

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

**January 13, 2020**

## **FROM**

**SOPHIE L. SMITH, Deputy City Manager, Successor Agency to the Victorville  
Redevelopment Agency**

## **SUBJECT**

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

## **RECOMMENDATION**

Adopt a **Resolution No. 20-14** approving the Successor Agency to the Redevelopment Agency of the City of Victorville's Recognized Obligation Payment Schedule and administrative budget for Fiscal Year 2020-21.

(Presenter: Sophie L. Smith, Deputy City Manager, Successor Agency to the Victorville Redevelopment Agency, (760) 243-4773)

## **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 1<sup>st</sup> 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 15<sup>th</sup> 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 15<sup>th</sup> or 15 days prior to the June 1<sup>st</sup> Redevelopment Property Tax Trust Fund (RPTTF) distribution.

The recommended action will further the Successor Agency to the Redevelopment Agency of the City of Victorville'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 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(l)(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.

**Resolution Approving the Successor Agency to the Redevelopment  
Agency of the City of Victorville's Recognized Obligation Payment  
Schedule and Administrative Budget for Fiscal Year 2020-21  
January 13, 2020**

**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 December 17, 2019 and San Bernardino Countywide Oversight Board Legal Counsel on December 27, 2019.

**Resolution Approving the Successor Agency to the Redevelopment Agency of the City of Victorville's Recognized Obligation Payment Schedule and Administrative Budget for Fiscal Year 2020-21  
January 13, 2020**

Record of Action of the San Bernardino Countywide Oversight Board

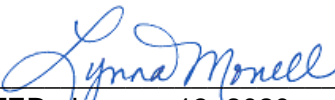
**APPROVED**

Moved: Acquanetta Warren    Seconded: Kenneth Miller

Ayes: Richard DeNava, Kenneth Miller, Cindy Saks, Lawrence Strong, Acquanetta Warren, David Wert

Absent: Mario Vasquez

Lynna Monell, SECRETARY

BY  \_\_\_\_\_  
DATED: January 13, 2020



cc: File- San Bernardino Countywide Oversight Board  
la 01/16/2020

**RESOLUTION NO. 2020- 14**

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

On Monday, January 13, 2020 on motion of San Bernardino Countywide Oversight Board Member Warren, 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, the Victorville Redevelopment Agency (the "Redevelopment Agency") was duly created and activated pursuant to the provisions of the California Community Redevelopment Law, Health and Safety Code sections 33000, *et seq.* (the "CRL") by a duly adopted Ordinance of the City of Victorville, California (the "City"); and

WHEREAS, pursuant to Health and Safety Code section 34172, the Redevelopment Agency is deemed dissolved; and

WHEREAS, pursuant to California Health and Safety Code Section 24173(d)(3), and Resolution No. 12-005, the City Council of the City of Victorville ("City Council") confirmed that the City shall serve as the successor agency to the Redevelopment Agency (the "Successor Agency"); and

WHEREAS, the Successor Agency must prepare and obtain approval from the Oversight Board of a Recognized Obligation Payment Schedule ("ROPS") for the period of July 1, 2020 through June 30, 2021, pursuant to Health and Safety Code section 34177(o); and

WHEREAS, the Successor Agency must prepare and obtain approval from the Oversight Board for an administrative budget of the Successor Agency ("Administrative Budget") for the period of July 1, 2020 through June 30, 2021, pursuant to Health and Safety Code section 34177(j); and

WHEREAS, Successor Agency prepared a ROPS and Administrative Budget for the period of July 1, 2020 through June 30, 2021; and

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 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 Victorville Redevelopment Agency's 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, Kenneth Miller, Cindy Saks, Lawrence Strong, Acquanetta Warren, David Wert

NOES: OVERSIGHT BOARD MEMBER: None

ABSENT: OVERSIGHT BOARD MEMBER: Mario Vasquez

\* \* \* \* \*

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 January 13, 2020. #14LA

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:** Victorville  
**County:** San Bernardino

| <b>Current Period Requested Funding for Enforceable Obligations (ROPS Detail)</b> | <b>20-21A Total<br/>(July - December)</b> | <b>20-21B Total<br/>(January - June)</b> | <b>ROPS 20-21Total</b> |
|---|---|--|------------------------|
| <b>A Enforceable Obligations Funded as Follows (B+C+D):</b>                       | \$ -                                      | \$ -                                     | \$ -                   |
| B Bond Proceeds   | -   | -  | -                      |
| C Reserve Balance   | -   | -  | -                      |
| D Other Funds   | -   | -  | -                      |
| <b>E Redevelopment Property Tax Trust Fund (RPTTF) (F+G):</b>                     | \$ 2,562,588                              | \$ 1,110,749                             | \$ 3,673,337           |
| F RPTTF   | 2,470,088                                 | 1,017,966                                | 3,488,054              |
| G Administrative RPTTF  | 92,500                                    | 92,783                                   | 185,283                |
| <b>H Current Period Enforceable Obligations (A+E):</b>                            | \$ 2,562,588                              | \$ 1,110,749                             | \$ 3,673,337           |

