

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

December 11, 2023

FROM

**KEITH METZLER, Executive Director, Victor Valley Economic Development Authority
Successor Agency**

SUBJECT

Resolution Approving the Successor Agency to the Redevelopment Agency of the Victor Valley Economic Development Authority's Recognized Obligation Payment Schedule and Administrative Budget for Fiscal Year 2024-25

RECOMMENDATION(S)

Adopt a **Resolution No. 2023-27** approving the Successor Agency to the Redevelopment Agency of the Victor Valley Economic Development Authority's Recognized Obligation Payment Schedule and administrative budget for Fiscal Year 2024-25.

(Presenter: Dima Galkin, Consultant, Harris & Associates, (949) 655-3900)

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 Victor Valley Economic Development Authority'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 of \$3,428 requested in the amount required from the RPTTF from the last annual ROPS approved. DOF denied item 23, Adelanto-Victorville Cooperative Agreement for Street Improvements, following the determination letter dated April 7, 2023. DOF suggested to transfer this item from VVEDA Successor Agency obligations to the Adelanto Successor Agency obligations. VVEDA staff has reached out to Adelanto Successor Agency to resolve this item within the next ROPS. There is an increase of \$9,000 for the Apple Valley Continuing Disclosure item due to increased report preparation costs in recent years.

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

**Resolution Approving the Successor Agency to the Redevelopment
Agency of the Victor Valley Economic Development Authority's
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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

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.


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Record of Action of the San Bernardino Countywide Oversight Board

APPROVED

Moved: Acquanetta Warren Seconded: Frederick Ang
Ayes: Frederick Ang, Richard DeNava, Kenneth Miller, Cindy Saks, Lawrence Strong,
Acquanetta Warren, David Wert

Lynna Monell, SECRETARY

BY 
DATED: December 11, 2023



cc: w/Resolution
 File - San Bernardino Countywide Oversight Board w/attach
CCM 12/21/2023

**RESOLUTION OF THE SAN BERNARDINO COUNTYWIDE OVERSIGHT
BOARD ADOPTING THE SUCCESSOR AGENCY TO THE
REDEVELOPMENT AGENCY OF THE VICTOR VALLEY ECONOMIC
DEVELOPMENT AUTHORITY'S RECOGNIZED OBLIGATION PAYMENT
SCHEDULE AND ADMINISTRATIVE BUDGET FOR FISCAL YEAR 2024-
25**

ABSENT: OVERSIGHT BOARD MEMBER: None

* * * * *

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 December 11, 2023. #6 CCM

LYNNA MONELL
Secretary to the San Bernardino Countywide
Oversight Board

By _____




Recognized Obligation Payment Schedule (ROPS 24-25) - Summary
Filed for the July 1, 2023 through June 30, 2024 Period

Successor Agency: Victor Valley EDA
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):	\$ 15,628	\$ -	\$ 15,628
B	Bond Proceeds	-	-	-
C	Reserve Balance	-	-	-
D	Other Funds	15,628	-	15,628
E	Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 14,796,742	\$ 7,310,839	\$ 22,107,581
F	RPTTF	14,673,970	7,172,439	21,846,409
G	Administrative RPTTF	122,772	138,400	261,172
H	Current Period Enforceable Obligations (A+E):	\$ 14,812,370	\$ 7,310,839	\$ 22,123,209

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
	December 11, 2023
Signature	Date

