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

January 10, 2022

### **FROM**

DERIK DESPAIN, Accountant, Successor Agency to the Redevelopment Agency of the 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 2022-23

### **RECOMMENDATION(S)**

Adopt a **Resolution No. 2022-01** approving the Successor Agency to the Redevelopment Agency of the City of Adelanto's Recognized Obligation Payment Schedule and administrative budget for Fiscal Year 2022-23.

(Presenter: Derik Despain, Accountant, City of Adelanto, (442) 249-1125)

### **BACKGROUND INFORMATION**

California Health & Safety Code Section (HSC) 34177 requires the San Bernardino Countywide Oversight Board (CWOB) to approve the 2022-23 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 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 to review the 2022-23 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 or 15 days prior to the June 1 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 an increase requested in the amount required from the RPTTF from the last annual ROPS approved. Changes to amount requested for debt service on all the Successor Agency's bonds reflect amount required to pay debt service pursuant to the amortization schedule for each of the bonds. Cost related to the Annual Continuing Disclosure Report reflects an increase of \$500 (6.25%) for cost related to information required by the Continuing Disclosure Requirement for the 1995 and 2007 Bonds.

It is recommended the CWOB approve the Successor Agency's 2022-23 ROPS and administrative budget. The draft 2022-23 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 2022-23 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 Adelanto's Recognized Obligation Payment Schedule and Administrative Budget for Fiscal Year 2022-23

### **ATTACHMENTS**

Attachment A – Resolution

Attachment B - ROPS for Fiscal Year 2022-23

Attachment C – Administrative Budget for Fiscal Year 2022-23

### **REVIEW BY OTHERS**

This item has been reviewed by Auditor-Controller/Treasurer/Tax Collector on December 20, 2021 and San Bernardino Countywide Oversight Board Legal Counsel on December 20, 2021.

# 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 2022-23

Record of Action of the San Bernardino Countywide Oversight Board

### **APPROVED**

Moved: Acquanetta Warren Seconded: Richard DeNava

Ayes: Frederick Ang, Valerie Clay, Richard DeNava, Cindy Saks, Acquanetta Warren

Absent: Kenneth Miller, Lawrence Strong

Lynna Monell, SECRETARY

DATED: January 10, 2022

DATED. Sandary 10, 2022



cc: W/Resolution

File- San Bernardino Countywide Oversight Board w/attach

KS 01/11/2022

#### **RESOLUTION NO. 2022-01**

# RESOLUTION OF THE SAN BERNARDINO COUNTYWIDE OVERSIGHT BOARD ADOPTING THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF CITY OF ADELANTO'S RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE BUDGET FOR FISCAL YEAR 2022-23

On Monday, January 10, 2022 on motion of San Bernardino Countywide Oversight Board Member Warren, duly seconded by San Bernardino Countywide Oversight Board Member DeNava 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 2022-23 to the Department of Finance is February 1, 2022.

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 Adelanto's ROPS and administrative budget for Fiscal Year 2022-23 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: Frederick Ang, Valerie Clay,

Richard DeNava, Cindy Saks,

Acquenetta Warren

NOES: OVERSIGHT BOARD MEMBER:

ABSENT: OVERSIGHT BOARD MEMBER: Kenneth Miller, Lawrence Strong

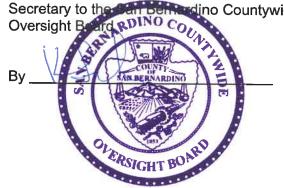
\* \* \* \*

STATE OF CALIFORNIA	)	
	)	SS.
SAN BERNARDINO COUNTY	)	

