

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

January 14, 2019

**FROM: LISA A. STRONG, Management Services Director/Deputy City Treasurer
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 2019-20**

RECOMMENDATION(S)

Adopt **Resolution No. 2019-0001** approving the Successor Agency to the Redevelopment Agency of the City of Fontana's Recognized Obligation Payment Schedule and administrative budget for Fiscal Year 2019-20.

(Presenter: Lisa A. Strong, Management Services Director/Deputy City Director, City of Fontana, (909) 350-7671)

BACKGROUND INFORMATION

California Health & Safety Code Section (HSC) 34177 requires the San Bernardino Countywide Oversight Board (CWOB) to approve the 2019-20 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 1st of each year. Pursuant to HSC 34179(h)(1)(B), the administrative budget is not required to be sent to DOF.

DOF will have until April 15th to review the 2019-20 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 15th or 15 days prior to the June 1st 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 decrease requested in the amount required from the RPTTF from the last annual ROPS approved due to savings from the refinancing of bonds.

It is recommended the CWOB approve the Successor Agency's 2019-20 ROPS and administrative budget. The draft 2019-20 ROPS will be provided to DOF, the County Auditor-Controller and the County Administrative Office as required by HSC 34177(l)(2)(B). The adopted 2019-20 ROPS will be provided to DOF and the County Auditor-Controller pursuant to HSC 34177(o). This will commence the DOF review period.

Record of Action of the San Bernardino Countywide Oversight Board

Action: APPROVED

	<u>Aye</u>	<u>Aye</u>	<u>Move</u>	<u>Second</u>	<u>Absent</u>	<u>Absent</u>	<u>Aye</u>
MOTION:	De Nava	Miller	Saks	Strong	Vasquez	Warren	Wert

BY 

DATED: January 14, 2019 Item #1

**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 2019-20
JANUARY 14, 2019
PAGE 2 OF 2**

ATTACHMENTS

Attachment A – Resolution

Attachment B – ROPS for Fiscal Year 2019-20

Attachment C – Administrative budget for Fiscal Year 2019-20

REVIEW BY OTHERS

This item has been reviewed by Community Development and Housing Agency on December 11, 2018 and San Bernardino Countywide Oversight Board Legal Counsel on December 20, 2018.

RESOLUTION NO. 2019-0001

RESOLUTION OF THE SAN BERNARDINO COUNTYWIDE OVERSIGHT BOARD ADOPTING THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF FONTANA'S RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE BUDGET FOR FISCAL YEAR 2019-20

On Monday, January 14, 2019 on motion of San Bernardino Countywide Oversight Board Member Saks, duly seconded by San Bernardino Countywide Oversight Board Member Strong and carried, the following resolution is adopted by the San Bernardino Countywide Oversight Board, State of California.

WHEREAS, California Health and Safety Code Section (HSC) 34179(e) requires all action items of the San Bernardino Countywide Oversight Board be accomplished by resolution; and

WHEREAS, HSC 34177 requires the San Bernardino Countywide Oversight Board to approve the Recognized Obligation Payment Schedule (ROPS) and administrative budget; and

WHEREAS, pursuant to HSC 34177(o), the deadline for submitting the ROPS for Fiscal Year 2019-20 to the Department of Finance is February 1, 2019.

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 Fontana's ROPS and administrative budget for Fiscal Year 2019-20 in the form presented, together with such changes thereto as may be approved by the San Bernardino Countywide Oversight Board, are hereby approved.

Section 3. 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 De Nava, Ken Miller, Cindy Saks, Lawrence Strong, David Wert

NOES: OVERSIGHT BOARD MEMBER: None

ABSENT: OVERSIGHT BOARD MEMBER: Mario Vasquez, Acquanetta Warren

* * * * *

STATE OF CALIFORNIA)
)
COUNTY OF SAN BERNARDINO) ss.

I, **LAURA H. WELCH**, 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 14, 2019. # mb

LAURA H. WELCH
Secretary to the San Bernardino Countywide
Oversight Board

By _____



**Recognized Obligation Payment Schedule (ROPS 19-20) - Summary
Filed for the July 1, 2019 through June 30, 2020 Period**

Successor Agency: Fontana
County: San Bernardino

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)	19-20A Total (July - December)	19-20B Total (January - June)	ROPS 19-20 Total
A Enforceable Obligations Funded as Follows (B+C+D):	\$ 9,282,000	\$ -	\$ 9,282,000
B Bond Proceeds	-	-	-
C Reserve Balance	9,282,000	-	9,282,000
D Other Funds	-	-	-
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 16,567,482	\$ 20,765,014	\$ 37,332,496
F RPTTF	16,044,317	20,241,849	36,286,166
G Administrative RPTTF	523,165	523,165	1,046,330
H Current Period Enforceable Obligations (A+E):	\$ 25,849,482	\$ 20,765,014	\$ 46,614,496

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.