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*

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Name \_\_\_\_\_ Title \_\_\_\_\_

/s/ *[Signature]* \_\_\_\_\_ 01-13-2020 \_\_\_\_\_

Signature \_\_\_\_\_ Date \_\_\_\_\_

Victorville Recognized Obligation Payment Schedule (ROPS 20-21) - ROPS Detail

July 1, 2020 through June 30, 2021

(Report Amounts in Whole Dollars)

| A      | B   | C  | D                                 | E                                   | F   | G   | H            | I                                    | J       | K                | 20-21A (July - December) |                 |             |              |             | Q            | 20-21B (January - June) |                 |             |              |             | W            |               |
|--------|---|--|-----------------------------------|-------------------------------------|---|---|--------------|--------------------------------------|---------|------------------|--------------------------|-----------------|-------------|--------------|-------------|--------------|-------------------------|-----------------|-------------|--------------|-------------|--------------|---------------|
|        |   |  |                                   |                                     |   |   |              |                                      |         |                  | Fund Sources             |                 |             |              |             |              | Fund Sources            |                 |             |              |             |              |               |
|        |   |  |                                   |                                     |   |   |              |                                      |         |                  | L                        | M               | N           | O            | P           |              | R                       | S               | T           | U            | V           |              |               |
|        |   |  |                                   |                                     |   |   |              |                                      |         |                  |                          |                 |             |              |             |              |                         |                 |             |              |             |              | Bond Proceeds |
| 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 20-21 Total | Bond Proceeds            | Reserve Balance | Other Funds | RPTTF        | Admin RPTTF | 20-21A Total | Bond Proceeds           | Reserve Balance | Other Funds | RPTTF        | Admin RPTTF | 20-21B Total |               |
| 1      | Vict RDA Series 2002A, 2003A, 2003B, 2006A Tax Allocation Bonds | Bonds Issued On or Before                | 8/22/2002                         | 12/1/2036                           | The Bank of New York Trust                                | RDA Non-Housing Bond Issues   | Bear Valley  | \$ 58,519,359                        | N       | \$ 3,673,337     | \$ 0                     | \$ 0            | \$ 0        | \$ 2,470,088 | \$ 92,500   | \$ 2,562,588 | \$ 0                    | \$ 0            | \$ 0        | \$ 1,017,966 | \$ 92,783   | \$ 1,110,749 |               |
| 2      | Vict RDA Series 2002A, 2003A, 2003B, 2006A Tax Allocation Bonds | Fees                                     | 8/22/2002                         | 12/1/2036                           | The Bank of New York Trust Company N.A.                   | Fiscal Agents Fee   | Bear Valley  | 44,346,516                           | N       | \$ 3,186,854     |                          |                 |             | 2,322,088    |             | \$ 2,322,088 |                         |                 |             | 864,766      |             | \$ 864,766   |               |
| 3      | Vict RDA Series 2002A, 2003A, 2003B, 2006A Tax Allocation Bonds | Fees                                     | 8/22/2002                         | 12/1/2036                           | RSG, Inc.   | Continuing Disclosure Report  | Bear Valley  | 15,000                               | N       | \$ 15,000        |                          |                 |             | 2,400        |             | \$ 2,400     |                         |                 |             | 12,600       |             | \$ 12,600    |               |
| 4      | Northgate Apartments  | Business Incentive Agreements            | 7/15/2005                         | 10/1/2034                           | National Core (formerly So Calif Housing Develop Corp)    | Aff Housing Agmt/Operational Subsidy  | Bear Valley  | 4,000,000                            | N       | \$ 250,000       |                          |                 |             | 125,000      |             | \$ 125,000   |                         |                 |             | 125,000      |             | \$ 125,000   |               |
| 22     | Loan from SCLAA to Old Town Project Area                        | Third-Party Loans                        | 7/21/2009                         | 7/21/2014                           | Southern California Logistics Airport Authority           | Loan for Old Town Land Acquisitions   | Bear Valley  |                                      | Y       | \$ -             |                          |                 |             |              |             | \$ -         |                         |                 |             |              |             | \$ -         |               |
| 33     | Project legal costs   | Legal                                    | 7/1/2018                          | 6/30/2019                           | Green, de Bortnowsky & Quintanilla                        | Project specific legal costs  | Bear Valley  | 15,000                               | N       | \$ 15,000        |                          |                 |             | 7,500        |             | \$ 7,500     |                         |                 |             | 7,500        |             | \$ 7,500     |               |
| 34     | Special Assessments on SA properties                            | Property Maintenance                     | 7/25/2013                         | 7/1/2033                            | City of Victorville                                       | Street Light Assessment District taxes  | Bear Valley  | 400                                  | N       | \$ 400           |                          |                 |             | 0            |             | \$ -         |                         |                 |             | 400          |             | \$ 400       |               |
| 35     | Vict RDA Series 2002A, 2003A, 2003B, 2006A Tax Allocation Bonds | Fees                                     | 8/22/2002                         | 12/1/2036                           | BLX   | Arbitrage fees for bonds  | Bear Valley  | 0                                    | N       | \$ -             |                          |                 |             | 0            |             | \$ -         |                         |                 |             | 0            |             | \$ -         |               |
| 49     | SA Contract Services  | Property Dispositions                    | 7/1/2018                          | 6/30/2019                           | Unknown vendor(s)   | appraisals for LRPMP transactions   | Bear Valley  | 10,000                               | N       | \$ 10,000        |                          |                 |             | 5,000        |             | \$ 5,000     |                         |                 |             | 5,000        |             | \$ 5,000     |               |
| 52     | Loan from Bear Valley housing to Old Town non-housing fund      | City/County Loan (Prior 06/28/11), Other | 7/1/1999                          | 3/8/2014                            | City of Victorville as Housing Successor                  | Loan for Old Town blight removal  | Bear Valley  | 9,936,360                            | N       | \$ -             |                          |                 |             |              |             | \$ -         |                         |                 |             |              |             | \$ -         |               |
| 53     | Unfunded CalPers employee liabilities                           | Unfunded Liabilities                     | 7/1/2017                          | 6/30/2018                           | City of Victorville                                       | Unfunded pension obligations as of 2/1/12 for former RDA employees  | Bear Valley  |                                      | Y       | \$ -             |                          |                 |             |              |             | \$ -         |                         |                 |             |              |             | \$ -         |               |
| 54     | Unfunded OPEB employee liabilities                              | Unfunded Liabilities                     | 7/1/2017                          | 6/30/2018                           | City of Victorville                                       | Unfunded pension obligations as of 2/1/12 for former RDA employees  | Bear Valley  |                                      | Y       | \$ -             |                          |                 |             |              |             | \$ -         |                         |                 |             |              |             | \$ -         |               |
| 55     | Admin Costs   | Admin Costs                              | 7/1/2018                          | 6/30/2019                           | Various - City of Victorville, Staples, unknown vendor(s) | wages, benefits, PERS, W/C, indirect cost allocation for SA, paper, office supplies, postage, copier costs, travel/training for SA/OB matters, H&S 34177(n) audit/component unit audit, legal/consultants for SA/Dissolution and OB | Bear Valley  | 185,283                              | N       | \$ 185,283       |                          |                 |             |              | 92,500      |              | \$ 92,500               |                 |             |              | 92,783      |              | \$ 92,783     |
| 56     |   |  |                                   |                                     |   |   |              |                                      | N       | \$ -             |                          |                 |             |              |             | \$ -         |                         |                 |             |              |             | \$ -         |               |