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 10, 2022. #1 KS

LYNNA MONELL

Secretary to the semi dino Countywide



## Recognized Obligation Payment Schedule (ROPS 22-23) - Summary Filed for the July 1, 2022 through June 30, 2023 Period

Successor Agency: Adelanto County: San Bernardino 22-23 A Total 22-23 B Total **ROPS 22-23 Total** Current Period Requested Funding for Enforceable Obligations (ROPS Detail) (July - December) (January - June) Enforceable Obligations Funded as Follows (B+C+D): 3,201,140 \$ 3,201,140 **Bond Proceeds** В Reserve Balance 3,201,140 3,201,140 Other Funds D 3,156,135 \$ 1,770,141 \$ 4,926,276 Redevelopment Property Tax Trust Fund (RPTTF) (F+G): 3,031,135 4,676,276 RPTTF 1,645,141 250,000 Administrative RPTTF 125,000 125,000 G 6,357,275 \$ 1,770,141 \$ 8,127,416 **Current Period Enforceable Obligations (A+E):** 

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.

Cindy Saks

Vice Chair

Name

Title

January 10, 2022

Signature

Date

Adelanto Recognized Obligation Pa	ayment Schedule (ROPS 22-23) - ROPS Detail
July 1, 2022	through June 30, 2023
(D + 4	

