

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

January 13, 2025

## FROM

**EMAD GEWAILY, Director of Finance, Successor Agency to the Redevelopment Agency of the Town of Apple Valley**

## SUBJECT

Resolution Approving the Successor Agency to the Redevelopment Agency of the Town of Apple Valley's Recognized Obligation Payment Schedule and Administrative Budget for Fiscal Year 2025-26

## RECOMMENDATION(S)

Adopt a **Resolution No. 2025-03** approving the Successor Agency to the Redevelopment Agency of the Town of Apple Valley's Recognized Obligation Payment Schedule and Administrative Budget for Fiscal Year 2025-26.

(Presenter: Dominique Clark, Consultant, RSG, (714) 316-2143)

## BACKGROUND INFORMATION

California Health & Safety Code (HSC) section 34177 requires the San Bernardino Countywide Oversight Board (CWOB) to approve the 2025-26 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 2025-26 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 Town of Apple Valley'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 \$740,260 increase requested in the amount required from the RPTTF from the last annual ROPS approved due to a \$740,000 increase in the debt service amount due on the 2020 Tax Allocation Refunding Bonds for Project Area 2 (Line Item 46) and a nominal increase in the amounts requested for the trustee fees related to the 2020 Tax Allocation Refunding Bonds for Project Area 2 (Line Item 50).

It is recommended the CWOB approve the Successor Agency's 2025-26 ROPS and administrative budget. The draft 2025-26 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 Town of Apple Valley's Recognized Obligation Payment  
Schedule and Administrative Budget for Fiscal Year 2025-26  
January 13, 2025**

adopted 2025-26 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 2025-26

Attachment C – Administrative Budget for Fiscal Year 2025-26

**REVIEW BY OTHERS**

This item has been reviewed by Auditor-Controller/Treasurer/Tax Collector on December 18, 2024 and San Bernardino Countywide Oversight Board Legal Counsel on December 18, 2024.

**Resolution Approving the Successor Agency to the Redevelopment Agency of the Town of Apple Valley's Recognized Obligation Payment Schedule and Administrative Budget for Fiscal Year 2025-26  
January 13, 2025**

Record of Action of the San Bernardino Countywide Oversight Board

**APPROVED**

Moved: Icilda Wallace   Seconded: Acquanetta Warren  
Ayes: Richard DeNava, Becky Lepins, Cindy Saks, Daniel Walden, Icilda Wallace, Acquanetta Warren, David Wert

Lynna Monell, SECRETARY

BY   
DATED: January 13, 2025



cc: File - San Bernardino Countywide Oversight Board  
w/attachments

CCM 01/16/2025

**RESOLUTION NO. 2025- 03**

**RESOLUTION OF THE SAN BERNARDINO COUNTYWIDE OVERSIGHT BOARD APPROVING THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE TOWN OF APPLE VALLEY'S RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE BUDGET FOR FISCAL YEAR 2025-26**

On Monday, January 13, 2025, on motion of San Bernardino Countywide Oversight Board Member Wallace, 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 2025-26 to the Department of Finance is February 1, 2025.

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 Town of Apple Valley's ROPS and administrative budget for Fiscal Year 2025-26 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 2025-26 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, Becky Lepins, Cindy Saks  
Daniel Walden, Icilda Wallace, Acquanetta  
Warren, David Wert

NOES: OVERSIGHT BOARD MEMBER: None

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 January 13, 2025. #3 CCM

LYNNA MONELL  
Secretary to the San Bernardino Countywide  
Oversight Board

By \_\_\_\_\_



Deputy


**Recognized Obligation Payment Schedule (ROPS 25-26) - Summary**  
**Filed for the July 1, 2025 through June 30, 2026 Period**

Successor Agency: Apple Valley  
 County: San Bernardino

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)	25-26 A Total (July - December)	25-26 B Total (January - June)	ROPS 25-26 Total
<b>A Enforceable Obligations Funded as Follows (B+C+D):</b>	<b>\$ 178,835</b>	<b>\$ 175,500</b>	<b>\$ 354,335</b>
B Bond Proceeds	-	-	-
C Reserve Balance	-	-	-
D Other Funds	178,835	175,500	354,335
<b>E Redevelopment Property Tax Trust Fund (RPTTF) (F+G):</b>	<b>\$ 587,937</b>	<b>\$ 1,172,200</b>	<b>\$ 1,760,137</b>
F RPTTF	442,937	1,172,200	1,615,137
G Administrative RPTTF	145,000	-	145,000
<b>H Current Period Enforceable Obligations (A+E):</b>	<b>\$ 766,772</b>	<b>\$ 1,347,700</b>	<b>\$ 2,114,472</b>