**Victorville 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 <a href="#">Cash Balance Tips Sheet</a> . |   |                                       |                                      |  |                                    |                           |  |
|--|---|---------------------------------------|--------------------------------------|--|------------------------------------|---------------------------|--|
| A  | B   | C                                     | D                                    | E  | F                                  | G                         | H  |
|  |   | Fund Sources                          |                                      |  |                                    |                           | Comments   |
|  |   | Bond Proceeds                         |                                      | Reserve Balance  | Other Funds                        | RPTTF                     |  |
| ROPS 17-18 Cash Balances<br>(07/01/17 - 06/30/18)  |   | Bonds issued on or<br>before 12/31/10 | Bonds issued on or<br>after 01/01/11 | Prior ROPS RPTTF<br>and Reserve<br>Balances retained<br>for future period(s) | Rent,<br>Grants,<br>Interest, etc. | Non-Admin<br>and<br>Admin |  |
| 1  | <b>Beginning Available Cash Balance (Actual 07/01/17)</b><br>RPTTF amount should exclude "A" period distribution amount   |                                       |                                      | 84,134   | 42,852                             | 0                         | E1= Prior ROPS RPTTF balance as of 06/30/17  |
| 2  | <b>Revenue/Income (Actual 06/30/18)</b><br>RPTTF amount should tie to the ROPS 17-18 total distribution from the County Auditor-Controller                        |                                       |                                      | 0  | 3,443,836                          | 4,229,602                 | F2 Interest = 47,039; Property Sales = 3,396,797   |
| 3  | <b>Expenditures for ROPS 17-18 Enforceable Obligations (Actual 06/30/18)</b>  |                                       |                                      | 27,773   | 11,049                             | 3,747,632                 | E3 = Per CWOB review of FY17-18 PPA<br>F3 = Per DOF Determination Letter   |
| 4  | <b>Retention of Available Cash Balance (Actual 06/30/18)</b><br>RPTTF amount retained should only include the amounts distributed as reserve for future period(s) |                                       |                                      | 56,361   | 19,852                             | 0                         | E4, F4 = Amounts reserved by DOF Determination Letter for use on Line 4 in FY18-19; additional RPTTF balance needed per DOF letter of 17,272 |
| 5  | <b>ROPS 17-18 RPTTF Prior Period Adjustment</b><br>RPTTF amount should tie to the Agency's ROPS 17-18 PPA form submitted to the CAC                               | No entry required                     |                                      |  |                                    | 481,970                   |  |
| 6  | <b>Ending Actual Available Cash Balance (06/30/18)</b><br>C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)   | \$ 0                                  | \$ 0                                 | \$ 0   | \$ 3,455,787                       | \$ 0                      |  |



