

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

January 11, 2024

FROM

SONIA FABELA, Finance Director, City of Loma Linda

SUBJECT

Resolution Approving the Successor Agency to the Redevelopment Agency of the City of Loma Linda's Recognized Obligation Payment Schedule and Administrative Budget for Fiscal Year 2024-25

RECOMMENDATION(S)

Adopt **Resolution No. 2024-10** approving the Successor Agency to the Redevelopment Agency of the City of Loma Linda's Recognized Obligation Payment Schedule and administrative budget for Fiscal Year 2024-25.

(Presenter: Steven H. Dukett, Consultant to Loma Linda, (909) 967-8205)

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 City of Loma Linda'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 \$24,801 decrease requested in the amount required from the RPTTF from the last annual ROPS approved.

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 City of Loma Linda'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 4, 2024
and San Bernardino Countywide Oversight Board Legal Counsel on December 28, 2023.

**Resolution Approving the Successor Agency to the Redevelopment
Agency of the City of Loma Linda'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: T. Milford Harrison Seconded: Kenneth Miller

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

JLL 01/17/2024


**RESOLUTION OF THE SAN BERNARDINO COUNTYWIDE OVERSIGHT
BOARD APPROVING THE SUCCESSOR AGENCY TO THE
REDEVELOPMENT AGENCY OF THE CITY OF LOMA LINDA'S
RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND
ADMINISTRATIVE BUDGET FOR FISCAL YEAR 2024-25**

* * * * *

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. #10 JLL

LYNNA MONELL
Secretary to the San Bernardino Countywide Oversight Board

By  _____
Secretary




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

Successor Agency: Loma Linda
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):	\$ 1,227,500	\$ -	\$ 1,227,500
B	Bond Proceeds	-	-	-
C	Reserve Balance	1,227,500	-	1,227,500
D	Other Funds	-	-	-
E	Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 2,445,950	\$ 2,435,912	\$ 4,881,862
F	RPTTF	2,368,450	2,358,412	4,726,862
G	Administrative RPTTF	77,500	77,500	155,000
H	Current Period Enforceable Obligations (A+E):	\$ 3,673,450	\$ 2,435,912	\$ 6,109,362

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

Loma Linda 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	
								\$ 24,653,492		\$ 6,109,362	\$ -	\$ 1,227,500	\$ -	\$ 2,368,450	\$ 77,500	\$ 3,673,450	\$ -	\$ -	\$ -	\$ 2,358,412	\$ 77,500	\$ 2,435,912
6	Continuing Disclosure	Fees	7/13/2021	7/12/2024	TKE Engineering, Inc.	Continuing Disclosure Services required by S.E.C. Rule 15c2-12 for bonds issued after July 2, 1995 and thus required by the TARBs Indenture	Merged	35,000	N	\$ 5,000				5,000		\$ 5,000						\$ -
15	Loans From the City of Loma Linda	Reentered Agreements	5/29/1979	12/31/2027	City of Loma Linda	Loans for Redevelopment Activities (Cash, Principal & Accrued Interest)	Merged	3,322,617	N	\$ 1,639,148				819,574		\$ 819,574				819,574		\$ 819,574
27	Administrative Cost Allowance	Admin Costs	2/1/2012	6/30/2030	City of Loma Linda	Funding for the Successor Agency's Administrative Cost Allocation Per HSC Section 34171 (b)	Merged	655,000	N	\$ 155,000					77,500	\$ 77,500					77,500	\$ 77,500
47	Tax Allocation Refunding Bonds Series 2016A	Rev. Bonds Issued After 12/31/10	11/10/2016	8/1/2030	US Bank (Trustee)	Debt Service on TARBs	Merged	3,071,900	N	\$ 590,000		235,000		299,700		\$ 534,700				55,300		\$ 55,300
48	Tax Allocation Refunding Bonds Series 2016A Reserve	Reserve	11/10/2016	8/1/2030	US Bank (Trustee)	Debt Service on TARBs	Merged	175,000	N	\$ 175,000						\$ -				175,000		\$ 175,000
49	Tax Allocation Refunding Bonds Series 2016B	Rev. Bonds Issued After 12/31/10	11/10/2016	8/1/2030	US Bank (Trustee)	Debt Service on TARBs	Merged	16,254,890	N	\$ 2,448,129		992,500		1,237,091		\$ 2,229,591				218,538		\$ 218,538
50	Tax Allocation Refunding Bonds Series 2016B Reserve	Reserve	11/10/2016	8/1/2030	US Bank (Trustee)	Debt Service on TARBs	Merged	1,090,000	N	\$ 1,090,000						\$ -				1,090,000		\$ 1,090,000
51	Securities Services by Trustee	Fees	11/10/2016	8/1/2030	US Bank (Trustee)	Securities Servicing by Trustee for Debt Service on TARBs	Merged	49,085	N	\$ 7,085				7,085		\$ 7,085						\$ -

Loma Linda 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			1,135,000	61,881	22,993	The amount shown in cell E-1 is from ROPS 20-21 to be held as a principal reduction reserve for the 2016 A&B TARBs during ROPS 21-22. The amount shown in cells F-1 and G-1 were directed by DOF's 3-26-2021 letter.
2	Revenue/Income (Actual 06/30/22) RPTTF amount should tie to the ROPS 21-22 total distribution from the County Auditor-Controller			1,162,500		4,854,171	The amount shown in cell E-2 is from ROPS 21-22 RPTTF to be held as a principal reduction reserve in ROPS 22-23 for the 2016 A&B TARBs. The amount shown in cell G-2 was authorized in DOF's 3-26-2021 letter and was actually received
3	Expenditures for ROPS 21-22 Enforceable Obligations (Actual 06/30/22)			1,135,000	61,881	4,877,164	The amounts shown in cells E-3, F-3 and G-3 were spent during ROPS 21-22.
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)			1,162,500			The amount shown in cell E-4 is a principal reduction reserve for the 2016 A&B TARBs during ROPS 22-23.
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				0	
6	Ending Actual Available Cash Balance (06/30/22) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	

Loma Linda Recognized Obligation Payment Schedule (ROPS 24-25) - Notes July 1, 2024 through June 30, 2025

Item #	Notes/Comments
6	The Continuing Disclosure Services are required by S.E.C. Rule 15c2-12, which was incorporated into the agreements associated with the 2016 A & B Refunding TARBs and are typical for all TABs (or TARBs) issued by former California redevelopment agencies and successor agencies. Consequently, DOF has routinely approved such expenses as separate enforceable obligations that are not considered administrative expenses.
15	The terms of the City/Agency Loan are as specified in the Settlement Agreement by and between the City, the Successor Agency, the State Department of Finance and the State Controller's Office. Pursuant to the Settlement Agreement, the Successor Agency is required to pay the City \$1,639,148 during each ROPS cycle, which is divided into two \$819,574 increments for each A and B ROPS cycle.
27	The amount shown in the ROPS includes the Successor Agency's commitment to reduce its Administrative Allocation by \$20,000 each ROPS period.
47	Annual debt service on the 2016A TARBs.
48	Pursuant to the 2016 A Refunding TABs Indenture, the Successor Agency is required to obtain during the B ROPS cycle each year one-half of the annual principal reduction payment (which is due during the next following A ROPS cycle each year).
49	Annual debt service on the 2016B TARBs.
50	Pursuant to the 2016 B Refunding TABs Indenture, the Successor Agency is required to obtain during the B ROPS cycle each year one-half of the annual principal reduction payment (which is due during the next following A ROPS cycle each year).
51	This item is for annual securities servicing by the trustee bank. Every 5th year, this item will also include costs for arbitrage rebate services.