

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

January 11, 2024

FROM

DOUG ROBERTSON, Interim Director of Finance, Successor Agency to the Redevelopment Agency of the 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 2024-25

RECOMMENDATION(S)

Adopt **Resolution No. 2024-03** 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 2024-25.

(Presenters: Doug Robertson, Interim Director of Finance, Town of Apple Valley, (760) 240-7000 ext. 7051; Dominique Clark, Consultant, RSG, (714) 316-2143)

BACKGROUND INFORMATION

California Health & Safety Code (HSC) section 34177 requires the San Bernardino Countywide Oversight Board (CWOB) to approve the 2024-25 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 section 34179(h)(1)(B), the administrative budget is not required to be sent to DOF.

DOF will have until April 15 to review the 2024-25 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 Town of Apple Valley's (Successor Agency) dissolution as an annual ROPS is required by DOF as part of the wind-down of the Successor Agency. There is a \$4,632 increase requested in the amount required from the RPTTF from the last annual ROPS approved due to a slight increase in the amounts requested for the continuing disclosure costs and trustee fees related to the 2020 Tax Allocation Refunding Bonds Trustee Fees.

It is recommended the CWOB approve the Successor Agency's 2024-25 ROPS and administrative budget. The draft 2024-25 ROPS will be provided to DOF, the County Auditor-Controller and the County Administrative Office as required by HSC section 34177(l)(2)(B). The adopted 2024-25 ROPS will be provided to DOF and the County Auditor-Controller pursuant to HSC section 34177(o). This will commence the DOF review period.

**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 2024-25
January 11, 2024**

ATTACHMENTS

Attachment A – Resolution

Attachment B – ROPS for Fiscal Year 2024-25

Attachment C – Administrative Budget for Fiscal Year 2024-25

REVIEW BY OTHERS

This item has been reviewed by Auditor-Controller/Treasurer/Tax Collector on January 3, 2024
and San Bernardino Countywide Oversight Board Legal Counsel on December 28, 2023.

**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 2024-25
January 11, 2024**

Record of Action of the San Bernardino Countywide Oversight Board

APPROVED


Moved: David Wert Seconded: Acquanetta Warren

Ayes: Richard DeNava, T. Milford Harrison, Kenneth Miller, Acquanetta Warren, David Wert

Absent: Lawrence Strong, Mario Vasquez

Lynna Monell, SECRETARY

BY



DATED: January 11, 2024



cc: File - San Bernardino Countywide Oversight Board w/ reso and
 attachments

jm 01/17/2024

RESOLUTION NO. 2024- 03

**RESOLUTION OF THE SAN BERNARDINO COUNTYWIDE OVERSIGHT
BOARD 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 2024-25**

On Thursday, January 11, 2024, on motion of San Bernardino Countywide Oversight Board Member Wert, duly seconded by San Bernardino Countywide Oversight Board Member Warren 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 2024-25 to the Department of Finance is February 1, 2024.

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 2024-25 in the form presented in Attachment "B", attached hereto and incorporated herein by this reference, together with such changes thereto as may be approved by the San Bernardino Countywide Oversight Board, are hereby approved.

Section 3. The ROPS for Fiscal Year 2024-25 in the form presented in Attachment "B" shall be transmitted to the Department of Finance, with a copy submitted concurrently to the San Bernardino Countywide Oversight Board.

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, T. Milford Harrison,
 Kenneth Miller, Acquanetta Warren,
 David Wert

NOES: OVERSIGHT BOARD MEMBER: None

ABSENT: OVERSIGHT BOARD MEMBER: Lawrence Strong, Mario Vasquez

* * * * *

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 11, 2024. #3 JM

LYNNA MONELL
Secretary to the San Bernardino Countywide
Oversight Board

By _____




Recognized Obligation Payment Schedule (ROPS 24-25) - Summary
Filed for the July 1, 2024 through June 30, 2025 Period

Successor Agency: Apple Valley
County: San Bernardino

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)		24-25 A Total (July - December)	24-25 B Total (January - June)	ROPS 24-25 Total
A	Enforceable Obligations Funded as Follows (B+C+D):	\$ 178,806	\$ 175,500	\$ 354,306
B	Bond Proceeds	-	-	-
C	Reserve Balance	-	-	-
D	Other Funds	178,806	175,500	354,306
E	Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 587,677	\$ 432,200	\$ 1,019,877
F	RPTTF	442,677	432,200	874,877
G	Administrative RPTTF	145,000	-	145,000
H	Current Period Enforceable Obligations (A+E):	\$ 766,483	\$ 607,700	\$ 1,374,183

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 Wert	Chairman
Name	Title
	January 11, 2024
Signature	Date