Victor Valley EDA 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	24-25A (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
								\$ 601,538,408		\$ 22,123,209	\$ -	\$ -	\$ 15,628	\$ 14,673,970	\$ 122,772	\$ 14,812,370	\$ -	\$ -	\$ -	\$ 7,172,439	\$ 138,400	\$ 7,310,839
2	Joint Powers Authority Agreement (SCLAA Bonds 1-9)	Bonds Issued On or Before 12/31/10	6/2/2005	12/1/2050	City of Victorville/SCLAA	Bonds issued to fund projects	VVEDA Project Area	551,890,785	N	\$ 21,429,559				14,432,620		\$ 14,432,620				6,996,939		\$ 6,996,939
7	Administrative Costs	Admin Costs	7/1/2024	6/30/2025	Successor Agency	Agency administrative costs	VVEDA Project Area	8,046,000	N	\$ 276,800			15,628		122,772	\$ 138,400					138,400	\$ 138,400
20	Joint Powers Authority Agreement (SCLAA operational shortfalls)	Miscellaneous	5/23/2000	6/30/2052	City of Victorville	SCLAA operational shortfalls as provided for in Sections 3, 4(i)(c)(k)(l)(m) and 8 of the JPA	VVEDA Project Area	-	N	\$ -						\$ -						\$ -
23	Adelanto-Victorville Cooperative Agreement for Street Improvements	Improvement/Infrastructure	4/23/2003	6/23/2052	City of Victorville	4/23/03 Cooperative Agreement related to street improvements at Adelanto Road and Air Expressway, in which Adelanto agreed to pay Victorville for such improvements from its portion of VVEDA tax increment	VVEDA Project Area	1,555,298	N	\$ -						\$ -						\$ -
24	SERAF Loan FY 2009-10	SERAF/ERAF	5/4/2010	6/30/2052	Victorville Housing Successor Agency	Loan from housing to non-housing funds for the FY 09-10 SERAF payment	VVEDA Project Area	6,987,500	N	\$ -						\$ -						\$ -
25	LMIHF Loan	LMIHF Loans	10/3/2006	6/30/2052	Victorville Housing Successor Agency	Loan from housing to non-housing funds for general RDA activities	VVEDA Project Area	5,634,375	N	\$ -						\$ -						\$ -
26	SCLAA Bonds Trustee Fees	Fees	6/2/2005	12/1/2050	Bank of New York-Mellon	Trustee fees for SCLAA bonds	VVEDA Project Area	675,000	N	\$ 25,000				25,000		\$ 25,000						\$ -
27	SCLAA Bonds Arbitrage Fees	Fees	6/2/2005	12/1/2050	BLX Group	Arbitrage fees for SCLAA bonds	VVEDA Project Area	125,400	N	\$ 6,600				6,600		\$ 6,600						\$ -
28	SCLAA Continuing Disclosure Costs	Fees	8/27/2020	12/1/2050	Harris & Associates	Professional services to fulfill annual requirement of SCLAA bonds	VVEDA Project Area	528,000	N	\$ 22,000				22,000		\$ 22,000						\$ -
29	Apple Valley Bonds Fiscal Agent Fees	Fees	9/9/2020	6/1/2037	US Bank	Trustee fees for Apple Valley bonds	VVEDA Project Area	16,250	N	\$ 1,250				1,250		\$ 1,250						\$ -
30	Apple Valley Continuing Disclosure Costs	Fees	9/9/2020	6/1/2037	Urban Futures	Professional services to fulfill annual requirement of Apple Valley bonds	VVEDA Project Area	143,000	N	\$ 11,000				11,000		\$ 11,000						\$ -
31	Reserve for SCLAA Bonds Shortfall	Reserves	6/2/2005	12/1/2050	City of Victorville/SCLAA	Reserve to cover anticipated pledged revenues shortfall in the following period	VVEDA Project Area	-	N	\$ -						\$ -						\$ -
32	Apple Valley - VVEDA Loan (Apple Valley 2020A Series Bonds)	Refunding Bonds Issued After 6/27/12	9/9/2020	6/1/2037	Town of Apple Valley	Refunded bonds for the Apple Valley 2005 and 2007 Bonds issued to fund projects	VVEDA Project Area	11,811,800	N	\$ 351,000				175,500		\$ 175,500				175,500		\$ 175,500
33	Bear Valley Loan	City/County Loan - (Prior 06/28/11) Cash Exchange	9/22/2009	6/30/2052	Victorville Successor Agency	Loan from the Victorville RDA to the VVEDA RDA for SCLAA capital improvements and redevelopment projects.	VVEDA Project Area	14,125,000	N							\$ -						\$ -

Victor Valley EDA 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
		Fund Sources					
		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 21-22 Cash Balances (07/01/21 - 06/30/22)						Comments
1	Beginning Available Cash Balance (Actual 07/01/21) RPTTF amount should exclude "A" period distribution amount			833,055	175,644	10,308,042	E: 19-20 PPA of \$396,418 is committed to 22-23 expenditures. 20-21 PPA of \$436,637 is committed to 23-24 expenditures F: \$73,721 are committed for expenditure in 2021-22. \$70,373 are committed for expenditure in 22-23. \$31,550 are committed for expenditure in 23-24. G: 18-19 PPA of \$10,308,042 is committed to 21-22 expenditures.
2	Revenue/Income (Actual 06/30/22) RPTTF amount should tie to the ROPS 21-22 total distribution from the County Auditor-Controller				15,628	11,885,941	F: Interest earnings in FY 2021-22. G: RPTTF per DOF letter and CAC reports.
3	Expenditures for ROPS 21-22 Enforceable Obligations (Actual 06/30/22)				73,721	22,083,815	F: Expenditure of \$55,243 in other funds, per DOF approval. G: Based on the ROPS 21-22 PPA actuals for RPTTF non-administrative and administrative.
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)			833,055	117,551		E: 19-20 PPA of \$396,418 is committed to 22-23 expenditures. 20-21 PPA of \$436,637 is committed to 23-24 expenditures F: \$70,373 are committed for expenditure in 22-23. \$31,550 are committed for expenditure in 23-24. \$15,628 are requested for expenditure in 24-25.
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				110,168	G: 21-22 PPA of \$110,168, pending CAC review.
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	

Victor Valley EDA Recognized Obligation Payment Schedule (ROPS 24-25) - Notes July 1, 2024 through June 30, 2025

Item #	Notes/Comments
7	The original source of funding for the \$15,628 is interest earnings in FY 2021-22.
23	Item was denied by DOF. VVEDA Staff will work with Adelanto Successor Agency to include the item in their ROPS following DOF's suggestion.
30	Item includes TARBS Continuing Disclosure costs for 2020A bonds not previously noted.