

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

December 16, 2019

FROM

FARRAH JENNER, Assistant Finance Director, City of Redlands

SUBJECT

Resolution Approving the Successor Agency to the Redevelopment Agency of the City of Redlands Recognized Obligation Payment Schedule and Administrative Budget for Fiscal Year 2020-21

RECOMMENDATION(S)

Adopt a **Resolution 2019-43** approving the Successor Agency to the Redevelopment Agency of the City of Redlands' Recognized Obligation Payment Schedule and Administrative Budget for Fiscal Year 2020-21.

(Presenter: Farrah Jenner, Assistant Finance Director, City of Redlands, 909-625-9418)

BACKGROUND INFORMATION

California Health & Safety Code Section (HSC) 34177 requires the San Bernardino Countywide Oversight Board (CWOB) to approve the 2020-21 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 2020-21 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 Redlands (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.

The RPTTF increase is due to an increase in administrative salaries, debt service, and the addition of a new obligation. The new obligation is a debt owed to the City. It was discovered recently that a rental property of the Successor Agency was transferred to the City in May 2016, and since this date the rental income was reported in error as income to the Agency. The Successor Agency has adjusted FY 2018-19 to properly record the rental income as City revenue and have included an additional obligation of \$37,500 on the ROPS for the prior years' rental income due to the City since June 2016.

**Resolution Approving the Successor Agency to the Redevelopment Agency of the City of Redlands Recognized Obligation Payment Schedule and Administrative Budget for Fiscal Year 2020-21
December 16, 2019**

31 W Stuart, Redlands, CA	
Rental Income - Due to General Fund	
Due to General Fund	
Jun-16	1,500.00
2016/17	18,000.00
2017/18	18,000.00
2018/19	-
	37,500.00

It is recommended the CWOB approve the Successor Agency's 2020-21 ROPS and administrative budget. The draft 2020-21 ROPS will be provided to DOF, the County Auditor-Controller and the County Administrative Office as required by HSC 34177(2)(B). The adopted 2020-21 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 2020-21

Attachment C – Administrative budget for Fiscal Year 2020-21

REVIEW BY OTHERS

This item has been reviewed by Community Development and Housing Agency on November 12, 2019 and San Bernardino Countywide Oversight Board Legal Counsel on December 2, 2019.

**Resolution Approving the Successor Agency to the Redevelopment
Agency of the City of Redlands Recognized Obligation Payment
Schedule and Administrative Budget for Fiscal Year 2020-21
December 16, 2019**

Record of Action of the San Bernardino Countywide Oversight Board

APPROVED

Moved: Cindy Saks Seconded: Lawrence Strong
Ayes: Richard DeNava, Cindy Saks, Lawrence Strong, David Wert
Absent: Kenneth Miller, Mario Vasquez, Acquanetta Warren

Lynna Monell, SECRETARY

BY 
DATED: December 16, 2019



cc: File - San Bernardino Countywide Oversight Board
dlc 12/19/2019

RESOLUTION NO. 2019-43

RESOLUTION OF THE SAN BERNARDINO COUNTYWIDE OVERSIGHT BOARD ADOPTING THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF CITY OF REDLANDS RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE BUDGET FOR FISCAL YEAR 2020-21

On Monday, December 16, 2019 on motion of San Bernardino Countywide Oversight Board Member Cindy Saks, duly seconded by San Bernardino Countywide Oversight Board Member Lawrence Strong 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 2020-21 to the Department of Finance is February 1, 2020.

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 City of Redlands ROPS and administrative budget for Fiscal Year 2020-21 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: Richard DeNava, Cindy Saks,
Lawrence Strong, David Wert

NOES: OVERSIGHT BOARD MEMBER: None

ABSENT: OVERSIGHT BOARD MEMBER: Kenneth Miller, Mario Vasquez
Acquanetta Warren

* * * * *

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

I, **LYNNA MONELL**, 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 December 16, 2019. #5 dlc

LYNNA MONELL
Secretary to the San Bernardino Countywide
Oversight Board

By 



Recognized Obligation Payment Schedule (ROPS 20-21) - Summary
Filed for the July 1, 2020 through June 30, 2021 Period

Successor Agency: Redlands
 County: San Bernardino

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)	20-21A Total (July - December)	20-21B Total (January - June)	ROPS 20-21 Total
A Enforceable Obligations Funded as Follows (B+C+D):	\$ 2,512,456	\$ 873,840	\$ 3,386,296
B Bond Proceeds	-	-	-
C Reserve Balance	2,464,556	873,840	3,338,396
D Other Funds	47,900	-	47,900
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 9,363	\$ 1,734,136	\$ 1,743,499
F RPTTF	-	1,724,773	1,724,773
G Administrative RPTTF	9,363	9,363	18,726
H Current Period Enforceable Obligations (A+E):	\$ 2,521,819	\$ 2,607,976	\$ 5,129,795

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 Wertz, Board Chairman
 Name Title
 /s/ [Signature] 12-16-19
 Signature Date

Redlands Recognized Obligation Payment Schedule (ROPS 20-21) - Report of Cash Balances
July 1, 2017 through June 30, 2018
(Report Amounts in Whole Dollars)

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
		Fund Sources					
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF	
	ROPS 17-18 Cash Balances (07/01/17 - 06/30/18)	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	Comments
1	Beginning Available Cash Balance (Actual 07/01/17) RPTTF amount should exclude "A" period distribution amount			2,689,878	586,900		
2	Revenue/Income (Actual 06/30/18) RPTTF amount should tie to the ROPS 17-18 total distribution from the County Auditor-Controller				21,619	2,807,651	
3	Expenditures for ROPS 17-18 Enforceable Obligations (Actual 06/30/18)			2,414,426	140,866	423,857	
4	Retention of Available Cash Balance (Actual 06/30/18) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)				183,307	2,383,794	
5	ROPS 17-18 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 17-18 PPA form submitted to the CAC	No entry required					
6	Ending Actual Available Cash Balance (06/30/18) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$ 0	\$ 0	\$ 275,452	\$ 284,346	\$ 0	