

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

December 9, 2024

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 2025-26

RECOMMENDATION(S)

Adopt a **Resolution No. 2024-31** 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 2025-26.

(Presenter: Nathaniel Cayabyab, Consultant, Harris & Associates, (949) 445-6778)

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 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 \$62,217 requested in the amount required from the RPTTF from the last annual ROPS approved. The Successor Agency is retiring Items 3, 4, 6, 21-25, and 33 following DOF's determination that these are non-enforceable obligations to the Successor Agency. At this time, Successor Agency staff are preparing a bond refunding for Item 2, SCLAA Bonds 1-9. The 2025-26 ROPS requested amounts for this item follow the current debt service schedule because at the time that the ROPS was prepared, the new debt service schedule was not yet available. Future requests are expected to use the new debt service schedule after refunding.

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-

**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 2025-26
December 9, 2024**

Controller and the County Administrative Office as required by HSC section 34177(I)(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.

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 November 25, 2024 and San Bernardino Countywide Oversight Board Legal Counsel on November 25, 2024.

**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 2025-26
December 9, 2024**

Record of Action of the San Bernardino Countywide Oversight Board

APPROVED

Moved: Icilda Wallace Seconded: Cindy Saks

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

Lynna Monell, SECRETARY

BY  _____

DATED: December 9, 2024



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

CCM 12/17/2024

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 9, 2024. #8 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: Victor Valley Economic Development Authority
 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
A Enforceable Obligations Funded as Follows (B+C+D):	\$ 52,425	\$ -	\$ 52,425
B Bond Proceeds	-	-	-
C Reserve Balance	-	-	-
D Other Funds	52,425	-	52,425
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 14,949,728	\$ 7,095,635	\$ 22,045,364
F RPTTF	14,877,889	6,971,371	21,849,260
G Administrative RPTTF	71,839	124,264	196,103
H Current Period Enforceable Obligations (A+E):	\$ 15,002,153	\$ 7,095,635	\$ 22,097,788

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
 December 9, 2024

Victor Valley EDA Recognized Obligation Payment Schedule (ROPS 25-26) - ROPS Detail
July 1, 2025 through June 30, 2026
(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 25-26 Total	25-26 A (July - December)					Q 25-26 A Total	25-26 B (January - June)					W 25-26 B Total	
											Fund Sources						Fund Sources						
											L Bond Proceeds	M Reserve Balance	N Other Funds	O RPTTF	P Admin RPTTF		R Bond Proceeds	S Reserve Balance	T Other Funds	U RPTTF	V Admin RPTTF		
								\$ 550,254,626		\$ 22,097,788	\$ -	\$ -	\$ 52,425	\$ 14,877,889	\$ 71,839	\$ 15,002,153	\$ -	\$ -	\$ -	\$ 6,971,371	\$ 124,264	\$ 7,095,635	
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	530,461,228	N	\$ 21,422,810				14,626,939		\$ 14,626,939				6,795,871		\$ 6,795,871	
7	Administrative Costs	Admin Costs	7/1/2025	6/30/2026	Successor Agency	Agency administrative costs	VVEDA Project Area	6,910,800	N	\$ 248,528			52,425		71,839	\$ 124,264						124,264	\$ 124,264
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	-	Y	\$ -						\$ -						\$ -	
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	-	Y	\$ -						\$ -						\$ -	
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	-	Y	\$ -						\$ -						\$ -	
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	650,000	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	118,800	N	\$ 13,200				13,200		\$ 13,200						\$ -	
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	506,000	N	\$ 25,000				25,000		\$ 25,000						\$ -	
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	15,000	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	132,000	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	11,460,800	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	-	Y	\$ -						\$ -						\$ -	

Victor Valley EDA 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	
		Fund Sources						
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF		
	ROPS 22-23 Cash Balances (07/01/22 - 06/30/23)	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	Comments	
1	Beginning Available Cash Balance (Actual 07/01/22) RPTTF amount should exclude "A" period distribution amount			581,705	117,551	396,418	E: 20-21 PPA of \$436,637 is committed to 23-24 expenditures. 21-22 PPA of \$145,068 is committed to 24-25 expenditures F: \$70,373 are committed for expenditure in 22-23. \$31,550 are committed for expenditure in 23-24. \$15,628 are committed for expenditure in 24-25. G: 19-20 PPA of \$396,418 is committed to 22-23 expenditures.	
2	Revenue/Income (Actual 06/30/23) RPTTF amount should tie to the ROPS 22-23 total distribution from the County Auditor-Controller				52,425	21,719,686	F: Interest earnings in FY 2022-23. G: RPTTF per DOF letter and CAC reports.	
3	Expenditures for ROPS 22-23 Enforceable Obligations (Actual 06/30/23)				70,373	22,032,703	F: Expenditure of \$70,373 in other funds, per DOF approval. G: Based on the ROPS 22-23 PPA actuals for RPTTF non-administrative and administrative.	
4	Retention of Available Cash Balance (Actual 06/30/23) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)			581,705	99,603		E: 20-21 PPA of \$436,637 is committed to 23-24 expenditures. 21-22 PPA of \$145,068 is committed to 24-25 expenditures F: \$31,550 are committed for expenditure in 23-24. \$15,628 are requested for expenditure in 24-25. \$52,425 are committed for expenditure in 25-26.	
5	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					83,401	G: 22-23 PPA of \$83,401 pending DOF review.
6	Ending Actual Available Cash Balance (06/30/23) 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 25-26) - Notes July 1, 2025 through June 30, 2026

Item #	Notes/Comments
7	Outstanding balance is calculated by multiplying the remaining ROPS periods based on the last obligation with the admin requested for ROPS 25-26.
23	Item is being retired. DOF determined that this item is not an enforceable obligation for the Victor Valley EDA Successor Agency.
24	Item is being retired. DOF determined that this item is not an enforceable obligation for the Victor Valley EDA Successor Agency, but instead enforceable for Victorville's Successor Agency. DOF has approved this item as an enforceable obligation for Victorville's ROPS.
25	Item is being retired. DOF determined that this item is not an enforceable obligation for the Victor Valley EDA Successor Agency, but instead enforceable for Victorville's Successor Agency. DOF has approved this item as an enforceable obligation for Victorville's ROPS.
33	Item is being retired. DOF determined that this item is not an enforceable obligation for the Victor Valley EDA Successor Agency.