

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

January 13, 2025

## FROM

JESSICA BROWN, Chief Financial Officer, City of Fontana

## SUBJECT

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

## RECOMMENDATION(S)

Adopt a **Resolution No. 2025-05** approving the Successor Agency to the Redevelopment Agency of the City of Fontana's Recognized Obligation Payment Schedule and administrative budget for Fiscal Year 2025-26.

(Presenter: Genivive Schwarzkopf, Supervising Accountant, City of Fontana, (909) 350-7631)

## 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 City of Fontana'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 slight increase requested in the amount of \$656,981 required from the RPTTF from the last annual ROPS approved primarily due to the increase in the Owner Participation Agreement payment due to the developer.

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 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.

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

**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 19, 2024.

**Resolution Approving the Successor Agency to the Redevelopment Agency of the City of Fontana'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: Daniel Walden    Seconded: Icilda Wallace

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



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. #5 CCM

LYNNA MONELL  
Secretary to the San Bernardino Countywide  
Oversight Board

By \_\_\_\_\_  
Deputy

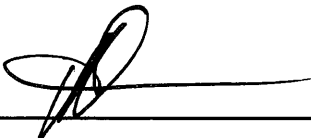


**Recognized Obligation Payment Schedule (ROPS 25-26) - Summary**  
**Filed for the July 1, 2025 through June 30, 2026 Period**

Successor Agency: City of Fontana  
 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</b>	<b>Enforceable Obligations Funded as Follows (B+C+D):</b>	<b>\$ 10,520,000</b>	<b>\$ 163,819</b>	<b>\$ 10,683,819</b>
B	Bond Proceeds	-	-	-
C	Reserve Balance	10,520,000	-	10,520,000
D	Other Funds	-	163,819	163,819
<b>E</b>	<b>Redevelopment Property Tax Trust Fund (RPTTF) (F+G):</b>	<b>\$ 16,199,455</b>	<b>\$ 20,314,134</b>	<b>\$ 36,513,589</b>
F	RPTTF	16,074,455	20,189,134	36,263,589
G	Administrative RPTTF	125,000	125,000	250,000
<b>H</b>	<b>Current Period Enforceable Obligations (A+E):</b>	<b>\$ 26,719,455</b>	<b>\$ 20,477,953</b>	<b>\$ 47,197,408</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

**City of Fontana 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					Q	R					W		
											25-26 A (July - December)						25-26 B (January - June)							
											Fund Sources						Fund Sources							
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF			
								\$ 297,497,656		\$ 47,197,408			\$ -	\$ 10,520,000	\$ -	\$ 16,074,455	\$ 125,000	\$ 26,719,455	\$ -	\$ -	\$ 163,819	\$ 20,189,134	\$ 125,000	\$ 20,477,953
25	1991 Jr. Lien Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	1/1/1991	6/10/2032	US Bank (Trustee)	Non-housing projects	North Fontana	29,969,199	N	\$ 4,281,314							\$ -			163,819	4,117,495		\$ 4,281,314	
51	Owner Participation Agreement	OPA/DDA/Construction	1/1/1983	6/30/2033	Ten Ninety Ltd	Public improvement costs	Jurupa Hills	99,935,166	N	\$ 8,786,456			6,589,842				\$ 6,589,842				2,196,614		\$ 2,196,614	
53	Lease Agreement	Miscellaneous	9/6/1994	9/6/2032	Earl Buchanan	Tamarind Basin lease agreement	Jurupa Hills	72,000	N	\$ 6,000			6,000				\$ 6,000						\$ -	
68	Administrative Costs	Admin Costs	7/1/2025	6/30/2026	City of Fontana	Administrative costs	All	250,000	N	\$ 250,000							125,000					125,000	\$ 125,000	
88	2017A TARB	Refunding Bonds	11/8/2017	10/1/2036	US Bank (Trustee)	Debt service for refunding bonds - non-housing projects	Downtown, North Fontana, Sierra Corridor, SWIP	151,108,350	N	\$ 23,854,075			5,942,500			8,954,350		\$ 14,896,850				8,957,225		\$ 8,957,225
89	2017B TARB	Refunding Bonds	11/8/2017	10/1/2036	US Bank (Trustee)	Debt service for refunding bonds - non-housing projects	Downtown, North Fontana, Sierra Corridor, SWIP	2,811,613	N	\$ 1,384,063			435,000			474,263		\$ 909,263				474,800		\$ 474,800
90	2017A&B Trustee fees	Fees	11/8/2017	10/1/2036	US Bank (Trustee)	Trustee Fees	Downtown, North Fontana, Sierra Corridor, SWIP	241,078	N	\$ 7,000						7,000		\$ 7,000						\$ -
91	2018A TARB	Refunding Bonds	6/26/2018	10/1/2027	US Bank (Trustee)	Debt service for refunding bonds - non-housing projects	Jurupa Hills	13,027,000	N	\$ 8,585,500			4,142,500					\$ 4,142,500				4,443,000		\$ 4,443,000
92	2018A Trustee fees	Fees	6/26/2018	10/1/2027	US Bank (Trustee)	Trustee Fees	Jurupa Hills	47,250	N	\$ 7,000						7,000		\$ 7,000						\$ -
93	RDA Arbitrage Report	Fees	7/1/2025	6/30/2026	BLX	Arbitrage Report	All	36,000	N	\$ 36,000						36,000		\$ 36,000						\$ -

**City of Fontana 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 12/31/10	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	<b>Comments</b>
<b>1</b>	<b>Beginning Available Cash Balance (Actual 07/01/22)</b> RPTTF amount should exclude "A" period distribution amount			9,498,750	455,150	10,600	
<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				163,819	35,027,674	Loan receivable payments and interest income received.
<b>3</b>	<b>Expenditures for ROPS 22-23 Enforceable Obligations (Actual 06/30/23)</b>			9,498,750	255,849	25,176,070	
<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)					9,845,875	
<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					
						16,329	
<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	\$ 363,120	\$ 0	



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

<b>Item #</b>	<b>Notes/Comments</b>
25	Funding source for the \$163,819 (Other Funds) are interest income and collection of receivables
51	The amount reflects total due for Owner Participation Agreement of \$8,786,456
88	Debt service is split between ROPS A and B per bond indenture. Reserve funds are due to received monies in FY2024-25 for Debt Service payments in FY2025-26.
89	Debt service is split between ROPS A and B per bond indenture. Reserve funds are due to received monies in FY2024-25 for Debt Service payments in FY2025-26.
90	Fees are estimated.
91	Debt service is split between ROPS A and B per bond indenture. Reserve funds are due to received monies in FY2024-25 for Debt Service payments in FY2025-26.
92	Fees are estimated.
93	Arbitrage report for the Successor Agency bonds.