

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

January 10, 2022

FROM

DANIELLE GARCIA, Management Services/Finance Director, Redlands Successor Agency

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 2022-23

RECOMMENDATION(S)

Adopt a **Resolution No. 2022-11** approving the Successor Agency to the Redevelopment Agency of the City of Redlands' Recognized Obligation Payment Schedule and administrative budget for Fiscal Year 2022-23.

(Presenter: Danielle Garcia, Management Services/Finance Director, City of Redlands, (909) 798-7507)

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 Redlands' (Successor Agency) dissolution as an annual ROPS is required by DOF as part of the wind-down of the Successor Agency. There is a significant decrease of \$2,602,288 requested in the amount from RPTTF as compared to the last annual ROPS approved. The reason for this decrease is based on the debt payment schedule for the bonds held by the Agency. The Agency requests RPTTF in advance of the due dates for its debt service. The final debt service payment for all bonds outstanding is scheduled for August 2022. For this reason, the Agency has already requested RPTTF in advance for those obligations and does not require such a large amount moving forward, but instead only requests Administrative RPTTF. This represents significant progress towards dissolution.

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

**Resolution Approving the Successor Agency to the Redevelopment
Agency of the City of Redlands' Recognized Obligation Payment
Schedule and Administrative Budget for Fiscal Year 2022-23**

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.

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.

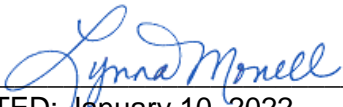
**Resolution Approving the Successor Agency to the Redevelopment
Agency of the City of Redlands' Recognized Obligation Payment
Schedule and Administrative Budget for Fiscal Year 2022-23**

Record of Action of the San Bernardino Countywide Oversight Board

APPROVED

Moved: Frederick Ang Seconded: Valerie Clay
Ayes: Frederick Ang, Valerie Clay, Richard DeNava, Cindy Saks, Acquanetta Warren
Absent: Kenneth Miller, Lawrence Strong

Lynna Monell, SECRETARY

BY 
DATED: January 10, 2022



cc: W/Resolution
File - San Bernardino Countywide Oversight Board w/attach
KS 01/19/2022

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

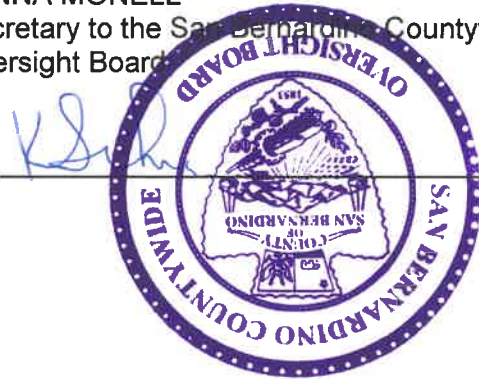
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STATE OF CALIFORNIA)
)
SAN BERNARDINO COUNTY) ss.

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 10, 2022. #11 KS

LYNNA MONELL
Secretary to the San Bernardino Countywide
Oversight Board

By

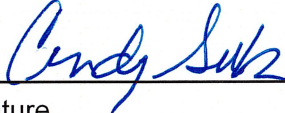


Recognized Obligation Payment Schedule (ROPS 22-23) - Summary
Filed for the July 1, 2022 through June 30, 2023 Period

Successor Agency: Redlands
County: San Bernardino

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)		22-23 A Total (July - December)	22-23 B Total (January - June)	ROPS 22-23 Total
A	Enforceable Obligations Funded as Follows (B+C+D):	\$ 2,556,068	\$ -	\$ 2,556,068
B	Bond Proceeds	-	-	-
C	Reserve Balance	2,546,963	-	2,546,963
D	Other Funds	9,105	-	9,105
E	Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 5,182	\$ 5,181	\$ 10,363
F	RPTTF	-	-	-
G	Administrative RPTTF	5,182	5,181	10,363
H	Current Period Enforceable Obligations (A+E):	\$ 2,561,249	\$ 5,181	\$ 2,566,430

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

Redlands Recognized Obligation Payment Schedule (ROPS 22-23) - ROPS Detail
July 1, 2022 through June 30, 2023
(Report Amounts in Whole Dollars)

[illegible]

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

A	B	C	D	E	F	G	H
		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	
	ROPS 19/20 Cash Balances (07/01/19 - 06/30/20)						
1	Beginning Available Cash Balance (Actual 07/01/19) RPTTF amount should exclude "A" period distribution amount			2,889,022	398,178	679,465	Due to turnover in staff, cash balances here tie back to accounting records & CAFR balances. Unable to recreate former staff's tracking method. See Attachment #1. Also, cell F1 includes \$143 cash in fiscal agent account that was pointed out to us in an email from County ATC . Cell G1 - From ROPS 19-20 PPA Adjustment 16-17 (not really cash in hand)
2	Revenue/Income (Actual 06/30/20) RPTTF amount should tie to the ROPS 19-20 total distribution from the County Auditor-Controller			0	47,262	1,009,043	Cell G2 - see attachment #2. This amount was requested on the 19-20 ROPS submitted in January 2020. There was an error in calculation where the City overestimated how much was available from Reserve Balance by \$885,790. This error was not discovered until April 2020 (see Attachment #5). Cell F2, see Attachment #3. Based on our accounting records, we received \$41,573 in investment income, \$5,550 in cost recovery.
3	Expenditures for ROPS 19-20 Enforceable Obligations (Actual 06/30/20)			3,300,781	50,885	1,688,399	E3 - payment for ROPS 19/20 Period A from Reserve F3 - payment for FA, CD, Audit, partial Aug. 2020 set aside (can also be seen in Attachment #3) G3 - Administrative charges & Feb. 2020 debt service
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)			0	0	0	
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					252	PPA provided by ATC
6	Ending Actual Available Cash Balance (06/30/20) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$ 0	\$ 0	\$ (411,759)	\$ 394,555	\$ (143)	This is actually the interest credit from the Fiscal Agent bank account and its expenditure is included in cell F3

Redlands Recognized Obligation Payment Schedule (ROPS 22-23) - Notes July 1, 2022 through June 30, 2023

Item #	Notes/Comments