

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

December 12, 2022

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 2023-24

RECOMMENDATION(S)

Adopt a **Resolution No. 2022-27** 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 2023-24.

(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 2023-24 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 2023-24 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 0.07% 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 2023-24 ROPS and administrative budget. The draft 2023-24 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 2023-24 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 2023-24

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 2023-24

Attachment C – Administrative Budget for Fiscal Year 2023-24

REVIEW BY OTHERS

This item has been reviewed by Auditor-Controller/Treasurer/Tax Collector on December 1, 2022 and San Bernardino Countywide Oversight Board Legal Counsel on December 1, 2022.

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 2023-24

Record of Action of the San Bernardino Countywide Oversight Board

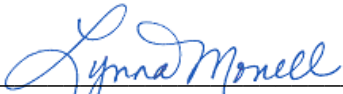
APPROVED

Moved: David Wert Seconded: Richard DeNava

Ayes: Frederick Ang, Richard DeNava, Kenneth Miller, Cindy Saks, David Wert

Absent: Lawrence Strong, Acquanetta Warren

Lynna Monell, SECRETARY

BY 
DATED: December 12, 2022



cc: w/Resolution
File - San Bernardino Countywide Oversight Board w/ attach
GC 12/14/2022

RESOLUTION NO. 2022- 27

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 2023-24

On Monday, December 12, 2022 on motion of San Bernardino Countywide Oversight Board Member, Wert 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 2023-24 to the Department of Finance is February 1, 2023.

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 2023-24 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 2023-24 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: Frederick Ang, Richard DeNava, Kenneth Miller, Cindy Saks, David Wert

NOES: None

ABSENT: Lawrence Strong, Acquanetta Warren

* * * * *

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 12, 2022. Item #2 GC

LYNNA MONELL
Secretary to the San Bernardino Countywide
Oversight Board

By _____




Recognized Obligation Payment Schedule (ROPS 23-24) - Summary
 Filed for the July 1, 2023 through June 30, 2024 Period

Successor Agency: Rancho Cucamonga
 County: San Bernardino

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)	23-24 A Total (July - December)	23-24 B Total (January - June)	ROPS 23-24 Total
A Enforceable Obligations Funded as Follows (B+C+D):	\$ 305,314	\$ -	\$ 305,314
B Bond Proceeds	-	-	-
C Reserve Balance	-	-	-
D Other Funds	305,314	-	305,314
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 21,556,623	\$ 6,011,562	\$ 27,568,185
F RPTTF	21,431,623	5,886,562	27,318,185
G Administrative RPTTF	125,000	125,000	250,000
H Current Period Enforceable Obligations (A+E):	\$ 21,861,937	\$ 6,011,562	\$ 27,873,499