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

 \_\_\_\_\_  
 Signature Date

January 13, 2025

**Town of Apple Valley Recognized Obligation Payment Schedule (ROPS 25-26) - ROPS Detail**  
**July 1, 2025 through June 30, 2026**  
**(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 25-26 Total	25-26 A (July - December)					25-26 A Total	25-26 B (January - June)					25-26 B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
								\$ 41,179,258		\$ 2,114,472	\$ -	\$ -	\$ 178,835	\$ 442,937	\$ 145,000	\$ 766,772	\$ -	\$ -	\$ 175,500	\$ 1,172,200	\$ -	\$ 1,347,700
17	Admin Costs	Admin Costs	7/1/2025	6/30/2026	Town of Apple Valley	Dissolution Activities and Services	VVEDA/AVRDA Project Area 2	1,740,000	N	\$ 145,000					145,000	\$ 145,000						\$ -
45	2020 Tax Allocation Refunding Bonds (VVEDA)	Refunding Bonds Issued After 6/27/12	9/9/2020	6/1/2037	US Bank	2020 Tax Allocation Refunding Bonds for Capital Projects	VVEDA	11,460,800	N	\$ 351,000			175,500			\$ 175,500			175,500			\$ 175,500
46	2020 Tax Allocation Refunding Bonds (PA2)	Refunding Bonds Issued After 6/27/12	9/9/2020	6/1/2037	US Bank	2020 Tax Allocation Refunding Bonds for Capital Projects/ Housing Projects	Project Area 2	27,809,600	N	\$ 1,604,400				432,200		\$ 432,200					1,172,200	\$ 1,172,200
47	2020 Tax Allocation Refunding Bonds Trustee Fees (VVEDA)	Fees	9/9/2020	6/1/2037	US Bank	Annual Fiscal Agent for VVEDA Project Area Bonds	VVEDA	8,700	N	\$ 725			725			\$ 725						\$ -
48	2020 Tax Allocation Refunding Bonds Continuing Disclosure (VVEDA)	Professional Services	9/9/2020	6/1/2037	Urban Futures	Professional Service Costs relating to Annual Disclosure Requirements	VVEDA	31,320	N	\$ 2,610			2,610			\$ 2,610						\$ -
49	2020 Tax Allocation Refunding Bonds Trustee Fees (PA2)	Fees	9/9/2020	6/1/2037	US Bank	Annual Fiscal Agent Fees for Project Area 2 Bonds	Project Area 2	33,990	N	\$ 2,833				2,833		\$ 2,833						\$ -
50	2020 Tax Allocation Refunding Bonds Continuing Disclosure (PA2)	Professional Services	9/9/2020	6/1/2037	Urban Futures	Professional Service Costs relating to Annual Disclosure Requirements	Project Area 2	94,848	N	\$ 7,904				7,904		\$ 7,904						\$ -

**Town of Apple Valley Recognized Obligation Payment Schedule (ROPS 25-26) - Report of Cash Balances**  
**July 1, 2022 through June 30, 2023**  
**(Report Amounts in Whole Dollars)**

A	B	C	D	E	F	G	H	
		<b>Fund Sources</b>						
		<b>Bond Proceeds</b>		<b>Reserve Balance</b>	<b>Other Funds</b>	<b>RPTTF</b>		
	<b>ROPS 22-23 Cash Balances (07/01/22 - 06/30/23)</b>	Bonds issued on or before 12/31/11	Bonds issued on or after 01/01/12	Prior ROPS RPTTF and Reserve Balances retained for future period(s)	Rent, Grants, Interest, etc.	Non-Admin and Admin	<b>Comments</b>	
<b>1</b>	<b>Beginning Available Cash Balance (Actual 07/01/22)</b> RPTTF amount should exclude "A" period distribution amount	0	0	0	116,129	154,951	Column G is equal to the sum of the the 19-20 PPA (\$101,327), the 20-21 PPA (\$35,300), and the 21-22 PPA (\$18,324).	
<b>2</b>	<b>Revenue/Income (Actual 06/30/23)</b> RPTTF amount should tie to the ROPS 22-23 total distribution from the County Auditor-Controller	0	0	0	358,959	913,773	Column F includes interest income as well as the funding that the Successor Agency receives from VVEDA's RPTTF for the 2020 VVEDA Bonds and trustee fees and continuing disclosure services related to those bonds.	
<b>3</b>	<b>Expenditures for ROPS 22-23 Enforceable Obligations (Actual 06/30/23)</b>	0	0	0	354,230	993,010		
<b>4</b>	<b>Retention of Available Cash Balance (Actual 06/30/23)</b> RPTTF amount retained should only include the amounts distributed as reserve for future period(s)	0	0	0	0	53,624	Column G is equal to the sum of the 20-21 PPA (\$35,300) and the 21-22 PPA (\$18,324).	
<b>5</b>	ROPS 22-23 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 22-23 PPA form submitted to the CAC	No entry required					22,090	
<b>6</b>	<b>Ending Actual Available Cash Balance (06/30/23)</b> <b>C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)</b>	\$ 0	\$ 0	\$ 0	\$ 120,858	\$ 0		



**Town of Apple Valley Recognized Obligation Payment Schedule (ROPS 25-26) - Notes July 1, 2025 through June 30, 2026**

<b>Item #</b>	<b>Notes/Comments</b>
45	The Successor Agency receives these funds from the VVEDA Successor Agency, which requests funding for these line items on their ROPS.
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48	The Successor Agency receives these funds from the VVEDA Successor Agency, which requests funding for these line items on their ROPS.