



## Inland Valley Development Agency San Bernardino International Airport



October 1, 2013

Mr. Justyn Howard  
State of California Department of Finance  
Redevelopment Administration  
915 L. Street, Room 1125  
Sacramento, CA 95814

*Via E-Mail Message*  
[justyn.howard@dof.ca.gov](mailto:justyn.howard@dof.ca.gov)

**RE: INLAND VALLEY DEVELOPMENT AGENCY RECOGNIZED  
OBLIGATIONS PAYMENT SCHEDULE (ROPS 13-14B) FOR JANUARY  
1, 2014 THROUGH JUNE 30, 2014**

Dear Mr. Howard:

On October 1, 2013, the Oversight Board for the Inland Valley Development Agency adopted Resolution No. 2013-06 Approving a Recognized Obligations Payment Schedule (ROPS) for the Period January 1, 2014 through June 30, 2014. As we have discussed, the IVDA has a special and unique status as a Military Base Reuse Joint Powers Authority, and we made every effort to comply with the new ROPS form in completing and processing the document. However, there were several instances where specific IVDA obligations had to be listed using one or more of the drop-down obligations fields or including a contract termination date in areas in which such terms do not apply to our circumstances. In addition, we have made every effort to incorporate the guidance received from DOF staff during our various meetings, and we made specific notes and references to JPA obligations, settlements, and the pending refinancing of our debt later this year. I point these instances out to you as a continuation of our on-going discussions. We will have our updated financing structures on the refinancing available shortly and would like to schedule a meeting with you in the next two weeks.

I very appreciate your continued assistance. If you have any questions or concerns, please do not hesitate to contact me at (909) 382-4100 extension 101.

Sincerely,

**INLAND VALLEY DEVELOPMENT AGENCY**

A.J. Wilson  
Executive Director

cc: Douglas Headrick  
Michael Burrows  
Kelly Berry

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**RESOLUTION NO. 2013-06**

**RESOLUTION OF THE OVERSIGHT BOARD TO THE INLAND VALLEY DEVELOPMENT AGENCY IN ITS CAPACITY AS SUCCESSOR AGENCY TO THE INLAND VALLEY DEVELOPMENT AGENCY (IVDA) APPROVING A RECOGNIZED OBLIGATIONS PAYMENT SCHEDULE (ROPS) FOR THE PERIOD JANUARY 1, 2014 THROUGH JUNE 30, 2014, (ROPS V, HEREIN REFERRED TO AS ROPS 13-14B)**

**WHEREAS**, the Inland Valley Development Agency (the “IVDA”) is a joint powers authority created pursuant to Government Code Sections 6500, et seq., established in January 1990 pursuant to that certain Amended Joint Exercise of Powers Agreement (Inland Valley Development Agency), dated as of February 12, 1990, by and among the City of San Bernardino, the City of Colton, the City of Loma Linda and the County of San Bernardino, as amended (the “Agreement”); and

**WHEREAS**, pursuant to the provisions of ABx1 26, effective June 29, 2011, and as upheld by the California Supreme Court in *CRA v. Matosantos*, redevelopment agencies were dissolved effective February 1, 2012; and

**WHEREAS**, before dissolution, the entity which formed a redevelopment agency could designate itself as the successor agency thereto; and

**WHEREAS**, although the Inland Valley Development Agency (“IVDA”) challenges the application of ABx1 26, as it may be amended, to the IVDA, reserving all rights, on January 25, 2012, the IVDA Board adopted Resolution No. 2012-03, declaring pursuant to Health and Safety Code Section 34173 to serve as the successor agency to the IVDA, and to serve as the successor housing agency, should the IVDA be determined to be a “redevelopment agency;” and

**WHEREAS**, the Oversight Board for the IVDA acting as the successor agency to the IVDA commenced meeting on or about April, 2012; and



**WHEREAS**, certain successor agency actions are reviewed and approved by an Oversight Board composed of representatives of taxing agencies within the jurisdiction of the successor agency, which actions specifically include the review and approval of the Recognized Obligation Payment Schedule (ROPS) in advance for each six-month period for which former tax increment now in the Redevelopment Property Tax Trust Fund (RPTTF) will be distributed; and

