

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

January 14, 2019

**FROM: DONALD L. PARKER, CPA, Finance Director
City of Montclair**

**SUBJECT: RESOLUTION APPROVING THE SUCCESSOR AGENCY TO THE
REDEVELOPMENT AGENCY OF THE CITY OF MONTCLAIR'S RECOGNIZED
OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE BUDGET FOR
FISCAL YEAR 2019-20**

RECOMMENDATION(S)

Adopt **Resolution No. 2019-0008** approving the Successor Agency to the Redevelopment Agency of the City of Montclair's Recognized Obligation Payment Schedule and administrative budget for Fiscal Year 2019-20.

(Presenter: Donald L. Parker, CPA, Finance Director, City of Montclair, (909) 625-9418)

BACKGROUND INFORMATION

On December 17, 2018, this item was submitted to the San Bernardino Countywide Oversight Board (CWOB) for approval. The CWOB requested additional information be brought back for further consideration at today's meeting regarding the inclusion of current retirement contributions for retired employees on the administrative budget. The requested supporting documentation is provided as Attachment D. California Health & Safety Code Section (HSC) 34177 requires the 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 for the City of Montclair's (Successor Agency) dissolution as an annual ROPS is required by DOF as part of the wind-down of the Successor Agency. There is no increase requested in the amount required from the RPTTF from the last annual ROPS approved.

Record of Action of the San Bernardino Countywide Oversight Board

Action: APPROVED

MOTION:	Aye	Second	Nay	Aye	Absent	Move	Aye
	De Nava	Miller	Saks	Strong	Vasquez	Warren	Wert

BY _____

DATED: January 14, 2019 #7



**RESOLUTION APPROVING THE SUCCESSOR AGENCY TO THE
REDEVELOPMENT AGENCY OF THE CITY OF MONTCLAIR'S
RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND
ADMINISTRATIVE BUDGET FOR FISCAL YEAR 2019-20
JANUARY 14, 2019
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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.

ATTACHMENTS

- Attachment A – Resolution
- Attachment B – ROPS for Fiscal Year 2019-20
- Attachment C – Administrative budget for Fiscal Year 2019-20
- Attachment D – Successor Agency Response to CWOB

REVIEW BY OTHERS

This item has been reviewed by Community Development and Housing Agency on December 27, 2018 and San Bernardino Countywide Oversight Board Legal Counsel on December, 28, 2018.

* * * * *

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. #7 mb

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

By  _____
Deputy



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

Successor Agency: Montclair
 County: San Bernardino

<u>Current Period Requested Funding for Enforceable Obligations (ROPS Detail)</u>	<u>19-20A Total (July - December)</u>	<u>19-20B Total (January - June)</u>	<u>ROPS 19-20 Total</u>
A Enforceable Obligations Funded as Follows (B+C+D):	\$ 2,767,021	\$ 17,777	\$ 2,784,798
B Bond Proceeds	-	-	-
C Reserve Balance	2,767,021	17,777	2,784,798
D Other Funds	-	-	-
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 142,500	\$ 3,922,373	\$ 4,064,873
F RPTTF	17,500	3,797,373	3,814,873
G Administrative RPTTF	125,000	125,000	250,000
H Current Period Enforceable Obligations (A+E):	\$ 2,909,521	\$ 3,940,150	\$ 6,849,671