DAN WEST CHAIRMAN
Name Title
[Signature] 1-14-2019
Signature Date

Fontana Recognized Obligation Payment Schedule (ROPS 19-20) - ROPS Detail

July 1, 2019 through June 30, 2020

(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 19-20 Total	19-20A (July - December)					19-20B (January - June)					W 19-20B Total	
											Fund Sources					Fund Sources						
											L Bond Proceeds	M Reserve Balance	N Other Funds	O RPTTF	P Admin RPTTF	Q 19-20A Total	R Bond Proceeds	S Reserve Balance	T Other Funds	U RPTTF		V Admin RPTTF
6	1997A Tax Allocation Refunding Bonds	Bonds Issued On or Before	12/5/1997	10/1/2027	US Bank (Trustee)	Debt service for refunding bonds -	Jurupa Hills	\$ 515,165,432	Y	\$ 46,614,496	\$ 0	\$ 9,282,000	\$ 0	\$ 16,044,317	\$ 523,165	\$ 25,849,482	\$ 0	\$ 0	\$ 0	\$ 20,241,849	\$ 523,165	\$ 20,765,014
8	1997A Tax Allocation Refunding Bonds	Fees	12/5/1997	10/1/2027	US Bank (Trustee)	Trustee fees	Jurupa Hills	55,311	N	\$ 55,311				55,311	\$ 55,311							\$ -
10	1999A Tax Allocation Refunding Bonds	Bonds Issued On or Before	6/10/1999	10/1/2027	US Bank (Trustee)	Debt service for refunding bonds - non-housing projects	Jurupa Hills		Y	\$ -					\$ -							\$ -
12	1999A Tax Allocation Refunding Bonds	Fees	6/10/1999	10/1/2027	US Bank (Trustee)	Trustee fees	Jurupa Hills	8,610	N	\$ 8,610				8,610	\$ 8,610							\$ -
13	1999A Tax Allocation Refunding Bonds	Fees	6/10/1999	10/1/2027	Bond Logistix	Arbitrage rebate calculation fees	Jurupa Hills		Y	\$ -					\$ -							\$ -
25	1991 Jr Lien Tax Allocation Bonds	Bonds Issued On or Before	1/1/1991	6/10/2032	US Bank (Trustee)	Non-housing projects	North Fontana	55,657,086	N	\$ 4,281,314					\$ -				4,281,314			\$ 4,281,314
51	Owner Participation Agreement	OPA/DDA/Construction	1/1/1983	1/1/1983	Ten Ninety Ltd	Public improvement costs	Jurupa Hills	149,567,843	N	\$ 8,417,633				5,648,304	\$ 5,648,304				2,769,329			\$ 2,769,329
53	Lease Agreement	Miscellaneous	9/6/1994	9/6/2032	Earl Buchanan	Tamarind Basin lease agreement	Jurupa Hills	108,000	N	\$ 6,000				6,000	\$ 6,000							\$ -
68	Administrative Costs	Admin Costs	7/1/2019	6/30/2020	City of Fontana	Cost allocation plan for FY 2019/20 (limited to 3%)	All		N	\$ 1,046,330					\$ 523,165	\$ 523,165				523,165		\$ 523,165
88	2017A Tax Allocation Refunding Bonds	Bonds Issued After 12/31/10	12/6/2017	10/1/2036	US Bank (Trustee)	Debt service for bonds	Downtown, North Fontana, Sierra Corridor, SWIP	262,082,900	N	\$ 25,153,800		5,327,500		9,912,200	\$ 15,239,700				9,914,100			\$ 9,914,100
89	2017B Tax Allocation Refunding Bonds	Bonds Issued After 12/31/10	12/6/2017	10/1/2036	US Bank (Trustee)	Debt service for bonds	Downtown, North Fontana, Sierra Corridor, SWIP	8,112,719	N	\$ 1,076,137		300,000		388,006	\$ 688,006				388,131			\$ 388,131
90	2017A&B Tax Allocation Refunding Bonds	Fees	12/6/2017	10/1/2036	US Bank (Trustee)	Trustee fees	Downtown, North Fontana, Sierra Corridor, SWIP	284,828	N	\$ 15,000				15,000	\$ 15,000							\$ -
91	2018A Tax Allocation Refunding Bonds	Bonds Issued After 12/31/10	7/18/2018	10/1/2027	US Bank (Trustee)	Debt service for bonds	Jurupa Hills	39,197,250	N	\$ 6,543,475		3,654,500			\$ 3,654,500				2,888,975			\$ 2,888,975
92	2018A Tax Allocation Refunding Bonds	Fees	7/18/2018	10/1/2027	US Bank (Trustee)	Trustee fees	Jurupa Hills	90,000	N	\$ 10,000				10,000	\$ 10,000							\$ -
93	Prior payments exceeding authorization	Fees	7/1/2015	6/30/2018	US Bank (Trustee)	Trustee fees	Various	886	N	\$ 886				886	\$ 886							\$ -
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Fontana Recognized Obligation Payment Schedule (ROPS 19-20) - Report of Cash Balances
July 1, 2016 through June 30, 2017
(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. For tips on how to complete the Report of Cash Balances Form, see Cash Balance Tips Sheet.

A	B	C	D	E	F	G	H
		Fund Sources					
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF	
	ROPS 16-17 Cash Balances (07/01/16 - 06/30/17)	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 07/01/16) RPTTF amount should exclude "A" period distribution amount	9,349,930		7,122,500	1,137,402	186,164	
2	Revenue/Income (Actual 06/30/17) RPTTF amount should tie to the ROPS 16-17 total distribution from the County Auditor-Controller	294,968				44,477,213	
3	Expenditures for ROPS 16-17 Enforceable Obligations (Actual 06/30/17)			7,122,500	655,872	36,990,217	
4	Retention of Available Cash Balance (Actual 06/30/17) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)					7,470,000	
5	ROPS 16-17 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 16-17 PPA form submitted to the CAC	No entry required				17,710	
6	Ending Actual Available Cash Balance (06/30/17) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$ 9,644,898	\$ 0	\$ 0	\$ 481,530	\$ 185,450	