**WHEREAS**, the Oversight Board has reviewed and approved ROPS I, ROPS II, ROPS III, and ROPS IV, which ROPS have been reviewed and approved by the Department of Finance and which now are final; and

**WHEREAS**, effective June 27, 2012, ABx1 26 was amended by AB 1484 (the “trailer bill”), which sets out new processes, responsibilities, time frames and requirements for the successor agency and Oversight Board, including those for the preparation, submission and review of the Recognized Obligations Payment Schedule (ROPS) for the period January 1, 2014 through June 30, 2014 (“ROPS V”, herein referred to as “ROPS 13-14B”); and

**WHEREAS**, as provided by AB 1484, the Oversight Board for the IVDA must review and approve ROPS 13-14B on or before October 1, 2013, with substantial penalties for a late submission; and

**WHEREAS**, the staff of the successor agency has submitted ROPS 13-14B, attached and incorporated as **Exhibit “A”** to this Resolution, in the form required by the Department of Finance; and

**WHEREAS**, staff also has provided a copy of ROPS 13-14B to the County of San Bernardino County Administrative Office, the County Auditor-Controller and the Department of Finance as required by Health & Safety Code Section 34180(j); and

**WHEREAS**, ROPS 13-14B reflects substantially the same enforceable obligations as contained on ROPS IV, which was approved as revised by the Department of Finance on May 17, 2013.

**WHEREAS**, upon approval by the Oversight Board, a copy of ROPS 13-14B shall be submitted in the manner required by Health & Safety Code Section 34180(j) to the County Auditor-Controller, the State Controller and the Department of Finance and posted on the successor agency's website.

NOW, THEREFORE, BE IT RESOLVED BY THE OVERSIGHT BOARD TO THE INLAND VALLEY DEVELOPMENT AGENCY IN ITS CAPACITY AS SUCCESSOR AGENCY TO THE INLAND VALLEY DEVELOPMENT AGENCY, AS FOLLOWS:

**SECTION 1.** The above Recitals are true and correct and are incorporated herein by this reference.

**SECTION 2.** Approval of the Recognized Obligations Payment Schedule for the Period January 1, 2014 through June 30, 2014 for the Inland Valley Development Agency. The Oversight Board of the IVDA, at its regular meeting held October 1, 2013, hereby approves the Recognized Obligations Payment Schedule (ROPS) for the period January 1, 2014 through June 30, 2014 ("ROPS V", herein referred to as "ROPS 13-14B), and authorizes the submission of such ROPS 13-14B to the State of California Department of Finance and other appropriate governmental agencies.

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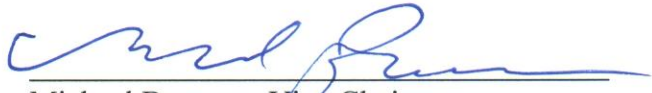
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**SECTION 3.** This Resolution shall take effect upon the date of its adoption.

PASSED, APPROVED AND ADOPTED this 1<sup>st</sup> day of October, 2013.



Michael Burrows, Vice Chairman  
Oversight Board of the Inland Valley Development  
Agency, acting as the Successor Agency to the  
Inland Valley Development Agency

(SEAL)

Attest:



Kelly Berry, Clerk of the Oversight Board  
of the Inland Valley Development Agency,  
acting as the Successor Agency to the  
Inland Valley Development Agency

I, Kelly Berry, Clerk of the Oversight Board of the Inland Valley Development Agency, acting as the Successor Agency to the Inland Valley Development Agency do hereby certify that the foregoing Resolution No. 2013-06 was duly and regularly passed and adopted by the Oversight Board of the Inland Valley Development Agency acting as Successor Agency at a regular meeting thereof, held on the 1<sup>st</sup> day of October, 2013, and that the foregoing is a full, true and correct copy of said Resolution and has not been amended or repealed.

