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

#### **December 11, 2023**

#### **FROM**

**CAROLINE CRUZ-CONTRERAS, Principal Accountant, City of Rancho Cucamonga** 

#### **SUBJECT**

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

#### **RECOMMENDATION(S)**

Adopt a **Resolution No. 2023-24** approving the Successor Agency to the Redevelopment Agency of the City of Rancho Cucamonga's Recognized Obligation Payment Schedule and administrative budget for Fiscal Year 2024-25.

(Presenter: Caroline Cruz-Contreras, Principal Accountant, City of Rancho Cucamonga, (909) 774-2434)

#### **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 Rancho Cucamonga's (Successor Agency) dissolution as an annual ROPS is required by DOF as part of the wind-down of the Successor Agency. There is about a 1% increase requested in the amount required from the RPTTF from the last annual ROPS approved due to a decrease in Available Cash Balance from Other Funds.

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(I)(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.

#### **ATTACHMENTS**

Attachment A – Resolution

Resolution Approving the Successor Agency to the Redevelopment Agency of the City of Rancho Cucamonga's Recognized Obligation Payment Schedule and Administrative Budget for Fiscal Year 2024-25 December 11, 2023

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 December 4, 2023 and San Bernardino Countywide Oversight Board Legal Counsel on December 4, 2023.

Resolution Approving the Successor Agency to the Redevelopment Agency of the City of Rancho Cucamonga's Recognized Obligation Payment Schedule and Administrative Budget for Fiscal Year 2024-25 December 11, 2023

Record of Action of the San Bernardino Countywide Oversight Board

#### **APPROVED**

Moved: Lawrence Strong Seconded: Acquanetta Warren

Ayes: Frederick Ang, Richard DeNava, Kenneth Miller, Cindy Saks, Lawrence Strong,

Acquanetta Warren, David Wert

Lynna Monell, SECRETARY

DATED: December 11, 2023



cc: w/Resolution

File - San Bernardino Countywide Oversight Board w/attach

CCM 12/21/2023

#### **RESOLUTION NO. 2023-24**

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

On Monday, December 11, 2023 on motion of San Bernardino Countywide Oversight Board Member Strong, 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 City of Rancho Cucamonga'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: Frederick Ang, Richard DeNava, Kenneth

Miller, Cindy Saks, Lawrence Strong, Acquanetta Warren, David Wert

NOES: OVERSIGHT BOARD MEMBER: None

ABSENT: OVERSIGHT BOARD MEMBER: None

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 December 11, 2023. #3 CCM

LYNNA MONELL Secretary to the Sam Bernardino Countywide Oversight Board

O ERSIGNE BOAR

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

Success	or Agency:	Rancho Cucamonga						
County:		San Bernardino						
Current	Period Requested	24-25 A Total (July - December)			1-25 B Total nuary - June)	ROPS 24-25 Total		
Α	Enforceable O	bligations Funded as Follows (B+C+D):	\$	-	\$	-	\$	-
В	Bond Procee	ds		-		<del>-</del>		<u>-</u>
С	Reserve Bala	ince		-		<u>-</u>		-
D	Other Funds			÷		<del>-</del>		-
E	Redevelopm	ent Property Tax Trust Fund (RPTTF) (F+G):	\$	22,242,462	\$	5,611,794	\$	27,854,256
F	RPTTF			22,117,462		5,486,794		27,604,256
G	Administrativ	e RPTTF		125,000		125,000		250,000
Н	<b>Current Perio</b>	d Enforceable Obligations (A+E):	\$	22,242,462	\$	5,611,794	\$	27,854,256

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

Title

December 11, 2023

Signature

Date

Rancho Cucamonga Recognized Obligation Payment Schedule (ROPS 24-25) - ROPS Detail	
July 1,2024 through June 30, 2025	
(Report Amounts in Whole Dollars)	

