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

#### January 14, 2021

#### **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 2021-22

#### **RECOMMENDATION(S)**

Adopt a **Resolution No. 2021-07** approving the Successor Agency to the Redevelopment Agency of the City of Fontana's Recognized Obligation Payment Schedule and administrative budget for Fiscal Year 2021-22.

(Presenter: Lisa A. Strong, Management Services Director/Deputy City Treasurer, 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 2021-22 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 34179(h)(1)(B), the administrative budget is not required to be sent to DOF.

DOF will have until April 15 to review the 2021-22 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 decrease requested in the amount required from the RPTTF from the last annual ROPS approved due to the effects of bond refinancing.

It is recommended the CWOB approve the Successor Agency's 2021-22 ROPS and administrative budget. The draft 2021-22 ROPS will be provided to DOF, the County Auditor-Controller and the County Administrative Office as required by HSC 34177(I)(2)(B). The adopted 2021-22 ROPS will be provided to DOF and the County Auditor-Controller pursuant to HSC 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 2021-22 January 14, 2021

#### **ATTACHMENTS**

Attachment A – Resolution Attachment B – ROPS for Fiscal Year 2021-22 Attachment C – Administrative Budget for Fiscal Year 2021-22

#### **REVIEW BY OTHERS**

This item has been reviewed by Auditor-Controller/Treasurer/Tax Collector on January 06, 2021 and San Bernardino Countywide Oversight Board Legal Counsel on January 06, 2021.

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 2021-22 January 14, 2021

Record of Action of the San Bernardino Countywide Oversight Board

#### **APPROVED**

1 8 /2

Moved: Richard DeNava Seconded: Kenneth Miller

Ayes: Frederick Ang, Richard DeNava, Kenneth Miller, Cindy Saks, Lawrence Strong,

Acquanetta Warren, David Wert

Lynna Monell, SECRETARY

DATED: January 14, 2021



cc: W/Resolution

File - San Bernardino Countywide Oversight Board w/attach

LA 01/15/2021

#### **RESOLUTION NO. 2021-07**

# 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 2021-22

On Thursday, January 14, 2021 on motion of San Bernardino Countywide Oversight Board Member DeNava, duly seconded by San Bernardino Countywide Oversight Board Member Miller 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 2021-22 to the Department of Finance is February 1, 2021.

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 2021-22 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: Frederick Ang, Richard DeNava,

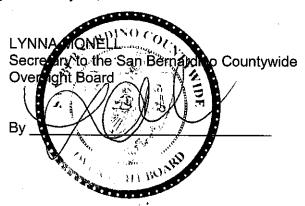
Kenneth Miller, Cindy Saks, Lawrence Strong, Acquanetta Warren, David Wert

NOES: OVERSIGHT BOARD MEMBER: None

ABSENT: OVERSIGHT BOARD MEMBER: None

STATE OF CALIFORNIA	)	
·	)	SS
COUNTY OF SAN REPNARDING	ì	

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 14, 2021. #7 LA



## Recognized Obligation Payment Schedule (ROPS 21-22) - Summary Filed for the July 1, 2021 through June 30, 2022 Period

Success	sor Agency: Fontana				
County:	San Bernardino	<del></del>			
Current I		21-22 A Total (July - December)	21-22 B Total (January - June)	ROPS 21-22 Total	
Α	Enforceable Obligations Funded as Follows (B+C+D):	\$ 9,718,728	\$ -	\$ 9,718,728	
В	Bond Proceeds	· · · · · · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·	<del>-</del>	
С	Reserve Balance	9,452,750		9,452,750	
D	Other Funds	265,978		265,978	
E	Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 15,881,831	\$ 19,939,420	\$ 35,821,251	
F	RPTTF	15,681,681	19,739,270	35,420,951	
G	Administrative RPTTF	200,150	200,150	400,300	
Н	Current Period Enforceable Obligations (A+E):	\$ 25,600,559	\$ 19,939,420	\$ 45,539,979	

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
116	
	1/14/2021
Signature	Date

Fontana Recognized Obligation Payment Schedule (ROPS 21-22) - ROPS Detail	
July 1,2021 through June 30, 2022	
(Report Amounts in Whole Dollars)	