(SEAL)

Attest:



Kelly Berry, Clerk of the Oversight Board  
of the Inland Valley Development Agency,  
acting as the Successor Agency to the  
Inland Valley Development Agency

**EXHIBIT A**

**RECOGNIZED OBLIGATIONS PAYMENT SCHEDULE  
FOR THE PERIOD JANUARY 1, 2014 THROUGH JUNE 30, 2014 (ROPS V,  
REFERRED TO HEREIN AS ROPS 13-14B)**



**Recognized Obligation Payment Schedule (ROPS 13-14B) - Summary**

Filed for the January 1, 2014 through June 30, 2014 Period

Name of Successor Agency: Inland Valley Development Agency  
 Name of County: San Bernardino

<u>Current Period Requested Funding for Outstanding Debt or Obligation</u>	<u>Six-Month Total</u>
<b>Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding</b>	
<b>A Sources (B+C+D):</b>	<b>\$ 31,630,540</b>
B Bond Proceeds Funding (ROPS Detail)	29,478,000
C Reserve Balance Funding (ROPS Detail)	-
D Other Funding (ROPS Detail)	2,152,540
<b>E Enforceable Obligations Funded with RPTTF Funding (F+G):</b>	<b>\$ 19,024,525</b>
F Non-Administrative Costs (ROPS Detail)	18,470,413
G Administrative Costs (ROPS Detail)	554,112
<b>H Current Period Enforceable Obligations (A+E):</b>	<b>\$ 50,655,065</b>

<u>Successor Agency Self-Reported Prior Period Adjustment to Current Period RPTTF Requested Funding</u>	
I Enforceable Obligations funded with RPTTF (E):	19,024,525
J Less Prior Period Adjustment (Report of Prior Period Adjustments Column U)	<u>(206,228)</u>
<b>K Adjusted Current Period RPTTF Requested Funding (I-J)</b>	<b>\$ 18,818,297</b>

<u>County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding</u>	
L Enforceable Obligations funded with RPTTF (E):	19,024,525
M Less Prior Period Adjustment (Report of Prior Period Adjustments Column AB)	-
<b>N Adjusted Current Period RPTTF Requested Funding (L-M)</b>	<b>19,024,525</b>

Certification of Oversight Board Chairman:  
 Pursuant to Section 34177(m) 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 agency.

<u>Michael Burrows</u>	Vice Chairman
Name	Title
	1-Oct-13
Signature	Date



**Recognized Obligation Payment Schedule (ROPS) 13-14B - Report of Fund Balances**

(Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177(l), Redevelopment Property Tax Trust Fund (RPTTF) may be listed as a source of payment on the ROPS, but only to the extent no other funding source is available or when payment from property tax revenues is required by an enforceable obligation.

A	B	C	D	E	F	G	H	I	J	K	
Fund Balance Information by ROPS Period		Fund Sources								Comments	
		Bond Proceeds		Reserve Balance		Other	RPTTF		Total		
		Bonds Issued on or before 12/31/10	Bonds Issued on or after 01/01/11	Review balances retained for approved enforceable obligations	RPTTF balances retained for bond reserves	Rent, Grants, Interest, Etc.	Non-Admin	Admin			
<b>ROPS III Actuals (01/01/13 - 6/30/13)</b>											
1	<b>Beginning Available Fund Balance (Actual 01/01/13)</b> Note that for the RPTTF, 1 + 2 should tie to columns L and Q in the Report of Prior Period Adjustments (PPAs)		282,500	12,309,055	1,935,561	-	-	-	\$ 14,527,116		
2	<b>Revenue/Income (Actual 06/30/13)</b> Note that the RPTTF amounts should tie to the ROPS III distributions from the County Auditor-Controller				1,470,878		10,361,819	507,392	\$ 12,340,089		
3	<b>Expenditures for ROPS III Enforceable Obligations (Actual 06/30/13)</b> Note that for the RPTTF, 3 + 4 should tie to columns N and S in the Report of PPAs		282,500				10,361,819	507,392	\$ 11,151,711		
4	<b>Retention of Available Fund Balance (Actual 06/30/13)</b> Note that the Non-Admin RPTTF amount should only include the retention of reserves for debt service approved in ROPS III			12,309,055	3,406,439				\$ 15,715,494		
5	<b>ROPS III RPTTF Prior Period Adjustment</b> Note that the net Non-Admin and Admin RPTTF amounts should tie to columns O and T in the Report of PPAs.	No entry required						206,228	-	\$ 206,228	
6	<b>Ending Actual Available Fund Balance (1 + 2 - 3 - 4 - 5)</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (206,228)		
<b>ROPS 13-14A Estimate (07/01/13 - 12/31/13)</b>											
7	<b>Beginning Available Fund Balance (Actual 07/01/13)</b> (C, D, E, G, and I = 4 + 6, F = H4 + F6, and H = 5 + 6)	\$ -	\$ -	\$ 12,309,055	\$ 3,406,439	\$ -	\$ 206,228	\$ -	\$ 15,715,494		
8	<b>Revenue/Income (Estimate 12/31/13)</b> Note that the RPTTF amounts should tie to the ROPS 13-14A distributions from the County Auditor-Controller				2,104,141		10,197,494	369,049	\$ 12,670,684		
9	<b>Expenditures for 13-14A Enforceable Obligations (Estimate 12/31/13)</b>						10,197,494	369,049	\$ 10,566,543		
10	<b>Retention of Available Fund Balance (Estimate 12/31/13)</b> Note that the RPTTF amounts may include the retention of reserves for debt service approved in ROPS 13-14A			12,309,055	5,510,580				\$ 17,819,635		
11	<b>Ending Estimated Available Fund Balance (7 + 8 - 9 - 10)</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 206,228	\$ -	\$ -		