								(	Report Am	ounts in Whole D	Dollars)										
Α	В	С	D	E	F	G	Н	1	J	K	L	M	N	0	P	Q	R S	Т .	U	V	W
				Total 24-25 A (July - December)				24-	25 B (January - J	ine)											
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	d ROPS 24-25 Fund Sources			24-25 A Total		Fund Sources			24-25 B Total			
			Execution Date	remination bate				Obligation		Total	Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	Iotai	Bond Proceeds Reserve Balance	Other Funds	RPTTF Ad	dmin RPTTF	Iotai
								\$ 264,513,394		\$ 27,854,256	s -	\$ -	s -	\$ 22,117,462	\$ 125,000	\$ 22,242,462	\$ - \$ -	s -	\$ 5,486,794 \$	125,000 \$	5.611.794
1	2007 B TA Bond Series	Bonds Issued On or	11/15/2007	9/1/2034	Computershare	Tax Allocation Bonds	Rancho Cucamonga	58,129,794		\$ 6,198,431			-	4,867,912		\$ 4,867,912		-	1,330,519	s	1,330,519
		Before 12/31/10			· ·	Administration of bond and payment													1,000,010	•	
7	Bond Trustee Services	Fees	9/1/1999	9/1/2034	Computershare	OI GODE DOI NOO	Rancho Cucamonga	9,300	N	\$ 9,300				9,300		\$ 9,300				\$	-
17	Arbitrage Calcs/Financial Disclosure/Significant Events Notices	Fees	3/1/2008	9/1/2034	Willdan Financial Services	Preparation of arbitrage calculation, financial disclosures and notices to bond holders of significant events	Rancho Cucamonga	5,400	N	\$ 5,400				1,000		\$ 1,000			4,400	\$	4,400
42	NHDC Pledge Payments	Third-Party Loans	9/1/2002	3/1/2026	BNY Mellon Trust Comp	Northtown Debt Service Fund	Rancho Cucamonga	2,800,000	N	\$ 1,400,000				700,000		\$ 700,000			700,000	\$	700,000
48	SoCal CHFA Loan Payment	Third-Party Loans	8/1/1994	11/1/2026	CHFA	Payment for affordable housing	Rancho Cucamonga	848,000	N	\$ 339,200				169,600		\$ 169,600			169,600	s	169,600
	RA-05-021 (Bass Pro)	Business Incentive	8/1/2005	12/1/2034	Bass Pro Shops/Forest	rehab loan Owner Participation Agreement	Rancho Cucamonga	12,100,000		\$ 1,100,000				1,100,000		\$ 1,100,000				s	
		Agreements Bonds Issued After			City															Ť	
95	2014 Tax Allocation Bonds	12/31/10	6/26/2014	9/1/2032	Computershare	Debt service for refunding bonds	Rancho Cucamonga	131,847,875	N	\$ 14,705,375				12,290,625		\$ 12,290,625			2,414,750	\$	2,414,750
102	Successor Agency Admin Fee ROPS 24/25	Admin Costs	7/1/2024	6/30/2025	City of Rancho Cucamonga	Allowance provided by AB 26	Rancho Cucamonga	250,000	N	\$ 250,000					125,000	\$ 125,000				125,000 \$	125,000
103	2016 Tax Allocation Refunding Bonds	Bonds Issued After	10/5/2016	9/1/2034	Computershare	Debt service for refunding bonds of	Rancho Cucamonga	58,523,025	N	\$ 3,846,550				2,979,025		\$ 2,979,025			867,525	s	867,525
	*	12/31/10				2007A Series from item#1				\$ -						\$ -				\$	-
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## Rancho Cucamonga Recognized Obligation Payment Schedule (ROPS 24-25) - Report of Cash Balances July 1, 2021 through June 30, 2022 (Report Amounts in Whole Dollars)

Α	В	С	D	E	F	G	н
				Fund Sources			
		Bond P	roceeds	Reserve Balance	Other Funds	RPTTF	
	ROPS 21-22 Cash Balances	Bonds issued on or	Bonds issued on or	Prior ROPS RPTTF and Reserve Balances retained for	Rent, Grants,	Non-Admin and	
	(07/01/21 - 06/30/22)	before 12/31/10	after 01/01/11	future period(s)	Interest, etc.	Admin	Comments
1	Beginning Available Cash Balance (Actual 07/01/21)		T	T T		T	
	RPTTF amount should exclude "A" period distribution amount	17	67	532,642	305,314	659,198	E1: \$532,642 ROPS 20/21 PPA retained for ROPS 23/24; F1: \$305,314 Other Funds retained for ROPS 23/24 Line Item#1; and G1: \$659,198 ROPS 18/19 PPA retained for ROPS 21/22.
2	Revenue/Income (Actual 06/30/22) RPTTF amount should tie to the ROPS 21-22 total distribution from the County Auditor-Controller	16	42			26,646,577	G2: \$26,646,577 ROPS 21/22 Total RPTTF Distributed
3	Expenditures for ROPS 21-22 Enforceable Obligations (Actual 06/30/22)	23	76			26,900,285	G3:\$26,900,285 ROPS 21/22 actual expenditures
	Retention of Available Cash Balance (Actual 06/30/22) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)	10	33	532,642	305,314		E4 and F4: see comment from E1 and F1 respectively
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		405,490	G5: \$405,490 ROPS 21/22 PPA
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	

F	Rancho Cucamonga Recognized Obligation Payment Schedule (ROPS 24-25) - Notes July 1, 2024 through June 30, 2025
Item #	Notes/Comments