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
1-14-2019 Date

Montclair 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)					Q 19-20A Total	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		R Bond Proceeds	S Reserve Balance	T Other Funds	U RPTTF	V Admin RPTTF	
1	1997 Taxable Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	11/1/1997	10/1/2021	Bank of New York Mellon	Bond Issue to Fund Non-Housing Projects	Project Area 1	\$ 58,724,369	N	\$ 6,849,671	\$ 0	\$ 2,767,021	\$ 0	\$ 17,500	\$ 125,000	\$ 2,909,521	\$ 0	\$ 17,777	\$ 0	\$ 3,797,373	\$ 125,000	\$ 3,940,150
2	2007A Tax Allocation Refunding Bonds	Bonds Issued On or Before 12/31/10	9/27/2007	9/1/2035	Bank of New York Mellon	Bond Issue to Fund Non-Housing Projects	Project Area 3	90,500	N	\$ 57,980		28,360				\$ 28,360		164		29,456		\$ 29,620
3	2007B Taxable Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	9/27/2007	9/1/2027	Bank of New York Mellon	Bond Issue to Fund Non-Housing Projects	Project Area 3	28,965,344	N	\$ 2,719,538		1,130,513				\$ 1,130,513		7,795		1,581,230		\$ 1,589,025
4	2004 Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	2/23/2004	10/1/2031	Bank of New York Mellon	Bond Issue to Fund Non-Housing Projects	Project Area 4	2,650,900	N	\$ 543,700		241,500				\$ 241,500		1,327		300,873		\$ 302,200
5	2001 Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	7/6/2001	10/1/2030	Bank of New York Mellon	Bond Issue to Fund Non-Housing Projects	Project Area 4	4,716,000	N	\$ 650,500		281,750				\$ 281,750		1,801		366,949		\$ 368,750
6	2006A Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	6/16/2006	10/1/2033	Bank of New York Mellon	Bond Issue to Fund Non-Housing Projects	Project Area 5	9,003,395	N	\$ 1,355,690		590,480				\$ 590,480		2,071		763,139		\$ 765,210
7	2006B Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	6/16/2006	10/1/2033	Bank of New York Mellon	Bond Issue to Fund Non-Housing Projects	Project Area 5	8,035,543	N	\$ 988,563		416,518				\$ 416,518		2,665		569,380		\$ 572,045
12	Contract for Bond Trustee Service	Fees	12/9/1981	6/30/2036	Bank of New York Mellon	Annual Bond Trustee Fees/Costs	All Areas	4,962,687	N	\$ 233,700		77,900				\$ 77,900		1,954		153,846		\$ 155,800
14	Contract for Bond Services	Fees	12/9/1981	6/30/2036	Bondlogistix LLC	Bond Continuing Disclosure Services	All Areas	20,000	N	\$ 20,000				10,000		\$ 10,000				10,000		\$ 10,000
15	Contract for Bond Services	Fees	12/9/1981	6/30/2036	Bondlogistix LLC	Bond Arbitrage Rebate Calculation Services	All Areas	11,000	N	\$ 11,000				7,500		\$ 7,500				11,000		\$ 11,000
43	Administrative Cost Reimbursement Agreement	Admin Costs	6/3/2012	6/30/2036	City of Montclair	Administrative Reimbursement Agreement No. 12-49	All Areas	11,000	N	\$ 11,000						\$ 7,500				3,500		\$ 3,500
46	Bond Indenture Reporting Requirements	Professional Services	3/1/2016	3/1/2020	Van Lant & Fankhanel CPAs	Bond Continuing Disclosure Bond Fund Financial Audit	All Areas	250,000	N	\$ 250,000					125,000	\$ 125,000				125,000		\$ 125,000
51	Montclair Housing Authority - Housing Entity Administrative Cost Allowance	Housing Entity Admin Cost	2/18/2014	7/1/2018	Montclair Housing Authority Successor Housing Entity	Administrative costs in connection with low and moderate income properties	All Areas	8,000	N	\$ 8,000						\$ -				8,000		\$ 8,000
55									N	\$ -						\$ -						\$ -
56									N	\$ -						\$ -						\$ -
57									N	\$ -						\$ -						\$ -
58									N	\$ -						\$ -						\$ -

Montclair Recognized Obligation Payment Schedule (ROPS 19-20) - Report of Cash Balances
July 1, 2016 through June 30, 2017
(Report Amounts in Whole Dollars)

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						RPTTF	Comments
		Bond Proceeds		Reserve Balance	Other Funds				
		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			
ROPS 16-17 Cash Balances (07/01/16 - 06/30/17)									
1	Beginning Available Cash Balance (Actual 07/01/16) RPTTF amount should exclude "A" period distribution amount			36,024	134	28,442	<p>Amounts agree with Cash Balances Reported on ROPS 17-18.</p> <p>Column F - Interest earned by trustee during FY 2016-17.</p> <p>Column G - ROPS Payments of \$3,944,900 received January 2017 and \$142,500 received June 2016.</p> <p>Column E - Prior difference between bond payments on a bond year (calendar year) and fiscal year basis which is not available.</p> <p>Column G - FY 2016-17 PPA Expenditures and the opening balance which was taken by DOF in last ROPS review.</p> <p>Column E - Amount represents the difference between bond payments on a bond year (calendar year) and fiscal year basis. Difference is due to timing and is not available monies that can reduce future debt service payments.</p> <p>Column F - Interest earned by trustee during FY 2016-17 and prior \$134 all of which is offset against RPTTF requirements in ROPS 19-20B.</p>		
2	Revenue/Income (Actual 06/30/17) RPTTF amount should tie to the ROPS 16-17 total distribution from the County Auditor-Controller								
3	Expenditures for ROPS 16-17 Enforceable Obligations (Actual 06/30/17)			3,784,900	17,643	4,087,400			
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)			3,747,821		4,098,858			
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			73,103	17,777				
6	Ending Actual Available Cash Balance (06/30/17) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)								
		No entry required							
		\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	16,984		
							Column G - Agrees with FY 2016-17 Report of Prior Period Adjustments reported to San Bernardino Auditor-Controller.		