**Recognized Obligation Payment Schedule (ROPS ) 13-14B - ROPS Detail**  
**January 1, 2014 through June 30, 2014**  
 (Report Amounts in Whole Dollars)

A Item #	B Project Name / Debt Obligation	C Obligation Type	D Contract/Agreement Execution Date	E Contract/Agreement Termination Date	F Payee	G Description/Project Scope	H Project Area	I Total Outstanding Debt or Obligation	J Retired	K, L, M, N, O Funding Source					P Six-Month Total
										Non-Redevelopment Property Tax Trust Fund (Non-RPTTF)			RPTTF		
										K Bond Proceeds	L Reserve Balance	M Other Funds	N Non-Admin	O Admin	
								\$ 1,712,880,036		\$ 29,478,000	\$ -	\$ 2,152,540	\$ 18,470,413	\$ 554,112	\$ 50,655,065
1	2011 TABs - Series A (65M)	Bonds Issued After 12/31/10	6/1/2011	4/1/2041	Bondholders/ US Bank	Bonded Indebtedness	IVDA	127,733,861	N				1,300,000		\$ 1,300,000
2	2011 TABs - Series B (47M)	Bonds Issued After 12/31/10	6/1/2011	4/1/2041	Bondholders/ US Bank	Bonded Indebtedness	IVDA	92,097,171	N				998,750		\$ 998,750
3	2011 TABs - Series C (50M)	Bonds Issued After 12/31/10	6/1/2011	4/1/2041	Bondholders/ US Bank	Bonded Indebtedness	IVDA	97,721,617	N				1,125,000		\$ 1,125,000
4	CMB Short Term Loan (5M)	Third-Party Loans	10/1/2007	4/1/2014	CMB	CMB Investment Group A	IVDA	5,225,000	N				150,000		\$ 150,000
5	CMB Short Term Loan (7M)	Third-Party Loans	5/14/2008	7/1/2014	CMB	CMB Investment Group B	IVDA	7,320,833	N				175,000		\$ 175,000
6	CMB Short Term Loan (14M)	Third-Party Loans	9/1/2008	10/1/2014	CMB	Investment Group I	IVDA	14,818,904	N				350,000		\$ 350,000
7	CMB Short Term Loan (20M)	Third-Party Loans	7/1/2009	10/1/2014	CMB	Investment Group II	IVDA	22,100,000	N				525,000		\$ 525,000
8	CMB Short Term Loan (6M)	Third-Party Loans	11/1/2009	10/1/2015	CMB	Investment Group III	IVDA	6,630,986	N				135,000		\$ 135,000
9	CMB Short Term Loan (40M)	Third-Party Loans	3/1/2010	4/1/2016	CMB	Investment Group IV	IVDA	45,331,507	N				1,000,000		\$ 1,000,000
10	CMB Short Term Loan (4M)	Third-Party Loans	9/1/2010	1/1/2017	CMB	Investment Group V	IVDA	4,682,931	N				105,000		\$ 105,000
11	SBVMWD Reimbursement Agreement	Litigation	7/13/2011	10/1/2015	SB Valley Municipal Water	TI Revenue Overpayments FY 2008/09 & 2009/10	IVDA	3,956,384	N				798,413		\$ 798,413
12	Reimbursement Agreement Stater Bros.	Third-Party Loans	4/8/2011	4/8/2015	Stater Bros. Markets	Tenant Improvements - Building 747	IVDA	1,048,727	N				426,419		\$ 426,419
13	Airport Operations	Miscellaneous	4/28/1992	6/30/2020	SBIAA/ SB Airport Inc	Airport Operations	IVDA	11,750,000	N				2,750,000		\$ 2,750,000
14	South Drainage - Gateway South	Miscellaneous	1/19/2011	1/1/2048	SBIAA	South Drainage - Gateway South	IVDA	350,000	N		40,000				\$ 40,000
15	Cooperative Agreement	Improvement/Infrastructure	6/15/2010	1/1/2048	SB County Flood Control	Alabama Culvert	IVDA	-	Y						\$ -
16	Building 56 Improvements	Miscellaneous	1/19/2011	1/1/2048	SBIAA	Building 56 Improvements	IVDA	75,000	N		75,000				\$ 75,000
