,257	1,074,314
E	Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 818,525	\$ 1,785,876	\$ 2,604,401
F	RPTTF	693,525	1,695,876	2,389,401
G	Administrative RPTTF	125,000	90,000	215,000
H	Current Period Enforceable Obligations (A+E):	\$ 1,123,582	\$ 2,555,133	\$ 3,678,715

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.

DAVID WEST CHAIRMAN

Name	<i>[Signature]</i>	Title
/s/	<i>[Signature]</i>	<i>1/28/19</i>
Signature		Date

Apple Valley Recognized Obligation Payment Schedule (ROPS 19-20) - ROPS Detail
July 1, 2019 through June 30, 2020
(Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
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	ROPS 19-20 Total	19-20A (July - December)					19-20A Total	19-20B (January - June)					19-20B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
1	2005 Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	5/1/2005	6/30/2035	US Bank	2005 Tax Allocation Bonds for capital projects	VVEDA	\$ 66,745,206	N	\$ 3,678,715	\$ 0	\$ 0	\$ 305,057	\$ 693,525	\$ 125,000	\$ 1,123,582	\$ 0	\$ 0	\$ 769,257	\$ 1,695,876	\$ 90,000	\$ 2,555,133
2	2007 Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	6/1/2007	6/30/2037	US Bank	2007 Tax Allocation Bonds for capital projects	VVEDA	8,177,408	N	\$ 513,902			134,451			\$ 134,451			379,451			\$ 379,451
8	2007 Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	7/1/2007	6/30/2037	US Bank	2007 Tax Allocation Bonds for capital/housing projects	Project Area 2	10,861,788	N	\$ 544,612			164,806			\$ 164,806			379,806			\$ 379,806
17	2007 Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	7/1/2007	6/30/2037	US Bank	2007 Tax Allocation Bonds for capital/housing projects	Project Area 2	42,905,510	N	\$ 2,386,751				690,875		\$ 690,875				1,695,876		\$ 1,695,876
41	Admin Costs	Admin Costs	7/1/2013	6/30/2037	Town of Apple Valley	Dissolution Activities and Services	VVEDA/AVRDA Project Area 2	4,500,000	N	\$ 215,000					125,000	\$ 125,000					90,000	\$ 90,000
42	2005 Tax Allocation Bonds Fiscal Agent Fees	Fees	5/1/2005	6/30/2035	US Bank	Annual Fiscal Agent Fees for VVEDA Project Area Bonds	VVEDA	92,800	N	\$ 5,800			5,800			\$ 5,800						\$ -
43	2005 Tax Allocation Bonds Continuing Disclosure	Professional Services	5/1/2005	6/30/2035	US Bank	Professional Service Costs relating to Annual Disclosure Requirements	VVEDA	160,000	N	\$ 10,000						\$ -			10,000			\$ 10,000
44	2007 Tax Allocation Bonds Fiscal Agent Fees	Fees	6/1/2007	6/30/2037	US Bank	Annual Fiscal Agent Fees for AVRDA Project Area Bonds	Project Area 2	47,700	N	\$ 2,650				2,650		\$ 2,650						\$ -

Apple Valley 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](#).

A	B	C	D	E	F	G	H
	ROPS 16-17 Cash Balances (07/01/16 - 06/30/17)	Fund Sources					Comments
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF	
		Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS RPTTF and Reserve Balances retained for future period(s)	Rent, Grants, Interest, etc.	Non-Admin and Admin	
1	Beginning Available Cash Balance (Actual 07/01/16) RPTTF amount should exclude "A" period distribution amount	1,059,811				0	
2	Revenue/Income (Actual 06/30/17) RPTTF amount should tie to the ROPS 16-17 total distribution from the County Auditor-Controller				1,057,555	2,946,718	"Other funds" represent revenues distributed from VVEDA for 2005 & 2007 Tax Allocation Bonds
3	Expenditures for ROPS 16-17 Enforceable Obligations (Actual 06/30/17)				1,057,555	2,946,718	"Other funds" expenditure matches amount reported on the 16-17 PPA. RPTTF expenditure does not match amount reported on the 16-17 PPA, as it excludes the over-expenditure of \$18,643 for item 17. The Successor Agency proposes applying this expenditure against the ROPS 17-18 allowance.
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)	1,059,811					
5	ROPS 16-17 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 16-17 PPA form submitted to the CAC	No entry required					
6	Ending Actual Available Cash Balance (06/30/17) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)					0	There is a \$0 PPA for ROPS 16-17
		\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	

Apple Valley Recognized Obligation Payment Schedule (ROPS 19-20) - Notes July 1, 2019 through June 30, 2020	
Item #	Notes/Comments
	None