

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

January 10, 2022

FROM

GEORGE PIRSKO, Accounting Manager, 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 2022-23

RECOMMENDATION(S)

Adopt a **Resolution No. 2022-05** approving the Successor Agency to the Redevelopment Agency of the City of Fontana's Recognized Obligation Payment Schedule and administrative budget for Fiscal Year 2022-23.

(Presenter: George Pirsko, Accounting Manager, City of Fontana, (909) 350-7611)

BACKGROUND INFORMATION

California Health & Safety Code Section (HSC) 34177 requires the San Bernardino Countywide Oversight Board (CWOB) to approve the 2022-23 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 2022-23 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 of \$0.5 million, or 1.5%, requested in the amount required from the RPTTF from the last annual ROPS approved due to the ongoing effects of bond refinancing.

It is recommended the CWOB approve the Successor Agency's 2022-23 ROPS and administrative budget. The draft 2022-23 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 2022-23 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 2022-23

**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 2022-23**

Attachment C – Administrative Budget for Fiscal Year 2022-23

REVIEW BY OTHERS

This item has been reviewed by Auditor-Controller/Treasurer/Tax Collector on December 15, 2021 and San Bernardino Countywide Oversight Board Legal Counsel on December 15, 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 2022-23

Record of Action of the San Bernardino Countywide Oversight Board

APPROVED

Moved: Richard DeNava Seconded: Frederick Ang
Ayes: Frederick Ang, Valerie Clay, Richard DeNava, Cindy Saks, Acquanetta Warren
Absent: Kenneth Miller, Lawrence Strong

Lynna Monell, SECRETARY

BY 
DATED: January 10, 2022



cc: W/Resolution
File - San Bernardino Countywide Oversight w/attach
KS 01/18/2022

RESOLUTION NO. 2022-05

RESOLUTION OF THE SAN BERNARDINO COUNTYWIDE OVERSIGHT BOARD ADOPTING THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF FONTANA'S RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE BUDGET FOR FISCAL YEAR 2022-23

On Monday, January 10, 2022 on motion of San Bernardino Countywide Oversight Board Member DeNava, duly seconded by San Bernardino Countywide Oversight Board Member Ang 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 2022-23 to the Department of Finance is February 1, 2022.

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 Fontana's ROPS and administrative budget for Fiscal Year 2022-23 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, Valerie Clay,
Richard DeNava, Cindy Saks,
Acquanetta Warren

NOES: OVERSIGHT BOARD MEMBER:

ABSENT: OVERSIGHT BOARD MEMBER: Kenneth Miller, Lawrence Strong

* * * * *

STATE OF CALIFORNIA)
)
COUNTY OF SAN BERNARDINO) 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 10, 2022. #5 KS

LYNNA MONELL
Secretary to the San Bernardino Countywide
Oversight Board

By



Recognized Obligation Payment Schedule (ROPS 22-23) - Summary
Filed for the July 1, 2022 through June 30, 2023 Period

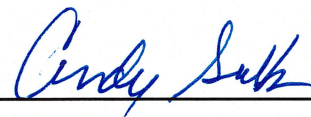
Successor Agency: City of Fontana
 County: San Bernardino

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)		22-23 A Total (July - December)	22-23 B Total (January - June)	ROPS 22-23 Total
A	Enforceable Obligations Funded as Follows (B+C+D):	\$ 9,672,878	\$ -	\$ 9,672,878
B	Bond Proceeds	-	-	-
C	Reserve Balance	9,498,750	-	9,498,750
D	Other Funds	174,128	-	174,128
E	Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 15,516,209	\$ 19,777,660	\$ 35,293,869
F	RPTTF	15,316,059	19,577,510	34,893,569
G	Administrative RPTTF	200,150	200,150	400,300
H	Current Period Enforceable Obligations (A+E):	\$ 25,189,087	\$ 19,777,660	\$ 44,966,747

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.

Cindy Saks Vice Chair

 Name Title

 January 10, 2022

 Signature Date

City of Fontana Recognized Obligation Payment Schedule (ROPS 22-23) - Report of Cash Balances
July 1, 2019 through June 30, 2020
(Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	
		Fund Sources						
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF		
	ROPS 19-20 Cash Balances (07/01/19 - 06/30/20)	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 07/01/19) RPTTF amount should exclude "A" period distribution amount	0	0	0	91,850	24,757	G1 changed from \$185,450 (the ending balance of ROPS 21-22 Cash Balance G6) to \$24,757 per DOF instructions.	
2	Revenue/Income (Actual 06/30/20) RPTTF amount should tie to the ROPS 19-20 total distribution from the County Auditor-Controller				255,596	34,296,762	F2-Investment interest \$39,909; fiscal agent interest \$20,240; Chaffey loan \$140,000; FETHAP payment \$50,000; San Gabriel Water payment \$8,269; GASB 31 \$-2,822.	
3	Expenditures for ROPS 19-20 Enforceable Obligations (Actual 06/30/20)			9,282,000		26,292,318		
4	Retention of Available Cash Balance (Actual 06/30/20) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)					8,018,600		
5	ROPS 19-20 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 19-20 PPA form submitted to the CAC	No entry required					10,601	
6	Ending Actual Available Cash Balance (06/30/20) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$ 0	\$ 0	\$ (9,282,000)	\$ 347,446	\$ 0		

City of Fontana Recognized Obligation Payment Schedule (ROPS 22-23) - Notes July 1, 2022 through June 30, 2023

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 inadvertently 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