									2 through June 30 nounts in Whole D								
A B	С	D	E	F	G	Н	ı	J	K K	L M	N	0 P	Q	R S	T U	V	W
							Total			22-2	22-23 A (July - December)		22-23 A	22-23 B (January - June)			22-23 B Total
Item # Project Name/Debt Obligation	Obligation Type	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Outstanding Debt or	Retired	ROPS 22-23 Total		Fund Sources	Fund Sources		Fund Sources			
							Obligation			Bond Proceeds Reserve Balance		RPTTF Admin RPTTF		Bond Proceeds Reserve Balance		Admin RPTTF	i
1 Adelanto Improvement Project, 1993	B Bonds Issued On or	1/1/1993	6/30/2024	Trustee-Union Bank	Finance costs of Redevelopment	80-1 (Amended)	\$ 83,241,772		\$ 8,127,416	\$ - \$ 3,201,140	\$ -	\$ 3,031,135 \$ 125,000	\$ 6,357,275	\$ - \$ -	\$ - \$ 1,645,141	\$ 125,000	\$ 1,770,141
Tax Allocation Bonds	Before 12/31/10	7771000	0,00,2024	Tradice Chief Bank	Plan Implementation	Adelanto Improvement									!		i
						Project	2,385,950	N	\$ 2,385,950	1,162,150		1,223,800	\$ 2,385,950				\$ -
<ol> <li>Adelanto Public Financing Authority, Local Agency 1995A Taxable</li> </ol>	Bond Reimbursement Agreements	1/9/1996	6/30/2026	Trustee-Union Bank	Various Agency Activities	80-1 (Amended) Adelanto Improvement									!		i
Subordinated Revenue Bonds						Project	2.994.600	N	\$ 265,680	88.560		177.120	\$ 265,680		!		S -
3 Adelanto Public Financing Authority,	Bond Reimbursement	1/9/1996	6/30/2026	Trustee-Union Bank	Various Agency Activities	80-1 (Amended)	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,										
Local Agency Second Subordinated 1995B Revenue Bonds	Agreements					Adelanto Improvement Project											
4 Adelanto Public Financing Authority	, Bond Reimbursement	1/9/1996	6/30/2026	Trustee-Union Bank	Various Agency Activities	80-1 (Amended)	12,845,428	N	\$ 2,128,063	910,393		608,835	\$ 1,519,228		608,835	-	\$ 608,835
Local Agency Third Subordinated 1995C Revenue Bonds	Agreements					Adelanto Improvement Project									!		i
	Daniel Innovation	12/19/2007	9/1/2037	Trustee-Union Bank	Farancia Davidania del altra UNA		12,452,207	N	\$ 2,651,173	864,687		893,780	\$ 1,758,467		892,706		\$ 892,706
5 Adelanto Improvement Project, Area No.3. 2007 Bonds	Before 12/31/10				Economic Development along HWY 395		3,912,650	N	\$ 425,550	175,350		125,100	\$ 300,450		125,100		\$ 125,100
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 loan agreement	80-1 (Amended) Adelanto Improvement									!		i
	,					Project	43,693,252	N	s -				s -		!		S -
7 Intermountain Power Agency Settlement Agreement	Litigation	6/15/2005	6/30/2014	IPA	Settle Agreement	80-1 (Amended) Adelanto Improvement	.,,						,				
Settlement Agreement						Project	4 000 000								!		
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	1,989,390		<b>a</b>				•		+	+	<b>3</b> -
9 Administration Allowance	06/28/11), Other Admin Costs	7/1/2022	6/30/2023	City of Adelanto	formation costs Admin Allowance	All	2,524,245 250,000		\$ 250,000			125,000	\$ - \$ 125,000			125,000	\$ 125,000
10 Audit Fees	Admin Costs	7/1/2022	6/30/2023	Moss, Levy, Hartzhei		All						,				,	
11 Bond Admin	Fees	2/1/2012	9/1/2037	Union Bank	Trustee of Bonds	All	113,500	N N	\$ - \$ 12,500			2,500	\$ 2,500		10,000	-	\$ 10,000
12 Legal Fees	Admin Costs	7/1/2022	6/30/2023	Rutan & Tucker	Legal Consulting	All		N	\$ -			1	\$ -				\$ -
15 Adelanto Improvement Project 3	Improvement/Infrastru ture	c 1/1/2014	6/30/2014	Various Contractors	Improvements developments or 395	Project Area No. 3		N	\$ -				\$ -		!		\$ -
16 Adelanto Public Financing Authority, Local Agency Taxable	RPTTF Shortfall	1/9/1996	6/30/2026	Trustee-Union Bank	Various Agency Activities	80-1 (Amended) Adelanto Improvement											
Subordinated Revenue Bonds						Project		N	\$ -				\$ -		!		\$ -
17 Adelanto Public Financing	RPTTF Shortfall	1/9/1996	6/30/2026	Trustee-Union Bank	Various Agency Activities	80-1 (Amended) Adelanto Improvement											
Authority, Local Agency Second Subordinated Revenue Bonds						Project		N	\$ -				\$ -		!		\$ -
18 Adelanto Improvement Project, Area No.3	RPTTF Shortfall	12/19/2007	9/1/2008	Trustee-Union Bank	Economic Development along HWY 395	Project Area No. 3		N					6				•
25 Long Range Property Plan	Property Dispositions	3/1/2014	12/31/2014	Kosmont Companies		All			\$ -				\$ -				\$ -
27 Long Range Property Plan	Property Dispositions	1/1/2014	12/31/2014	Title Company	Pull titles for various properties	All		N	\$ -				\$ -				\$ -
								N	\$ -				\$ -				\$ -
28 Administrative Reimbursement	RPTTF Shortfall	1/3/2017	6/30/2049	City of Adelanto	Loan to cover shortfall in Administrative Expense	All		N	\$ -				\$ -		!		\$ -
29 Bonds Annual Continuing Disclosure	Fees	12/7/2016	9/1/2037	HdL Coren & Cone	Annual Disclosure & Dissemination	All	80,550	N	\$ 8,500				4		8,500		\$ 8,500
bisciosure					Disserimation		00,000	.,	\$ -				\$ -		0,000		\$ -
									\$ - \$ -				\$ - \$ -				\$ - \$ -
									\$ -				\$ -				\$ -
									\$ - \$ -				\$ - \$ -				\$ - \$ -
									\$ -				\$ -				\$ -
									\$ - \$ -				\$ - \$ -				\$ - \$ -
									\$ -				\$ -				\$ -
									\$ - \$ -				\$ - \$ -				\$ - \$ -
									\$ -				\$ -				\$ -
									\$ - \$ -				\$ - \$ -				\$ - \$ -
									\$ -				\$ -				\$ -
									\$ - \$ -				\$ - \$ -		+	+-	\$ -
									\$ -				\$ -				\$ -
	1								\$ - \$ -				\$ -		+		\$ -
									\$ -				\$ -				\$ -
	1	1						<u> </u>	\$ - \$ -				\$ - \$ -		+		\$ -
									\$ -				\$ -				\$ -
									\$ -				\$ -		+		\$ -
									\$ -				\$ -				\$ -
									\$ - \$ -				\$ -		+	+	\$ -
		1	1	1				1	<b>a</b> -		l	<u> </u>	<b>a</b> -				<b>a</b> -