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

 Signature Date
 December 12, 2022

Rancho Cucamonga Recognized Obligation Payment Schedule (ROPS 23-24) - ROPS Detail
 July 1, 2023 through June 30, 2024
 (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 ROPS 23-24 Total	L 23-24 A (July - December)					Q 23-24 A Total	R 23-24 B (January - June)					W 23-24 B Total	
											M Fund Sources						N Fund Sources						
											P Bond Proceeds	M Reserve Balance	O Other Funds	P RPTTF	P Admin RPTTF		R Bond Proceeds	S Reserve Balance	T Other Funds	U RPTTF	V Admin RPTTF		
								\$ 292,122,193		\$ 27,873,499		\$ -	\$ -	\$ 305,314	\$ 21,431,623	\$ 125,000	\$ 21,861,937	\$ -	\$ -	\$ -	\$ 5,886,562	\$ 125,000	\$ 6,011,562
1	2007 B TA Bond Series	Bonds Issued On or Before 12/31/10	11/15/2007	9/1/2034	Computershare	Tax Allocation Bonds	Rancho Cucamonga	64,331,593	N	\$ 6,201,799				305,314	4,458,573		\$ 4,763,887				1,437,912		\$ 1,437,912
7	Bond Trustee Services	Fees	9/1/1999	9/1/2034	Computershare	Administration of bond and payment of debt service	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	4,200,000	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 rehab loan	Rancho Cucamonga	1,187,200	N	\$ 339,200					169,600		\$ 169,600				169,600		\$ 169,600
71	RA-05-021 (Bass Pro)	Business Incentive Agreements	8/1/2005	12/1/2034	Bass Pro Shops/Forest City	Owner Participation Agreement	Rancho Cucamonga	13,200,000	N	\$ 1,100,000					1,100,000		\$ 1,100,000						\$ -
95	2014 Tax Allocation Bonds	Bonds Issued After 12/31/10	6/26/2014	9/1/2032	Computershare	Debt service for refunding bonds	Rancho Cucamonga	146,563,500	N	\$ 14,715,625					12,060,000		\$ 12,060,000				2,655,625		\$ 2,655,625
102	Successor Agency Admin Fee ROPS 23/24	Admin Costs	7/1/2023	6/30/2024	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 12/31/10	10/5/2016	9/1/2034	Computershare	Debt service for refunding bonds of 2007A Series from Item#1	Rancho Cucamonga	62,375,200	N	\$ 3,852,175					2,933,150		\$ 2,933,150				919,025		\$ 919,025
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Rancho Cucamonga Recognized Obligation Payment Schedule (ROPS 23-24) - Report of Cash Balances
July 1, 2020 through June 30, 2021
(Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	
		Fund Sources						
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF		
	ROPS 20-21 Cash Balances (07/01/20 - 06/30/21)	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	Comments	
1	Beginning Available Cash Balance (Actual 07/01/20) RPTTF amount should exclude "A" period distribution amount	1,864	6,162	510,300	305,314	648,304	E1: \$510,300 ROPS 19/20 PPA retained for ROPS 22/23; F1: \$305,314 Other Funds retained for ROPS 22/23 Line Item#1; and G1: \$648,304 ROPS 17/18 PPA retained for ROPS 20/21.	
2	Revenue/Income (Actual 06/30/21) RPTTF amount should tie to the ROPS 20-21 total distribution from the County Auditor-Controller	28	87		305,314	27,365,872	F2: \$305,314 Other Funds receipt in FY20/21 and G2: \$27,365,872 ROPS 20/21 Total RPTTF Distributed	
3	Expenditures for ROPS 20-21 Enforceable Obligations (Actual 06/30/21)	1,875	6,182			27,481,534	G3:\$27,481,534 ROPS 20/21 actual expenditures	
4	Retention of Available Cash Balance (Actual 06/30/21) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)	17	67	510,300	305,314		E4 and F4: see comment from E1 and F1 respectively	
5	ROPS 20-21 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 20-21 PPA form submitted to the CAC	No entry required					532,642	G5: \$532,642 ROPS 20/21 PPA
6	Ending Actual Available Cash Balance (06/30/21) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$ 0	\$ 0	\$ 0	\$ 305,314	\$ 0		

Rancho Cucamonga Recognized Obligation Payment Schedule (ROPS 22-23) - Notes July 1, 2022 through June 30, 2023

Item #	Notes/Comments
1	Available funds in Other Funds section for \$305,314 pertain to May 2021 annual payment received from Rancho Mall LLC for the Excess Return Participation agreement to satisfy the obligations per the Assignment, Assumption and Modification of Promissory Note dated as of July 21, 2010 entered among the Rancho Cucamonga Redevelopment Agency, FC Victoria Gardens-C, Inc, LC Cucamonga Commercial, Inc. and RM Member, LLC.
1	Payee: Computershare - successor of corporate trust services of Wells Fargo
7	Payee: Computershare - successor of corporate trust services of Wells Fargo
95	Payee: Computershare - successor of corporate trust services of Wells Fargo
103	Payee: Computershare - successor of corporate trust services of Wells Fargo