								(R	eport Amo	ounts in Whole D	Dollars)								
А	В	С	D	E	F	G	Н		J	K	L	M	N I	0   P	Q	R S T	U	V	W
								Total				21-2	2 A (July - December)			21-22 B (January - Ju	ne)		
Item #	Project Name/Debt Obligation	Obligation Type	Contract/Agreement		Payee	Description/Project Scope	Project Area	Outstanding	Retired	<b>ROPS 21-22</b>			Fund Sources		21-22 A	Fund Sources			21-22 B
ROITI II	1 Tojout Hairio, Bost Osiigalion	obligation Typo	Execution Date	Termination Date	l ayou	200011111111111111111111111111111111111	1 10,0007 1100	Dept or	rtourou	Total		D D I	04 5 1	DDTTE AL DDTTE	Total		DOTTE	A L : DDTTE	Total
								Obligation				Reserve Balance		RPTTF Admin RPTTF		Bond Proceeds Reserve Balance Other Funds	RPTTF	Admin RPTTF	
0	1007A T. Allerd's D. ( D. )	la Daniela Ingela I Orana	40/5/4007	40/4/0007	HO Paul (Tautas)	Dilination		\$ 437,795,048		\$ 45,539,979	\$ - 9	\$ 9,452,750	\$ 265,978 \$	15,681,681 \$ 200,150	\$ 25,600,559	\$ - \$ -	\$ 19,739,270	\$ 200,150 \$	\$ 19,939,420
6	1997A Tax Allocation Refunding Bond	Before 12/31/10	12/5/1997	10/1/2027	US Bank (Trustee)	Debt service for refunding bonds - non-housing projects		-	Υ	\$ -					-			9	\$ -
8	1997A Tax Allocation Refunding Bond		12/5/1997	10/1/2027	US Bank (Trustee)	Trustee fees			.,	•									
10	1999A Tax Allocation Refunding Bond	ls Ronds Issued On or	6/10/1999	10/1/2027	US Bank (Trustee)	Debt service for refunding bonds -	Jurupa Hills	-	Y	\$ -					\$ -			3	<u>.</u> 5 -
	-	Before 12/31/10	0/10/1000	10/1/2021	OO Bank (Trastee)	non-housing projects		-	Υ	\$ -					\$ -			9	\$ -
12	1999A Tax Allocation Refunding	Fees	6/10/1999	10/1/2027	US Bank (Trustee)	Trustee fees	Jurupa Hills	-	Υ	\$ -					\$ -			9	\$ -
40	Bonds		0/40/4000	40/4/0007	<u> </u>				· · ·	•					Φ.				Φ.
13	1999A Tax Allocation Refunding Bond		6/10/1999	10/1/2027	Bond Logistix	Arbitrage rebate calculation fees	Jurupa Hills	-	Y	\$ -					\$ -			3	<b>5</b> -
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 projectsw	North Fontana	47,094,458	N	\$ 4,281,314					\$ -		4,281,314	9	\$ 4,281,314
51	Owner Participation Agreement	OPA/DDA/Construction	1/1/1983	6/30/2033	Ten Ninety Ltd	Public improvement costs	Jurupa Hills	129,814,731	N	\$ 7,414,024			91,850	5,828,412	\$ 5,920,262		1,493,762	9	\$ 1,493,762
53	Lease Agreement	Miscellaneous	9/6/1994	9/6/2032	Earl Buchanan	Tamarind Basin lease agreement	Jurupa Hills	96,000	N	\$ 6,000				6,000	\$ 6,000			9	\$ -
68	Administrative Costs	Admin Costs	7/1/2021	6/30/2022	City of Fontana	Administrative costs	All Downtown, North	400,300	N	\$ 400,300				200,150	\$ 200,150			200,150	\$ 200,150
88	2017A Tax Allocation Refunding Bond	Refunding Bonds Issued	12/6/2017	10/1/2036	US Bank (Trustee)	Debt service for refunding bonds -	Fontana, Sierra	222,920,525	N	\$ 23,646,325		5,252,500		9,346,975	\$ 14,599,475		9,046,850	9	\$ 9,046,850
		After 6/27/12			, ,	non-housing projects	Corridor, SWIP	, ,		. , ,		, ,		, ,	, , ,		, ,		, ,
20	2017B Tax Allocation Refunding Bond	Refunding Bonds Issued	12/6/2017	10/1/2036	US Bank (Trustee)	Debt service for refunding bonds -	Downtown, North Fontana, Sierra	6,570,656	N	\$ 1,347,638		397,500		475,294	\$ 872,794		474,844		\$ 474,844
		After 6/27/12	12, 0, 2017	10, 1, 2000	Jan (11doloo)	non-housing projects	Corridor, SWIP	0,070,000	1.4	Ψ 1,0 <del>1</del> 1,000		001,000			Ψ 012,134		717,044		777,074
	2017A&B Tax Allocation Refunding	Foco	12/6/2017	10/1/2026	IIQ Donk (Toucher)	Trustee fees	Downtown, North	405.000	NI	¢ 45.000				15 000	45,000				<b>C</b>
90	Bonds	rees	12/6/2017	10/1/2036	US Bank (Trustee)	Trustee fees	Fontana, Sierra Corridor, SWIP	195,000	N	\$ 15,000				15,000	\$ 15,000			3	p -
91	2018A Tax Allocation Refunding Bond	Refunding Bonds Issued	7/18/2018	10/1/2027	US Bank (Trustee)	Debt service for refunding bonds -	Jurupa Hills	30,459,250	N	\$ 8,245,250		3,802,750			\$ 3,802,750		4,442,500	q	\$ 4,442,500
				+		non-housing projects						0,002,700					1,112,000		
92	2018A Tax Allocation Refunding Bond	ls Fees	7/18/2018	10/1/2027	US Bank (Trustee)	Trustee fees	Jurupa Hills	70,000	N	\$ 10,000				10,000	\$ 10,000				\$ -
	Prior approved obligations that were				LIC Dools (Twester), Doos														
	naid from other funds where RPTTF	Fees	1/1/2015	6/30/2020	US Bank (Trustee); Best Best & Krieger (attorneys	Trustee fees; legal services; arbitrage	All	174,128	N	\$ 174,128			174,128		\$ 174,128			9	\$ -
0.1	funding requested during annual ROP cycle was underestimated	S	17 17 20 10	0,00,2020	Bond Logistix	'' calculations	,	,,,20	.,	Ų 17 1,120			17 1,120		17 1,120				
	cycle was underestimated									Φ.					Φ.				Φ.
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## Fontana Recognized Obligation Payment Schedule (ROPS 21-22) - Report of Cash Balances July 1, 2018 through June 30, 2019 (Report Amounts in Whole Dollars)