17	Del Rosa Ave Design	Improvement/Infrastructure	6/1/2011	1/1/2048	City of San Bernardino, AEI CASC	Del Rosa Ave Design	IVDA	80,000	N						\$ -
18	Airfield Water System Cuts & Caps	Miscellaneous	1/19/2011	1/1/2048	SBMWD	Airfield Water System Cuts & Caps	IVDA	50,000	N			50,000			\$ 50,000
19	Transition Cost Obligations	Unfunded Liabilities	6/1/2012	12/31/2017	County of SB, LBBS, SBCERA (retirement pay offs)	Transition Cost Obligations	IVDA	8,025,444	N				801,098		\$ 801,098
20	Reserve Requirement for Debt Service Payments - Bond 2011	Reserves	6/1/2011	4/1/2048	Bondholders/ US Bank	Bonded Indebtedness	IVDA	9,000,000	N				2,250,000		\$ 2,250,000
21	Reserve Requirement for Debt Service Payments - CMB Loans	Reserves	10/1/2007	12/31/2017	CMB	CMB Investment Group A, B, I through V	IVDA	100,000	N						\$ -
22	Reserve Requirement for Grants	Reserves	10/8/2011	4/1/2048	EDA Approved Contractors: Cordoba, Ludwig, TDA, San Manuel, Vanir, Pace	Various EDA Projects - as listed on Form B	IVDA	400,000	N						\$ -
23	Reserve Requirement for SBVMWD Reimbursement Agree	Reserves	7/13/2011	10/1/2015	SB Valley Municipal Water	TI Revenue Overpayments FY 2008/09 & 2009/10	IVDA	1,335,000	N						\$ -
24	Reserve Requirement for Stater Bros. Reimbursement Agree	Reserves	4/8/2011	4/8/2015	Stater Bros. Markets	Tenant Improvements - Building 747	IVDA	450,000	N						\$ -
25	Central Avenue Improvements	Improvement/Infrastructure	6/1/2011	4/1/2041	Contractors per Bond Requirements; Thienes, RDM	Central Avenue Improvements	IVDA	2,000,000	N						\$ -
26	Mt View Bridge Const	Improvement/Infrastructure	6/1/2011	4/1/2041	Contractors per Bond and CMB Requirements: TYLIN, TDA, Hill Int'l, SBMWD, SanBAG	Mt View Bridge Const	IVDA	20,000,000	N						\$ -
27	Tippecanoe Ave Improvements	Improvement/Infrastructure	8/25/2010	4/1/2041	Contractors per Bond, CMB, and SanBAG Requirements	Tippecanoe Ave Improvements	IVDA	4,278,000	N						\$ -
28	3rd & 5th Street Improvements	Improvement/Infrastructure	6/1/2011	4/1/2041	Contractors per Bond and CMB Requirements: Cordoba, TDA	3rd & 5th Street Improvements	IVDA	19,000,000	N						\$ -
29	General Aviation Development	Improvement/Infrastructure	6/1/2011	4/1/2041	Contractors per Bond and CMB Requirements	General Aviation Development	IVDA	6,990,000	N						\$ -
30	Terminal and Customs Completion	Improvement/Infrastructure	3/23/2007	4/1/2041	Contractors per Bond and CMB Requirements: Norton, SBD, FAFC, V2, NBI, T. Viole, Sasco, Transystems, JRMA, etc.	Terminal and Customs Completion	IVDA	2,692,604	N						\$ -
31	Goods Movements - 3rd & 5th Streets	Improvement/Infrastructure	11/12/2008	11/12/2015	Contractors per Bond and CMB Requirements: City of Highland, SanBAG, HDR	Goods Movements - 3rd & 5th Streets	IVDA	7,500,000	N						\$ -
32	EDA Grant 07-49-06250	Improvement/Infrastructure	10/8/2008	2/28/2013	EDA Approved Contractors: Cordoba	Weatherization Project	IVDA	3,747,405	Y						\$ -











