

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

January 11, 2024

FROM

KEITH C. METZLER, City Manager, Successor Agency to the Victorville Redevelopment Agency

SUBJECT

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

RECOMMENDATION(S)

Adopt **Resolution No. 2024-16** approving the Successor Agency to the Victorville Redevelopment Agency's Recognized Obligation Payment Schedule and administrative budget for Fiscal Year 2024-25.

(Presenter: Tony Camargo, Assistant to the City Manager, City of Victorville, (760) 955-5032)

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 Victorville Redevelopment Agency'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 decrease requested of \$96,701 in the amount required from the RPTTF from the last annual ROPS approved. The amount of Administrative Cost RPTTF requested has been decreased by \$139,651 to \$102,520.

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 Victorville
Redevelopment Agency'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 29, 2023.

**Resolution Approving the Successor Agency to the Victorville
Redevelopment Agency'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: Acquanetta Warren Seconded: Richard DeNava

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 NO. 2024-16

**RESOLUTION OF THE SAN BERNARDINO COUNTYWIDE OVERSIGHT
BOARD APPROVING THE SUCCESSOR AGENCY TO THE
VICTORVILLE REDEVELOPMENT AGENCY'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 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 (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 Victorville Redevelopment Agency'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. #16 JLL

LYNNA MONELL
Secretary to the San Bernardino Countywide
Oversight Board

By  Deputy




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

Successor Agency: Successor Agency to the Victorville Redevelopment Agency
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):	\$ -	\$ -	\$ -
B	Bond Proceeds	-	-	-
C	Reserve Balance	-	-	-
D	Other Funds	-	-	-
E	Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 2,698,138	\$ 2,085,355	\$ 4,783,492
F	RPTTF	2,648,138	2,032,835	4,680,972
G	Administrative RPTTF	50,000	52,520	102,520
H	Current Period Enforceable Obligations (A+E):	\$ 2,698,138	\$ 2,085,355	\$ 4,783,492

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

Successor Agency to the Victorville Redevelopment Agency 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	
								\$ 52,935,432		\$ 4,783,492	\$ -	\$ -	\$ -	\$ 2,648,138	\$ 50,000	\$ 2,698,138	\$ -	\$ -	\$ -	\$ 2,032,835	\$ 52,520	\$ 2,085,355
1	Vict RDA Series 2002A, 2003A, 2003B, 2006A Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	8/13/2002	12/1/2036	The Bank of New York Trust Company N.A.	RDA Non-Housing Bond Issues	Bear Valley	35,500,194	N	\$ 3,174,231				2,483,138		\$ 2,483,138				691,094		\$ 691,094
2	Vict RDA Series 2002A, 2003A, 2003B, 2006A Tax Allocation Bonds	Fees	8/13/2002	12/1/2036	The Bank of New York Trust Company N.A.	Fiscal Agents Fee	Bear Valley	15,000	N	\$ 15,000				10,000		\$ 10,000				5,000		\$ 5,000
3	Vict RDA Series 2002A, 2003A, 2003B, 2006A Tax Allocation Bonds	Fees	8/13/2002	12/1/2036	Harris Industries	Continuing Disclosure Report	Bear Valley	45,000	N	\$ 45,000				20,000		\$ 20,000				25,000		\$ 25,000
4	Northgate Apartments	Business Incentive Agreements	7/15/2005	10/1/2034	National Core (formerly So Calif Housing Develop Corp)	Aff Housing Agmt/Operational Subsidy	Bear Valley	3,000,000	N	\$ 250,000				125,000		\$ 125,000				125,000		\$ 125,000
33	Project legal costs	Legal	7/1/2024	6/30/2025	Green, de Bortnowsky & Quintanilla	Project specific legal costs	Bear Valley	20,000	N	\$ 20,000				10,000		\$ 10,000				10,000		\$ 10,000
34	Special Assessments on SA properties	Property Maintenance	7/25/2013	7/1/2033	City of Victorville	Street Light Assessment District taxes	Bear Valley	300	N	\$ 300						\$ -				300		\$ 300
35	Vict RDA Series 2002A, 2003A, 2003B, 2006A Tax Allocation Bonds	Fees	8/13/2002	12/1/2036	BLX	Arbitrage fees for bonds	Bear Valley	-	N	\$ -				-		\$ -				-		\$ -
49	SA Contract Services	Property Dispositions	7/1/2024	6/30/2025	Unknown vendor(s)	appraisals and other costs for LRPMP transactions	Bear Valley	7,000	N	\$ 7,000						\$ -				7,000		\$ 7,000
55	Admin Costs	Admin Costs	7/1/2024	6/30/2025	Various - City of Victorville, Staples, unknown vendor(s)	wages, benefits, PERS, W/C, indirect cost allocation for SA, paper, office supplies, postage, utilities, copier costs, travel/training for SA/OB matters, H&S 34177(n) audit/component unit audit, legal/consultants for SA/Dissolution and OB	Bear Valley	242,171	N	\$ 102,520					50,000	\$ 50,000					52,520	\$ 52,520
56	SERAF Loan	City/County Loan (Prior 06/28/11) – Other	8/4/2010	4/1/2035	Victorville Housing Successor Agency	Partially fund SERAF payment required by State Assembly Bill 26 4X	Bear Valley	8,201,120	N	\$ -				-		\$ -				-		\$ -
57	Property Acquisition Loan	LMIHF Loans	10/3/2006	4/1/2029	Victorville Housing Successor Agency	Acquired property for planned Eucalyptus freeway interchange	Bear Valley	5,904,647	N	\$ 1,169,441				-		\$ -				1,169,441		\$ 1,169,441

Successor Agency to the Victorville Redevelopment Agency 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				3,609,523	0	Amount remaining cash on hand per DOF reconciliation with Brian Johnson on 3/7/23.
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	F2= interest, G2= RPTTF distribution
3	Expenditures for ROPS 21-22 Enforceable Obligations (Actual 06/30/22)				3,373,174		F3=Per DOF letter, expended through Other Funds
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)						
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				71,562	Amount reported on PPA filed October 2023 - Adjustment between admin RPTTF and RPTTF will need to be made for detected issues
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	\$ 236,349	\$ (71,562)	Approved RPTTF not distributed

Successor Agency to the Victorville Redevelopment Agency Recognized Obligation Payment Schedule (ROPS 24-25) - Notes
July 1, 2024 through June 30, 2025

Item #	Notes/Comments
2	Total Obligations are for FY24/25 as cannot properly forecast fees until end of bond terms.
3	Total Obligations are for FY24/25 as cannot properly forecast disclosure fees until end of contract or bond.
35	No arbitrage until FY26/27 and FY27/28
49	Total Obligations are for FY24/25 as cannot properly forecast appraisal costs per year for remaining LRPMP properties.
55	Estimated admin costs associated with handling all items on this ROPS
56	Per DOF comment, adding to ROPS as described in staff report. Repayment scheduled to start FY 2028-29.
57	Per DOF comment, adding to ROPS as described in staff report.