Α	В	С	D	E	F	G	н
				Fund Sources			
		Bond P	roceeds	Reserve Balance	Other Funds	RPTTF	
	ROPS 18-19 Cash Balances	Bonds issued on or	Bonds issued on or	Prior ROPS RPTTF and Reserve Balances retained for	Rent, Grants,	Non-Admin and	
	(07/01/18 - 06/30/19)	before 12/31/10	after 01/01/11	future period(s)	Interest, etc.	Admin	Comments
	Beginning Available Cash Balance (Actual 07/01/18) RPTTF amount should exclude "A" period distribution amount						E1 balance represents the amount retained from ROPS 17-18 for payment of debt service.
2	Revenue/Income (Actual 06/30/19)	6,021,357	0	13,970,280	(118,958)	185,450	
	RPTTF amount should tie to the ROPS 18-19 total distribution from the County Auditor-Controller	547	36,300,213		210,808	36,206,821	
	Expenditures for ROPS 18-19 Enforceable Obligations (Actual 06/30/19)						
		6,021,904	36,300,213	13,970,280		25,327,224	
	Retention of Available Cash Balance (Actual 06/30/19) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)					10,833,775	
	ROPS 18-19 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 18-19 PPA form submitted to the CAC		No entry	required		45,822	
	Ending Actual Available Cash Balance (06/30/19) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$ 0	\$ 0	\$ 0	\$ 91,850	\$ 185,450	G6 balance was applied by DOF to ROPS Item #51 in ROPS 2020-21 and is therefore not available for use.

	Fontana Recognized Obligation Payment Schedule (ROPS 21-22) - Notes July 1, 2021 through June 30, 2022
Item #	Notes/Comments
25	
51	The requested amount includes the balance underpaid for FY 2019/20 (\$576,999) and the estimated amount due for FY 2021/22 (\$6,837,025) for a total of \$7,414,024.
53	
88	Debt service is split between ROPS A and B per bond indenture
89	Debt service is split between ROPS A and B per bond indenture
90	Fees are estimated
91	Debt service must be available beginning of calendar year per bond indenture
92	Fees are estimated
94	Amount represents invoices paid from other funds (Successor Agency revenue) for approved obligations where RPTTF funding requested during annual ROPS
	cycle was underestimated or inadvertantly omitted:
	ROPS 14-15A Item #84 \$ 7,046
	ROPS 14-15B Item #12 8,610
	ROPS 15-16B Item #8 21,318
	ROPS 15-16B Item #16 100
	ROPS 16-17 Item #35 86
	ROPS 16-17 Item #8 28,524
	ROPS 18-19 Item #84 19,280
	ROPS 19-20 Item #8 4,523
	ROPS 19-20 Item #13 2,250
	ROPS 19-20 Item #84 <u>82,391</u>
	TOTAL \$174,128