Town of Apple Valley Recognized Obligation Payment Schedule (ROPS 24-25) - ROPS Detail																						
July 1, 2024 through June 30, 2025 (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 24-25 Total	24-25 A (July - December)					24-25 A Total	24-25 B (January - June)					24-25 B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
								\$ 42,540,875		\$ 1,374,183	\$ -	\$ -	\$ 178,806	\$ 442,677	\$ 145,000	\$ 766,483	\$ -	\$ -	\$ 175,500	\$ 432,200	\$ -	\$ 607,700
17	Admin Costs	Admin Costs	7/1/2024	6/30/2025	Town of Apple Valley	Dissolution Activities and Services	VVEDA/AVRDA Project Area 2	1,885,000	N	\$ 145,000					145,000	\$ 145,000						\$ -
45	2020 Tax Allocation Refunding Bonds (VVEDA)	Refunding Bonds Issued After 6/27/12	9/9/2020	6/1/2037	US Bank	2020 Tax Allocation Refunding Bonds for Capital Projects	VVEDA	11,811,800	N	\$ 351,000			175,500			\$ 175,500			175,500			\$ 175,500
46	2020 Tax Allocation Refunding Bonds (PA2)	Refunding Bonds Issued After 6/27/12	9/9/2020	6/1/2037	US Bank	2020 Tax Allocation Refunding Bonds for Capital Projects/ Housing Projects	Project Area 2	28,674,000	N	\$ 864,400				432,200		\$ 432,200			432,200			\$ 432,200
47	2020 Tax Allocation Refunding Bonds Trustee Fees (VVEDA)	Fees	9/9/2020	6/1/2037	US Bank	Annual Fiscal Agent for VVEDA Project Area Bonds	VVEDA	9,425	N	\$ 725			725			\$ 725						\$ -
48	2020 Tax Allocation Refunding Bonds Continuing Disclosure (VVEDA)	Professional Services	9/9/2020	6/1/2037	Urban Futures	Professional Service Costs relating to Annual Disclosure Requirements	VVEDA	36,134	N	\$ 2,581			2,581			\$ 2,581						\$ -
49	2020 Tax Allocation Refunding Bonds Trustee Fees (PA2)	Fees	9/9/2020	6/1/2037	US Bank	Annual Fiscal Agent Fees for Project Area 2 Bonds	Project Area 2	17,500	N	\$ 2,833				2,833		\$ 2,833						\$ -
50	2020 Tax Allocation Refunding Bonds Continuing Disclosure (PA2)	Professional Services	9/9/2020	6/1/2037	Urban Futures	Professional Service Costs relating to Annual Disclosure Requirements	Project Area 2	107,016	N	\$ 7,644				7,644		\$ 7,644						\$ -

Town of Apple Valley Recognized Obligation Payment Schedule (ROPS 24-25) - Report of Cash Balances
July 1, 2021 through June 30, 2022
(Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H
	ROPS 21-22 Cash Balances (07/01/21 - 06/30/22)	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 07/01/21) RPTTF amount should exclude "A" period distribution amount	3	0	0	127,519	142,979	Column G is equal to the sum of the 18-19 PPA (\$6,352), the 19-20 PPA (\$101,327), and the 20-21 PPA (\$35,300).
2	Revenue/Income (Actual 06/30/22) RPTTF amount should tie to the ROPS 21-22 total distribution from the County Auditor-Controller	0	0	0	342,727	998,298	Column F includes interest income as well as the funding that the Successor Agency receives from VVEDA's RPTTF for the 2020 VVEDA Bonds and trustee fees and continuing disclosure services related to those bonds.
3	Expenditures for ROPS 21-22 Enforceable Obligations (Actual 06/30/22)	0	0	0	354,117	986,326	
4	Retention of Available Cash Balance (Actual 06/30/22) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)	0	0	0	0	136,627	Column G is equal to the sum of the 19-20 PPA (\$101,327) and the 20-21 PPA (\$35,300)
5	ROPS 21-22 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 21-22 PPA form submitted to the CAC	No entry required				18,324	
6	Ending Actual Available Cash Balance (06/30/22) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$ 3	\$ 0	\$ 0	\$ 116,129	\$ 0	

Town of Apple Valley Recognized Obligation Payment Schedule (ROPS 24-25) - Notes July 1, 2024 through June 30, 2025	
Item #	Notes/Comments
45	The Successor Agency receives these funds from the VVEDA Successor Agency, which requests funding for these line items on their ROPS.
47	The Successor Agency receives these funds from the VVEDA Successor Agency, which requests funding for these line items on their ROPS.
48	The Successor Agency receives these funds from the VVEDA Successor Agency, which requests funding for these line items on their ROPS.