### Adelanto Recognized Obligation Payment Schedule (ROPS 22-23) - Report of Cash Balances July 1, 2019 through June 30, 2020 (Report Amounts in Whole Dollars)

<b>—</b>			(Report Amou	its iii wiiole Dolla	13)		
							T
Α	В	С	D	E	F	G	н
				Fund Sources			
		Bond P	roceeds	Reserve Balance	Other Funds	RPTTF	
	DODG 40 00 Gook Dolovos	Daniela issued on an	Daniela in conduction on	Prior ROPS RPTTF and Reserve	Rent,	Non-Admin	
	ROPS 19-20 Cash Balances (07/01/19 - 06/30/20)	Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Balances retained for future period(s)	Grants, Interest, etc.	and Admin	Comments
	(07/01/19 - 06/30/20)	Delote 12/31/10	aller 01/01/11	iuture period(s)	interest, etc.	Admin	Comments
	I			T			T
1	Beginning Available Cash Balance (Actual 07/01/19) RPTTF amount should exclude "A" period distribution amount	6,516,222		3,499,939	1,317,593	556,801	Amounts shown in Col. G1 includes Prior Period Adjustments for ROPS 16-17 (25,650), ROPS 17-18 (598,070) and ROPS 18-19 (3,404). Also included are amounts due from the City for amounts paid in exess of the SA adminitration allowance including Trustee Fees.
2	Revenue/Income (Actual 06/30/20)						Amount shown in Col. G2 includes the RPTTF
	RPTTF amount should tie to the ROPS 19-20 total						received for ROPS 19-20A - \$2,735,767 and ROPS
	distribution from the County Auditor-Controller	1,353,185			50,496	5,124,754	19-20B - \$2,388,987
3	Expenditures for ROPS 19-20 Enforceable Obligations (Actual 06/30/20)						Amounts shown on Col. G3 reflects expenditures paid during ROPS 19-20 and does not reflect
		89,859		2,195,826	254,788	3,383,777	amounts reserved for future periods as shown on Col. G4
4	Retention of Available Cash Balance (Actual 06/30/20) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)	7,779,548		2,195,826	254,788		Amount shown in Col G Line 4 reflect reserves for the September 1, 2020 Debt Service.  Taxable Subordinated Revenue Bonds 1995 Series A - \$88,560  Second Subordinated Revenue Bonds 1995 Series B - \$875,043  Third Subordinated Revenue Bonds 1995 Series C - \$535,512  2007 Tax Allocation Bonds - \$170,300
5	ROPS 19-20 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 19-20 PPA form submitted to the CAC		No entry	required			
6	Ending Actual Available Cash Balance (06/30/20) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)					97,212	Amounts shown in Col. G1 includes Prior Period Adjustments for ROPS 17-18 (\$598,070) and ROPS 18-19 (\$3,404). Also included are amounts
		\$ 0	\$ 0	\$ 0	\$ 464,691	\$ 531,151	due from the City for amounts paid in exess of the

	Adelanto Recognized Obligation Payment Schedule (ROPS 22-23) - Notes July 1, 2022 through June 30, 2023
	rusiano resogniza sangunon ruyment seneguis (res s == == , reses sury i, ==== un sugn sums se, ====
Item #	Notes/Comments
1	In order to mitigate a potential RPTTF Shortfall, Column O reflects the reserve for the 100% of the debt service due during the 2023 Bond Year
2	In order to mitigate a potential RPTTF Shortfall, Column O reflects the reserve for the 100% of the debt service due during the 2023 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 2023 Bond Year.
4	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 2023 Bond Year.
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 2023 Bond Year.