**Recognized Obligation Payment Schedule 13-14B - Notes**

January 1, 2014 through June 30, 2014

<b>Item #</b>	<b>Notes/Comments</b>
1 thru 10	Required debt service payments; pending successful completion of required refinancing as noted in line 51 within this ROPS period, such amounts would be restricted and deposited into a cash funded bond reserve with the Fiscal Agent as a requirement of the related bond documents
11	This obligation was previously denied in ROPS 13-14a; revised payment indicated is a forecast amount pending settlement of threatened litigation relating to a 1990 Cooperation Agreement.
14	Subject to approval of Line 52 and per DOF concurrence, to be paid from IVDA Joint Powers Authority (JPA) revenue
16	Subject to approval of Line 52 and per DOF concurrence, to be paid from IVDA Joint Powers Authority (JPA) revenue
18	Subject to approval of Line 52 and per DOF concurrence, to be paid from IVDA Joint Powers Authority (JPA) revenue
19	Per DOF concurrence, this amount was the subject of Meet and Confer discussions in ROPS IV and is now a part of a binding settlement agreement with SBCERA for pension obligations.
32	Federal U.S. Department of Commerce, Economic Development Administration Grant issued to IVDA Base Reuse Joint Powers Authority
33	Federal U.S. Department of Commerce, Economic Development Administration Grant issued to IVDA Base Reuse Joint Powers Authority
34	Federal U.S. Department of Commerce, Economic Development Administration Grant issued to IVDA Base Reuse Joint Powers Authority
35	Federal U.S. Department of Commerce, Economic Development Administration Grant issued to IVDA Base Reuse Joint Powers Authority
36	Federal U.S. Department of Commerce, Economic Development Administration Grant issued to IVDA Base Reuse Joint Powers Authority
51	Per discussions with DOF, the proposed refinancing of the 2011 TAB's and CMB EB-5 Loans is required prior to mandatory tender and maturity dates
52	Per discussions with DOF, the IVDA is a base reuse joint powers authority with specific obligations recognized with the Department of Defense (DoD); the IVDA JPA does not have a contract termination date; however, the ROPS form required a date to be inserted. 1/24/2099 is an arbitrary date for purposes of this form.
53	Per approved non-housing DDR, IVDA was required to make a true-up payment which the DDR proves was not required

Line 19 on the Prior Period Adjustments (PPA) page: this item was accrued pending execution of a binding settlement agreement with SBCERA reflecting the terms identified in the ROPS IV (13-14a) review. This amount and prior amounts will be paid towards the outstanding obligation. \$199,003 of the proposed payment for this ROPS 13-14b period will be applied to current payments owed, the balance of \$602,095 will be credited to the last payment due under the executed settlement agreement with SBCERA.

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