

STAFF REPORT

TO: OVERSIGHT BOARD OF THE CITY OF GROVER BEACH SUCCESSOR AGENCY

FROM: GAYLA R. CHAPMAN, ADMINISTRATIVE SERVICES DIRECTOR

SUBJECT: APPROVING RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR JANUARY 1, 2014 TO JUNE 30, 2014 (ROPS 13-14B)

Gayla R. Chapman

BACKGROUND

On September 16, 2013 the City Council, as the Successor Agency, approved the Recognized Obligation Payment Schedule (ROPS 13-14B) for the six-month period of January 1, 2014 through June 30, 2014. The ROPS 13-14B lists the payment obligations that the Successor Agency to the dissolved Redevelopment Agency will be able to pay once the recognized obligation payments schedule (ROPS) has been certified and approved by the Oversight Board, subject to final review by the Department of Finance (DOF).

The ROPS are now designated as A or B. When the ROPS has a designation of A at the end it is from July 1 to December 31 of the year listed. When the ROPS has a designation of B at the end it is from January 1 to June 30.

DISCUSSION

The ROPS are required to list all of the redevelopment agency's monetary obligations that are enforceable within the meaning of the Redevelopment Dissolution Act and must include for each obligation:

1. The project name associated with the obligation;
2. The payee;
3. A short description of the nature of the work, product, service, facility, or other thing of value for which payment is to be made;
4. The amount of payment obligated to be made during the six month period; and
5. The funding source for the obligation.

The Successor Agency may only pay the obligations listed on the ROPS.

This is an ongoing process – an updated ROPS will be prepared every six months for Successor Agency and Oversight Board consideration and approval.

Approved for Forwarding:



ROBERT PERRAULT
CITY MANAGER

Please Review for

Potential Conflict of Interest:

- | | |
|--|-----------------------------------|
| <input checked="" type="checkbox"/> None Identified by Staff | <input type="checkbox"/> Vacant |
| <input type="checkbox"/> Laferriere | <input type="checkbox"/> Green |
| <input type="checkbox"/> Jarvis | <input type="checkbox"/> Hill |
| | <input type="checkbox"/> Peterson |
| | <input type="checkbox"/> Shepard |

Meeting Date: September 23, 2013

Agenda Item No. 2a

When the ROPS 13-14B is sent to the Department of Finance, it is also sent to the County Auditor-Controller. After the ROPS is approved it will be signed by the Oversight Board Chair and then forwarded to the State Department of Finance. The ROPS must be received by the Department of Finance by no later than October 1, 2013 or the Successor Agency will be subject to a \$10,000 fine per day.

ALTERNATIVES

The Oversight Board has the following alternatives:

1. Adopt the Resolution of the Oversight Board of the Successor Agency to the dissolved Grover Beach Improvement Agency approving the Recognized Obligation Payment Schedule (ROPS 13-14B) for the Period of January 1, 2014 through June 30, 2014 and authorize the City Manager to forward the Certified ROPS to the County Auditor-Controller and the Department of Finance before October 1, 2013;
2. Give alternative direction to staff.

RECOMMENDED ACTION

Adopt the Resolution of the Oversight Board of the Successor Agency to the dissolved Grover Beach Improvement Agency approving the Recognized Obligation Payment Schedule (ROPS 13-14B) for the period of January 1, 2014 through June 30, 2014 and authorize the City Manager to forward the Certified ROPS to the County Auditor-Controller and the Department of Finance before October 1, 2013.

FISCAL IMPACT

Adoption of the Resolution will allow the Successor Agency to pay the obligations listed on the ROPS. If the ROPS is not received by the Department of Finance by October 1, 2013, then the Successor Agency is subject to a \$10,000 per day fine.

PUBLIC NOTIFICATION

The agenda was posted in accordance with the Brown Act.

The agenda and staff report were sent to the County Administrative Officer, County Auditor-Controller, and the Department of Finance.

Attachments

1. Resolution adopting ROPS 13-14B (January 1, 2014 through June 30, 2014).

RESOLUTION NO. OB 13-

A RESOLUTION OF THE OVERSIGHT BOARD TO THE SUCCESSOR AGENCY TO THE DISSOLVED REDEVELOPMENT AGENCY OF THE CITY OF GROVER BEACH APPROVING AND ADOPTING A RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR THE PERIOD JANUARY 1, 2014 THROUGH JUNE 30, 2014, PURSUANT TO THE PROVISIONS SET FORTH IN HEALTH AND SAFETY CODE SECTION 34177(I)

WHEREAS, consistent with Health and Safety Code Section 34173(d), the City of Grover Beach elected to become the Successor Agency to the Grover Beach Improvement Agency; and

WHEREAS, Assembly Bill 1484, Chaptered on June 27, 2012 requires that Successor Agency's to former Redevelopment Agency's review, approve and forward the Recognized Obligation Payment Schedule (ROPS) to the Oversight Board in order to have the Oversight Board approval of the ROPS prior to September 30, 2013 for submission to the County Auditor-Controller and to the State Department of Finance no later than October 1, 2013

WHEREAS, the City Council of the City of Grover Beach by operation of law and by action duly and regularly taken became the successor agency to the dissolved redevelopment agency ("Successor Agency"); and

WHEREAS, pursuant to the requirements of AB 1484, the Successor Agency has prepared a Recognized Obligation Payment Schedule for the period January 1, 2014 through June 30, 2014; and

WHEREAS, the Oversight Board to the Successor Agency has been appointed pursuant to Health and Safety Code Section 34179; and

WHEREAS, the Successor Agency has presented the Recognized Obligation Payment Schedule described above to the Oversight Board for its approval pursuant to Health and Safety Code Section 34180(g).

NOW, THEREFORE, BE IT RESOLVED that the Oversight Board finds as follows:

Section 1. The forgoing Recitals are incorporated herein and made a part hereof.

Section 2. The Recognized Obligation Payment Schedule for the period January 1, 2014 through June 30, 2014, attached as "Exhibit A" to this Resolution, is hereby approved and adopted.

Section 3. The Board has authorized and directed Successor Agency staff to (1) post the Recognized Obligation Payment Schedule on the Successor Agency's website; (2) notify by mail or electronic means, the County Auditor-Controller, the State Department of Finance, and the State Controller of the Oversight Board's action approving and adopting the Recognized Obligation Payment Schedule; and (3) provide those offices with an address to the City's website where the Recognized Obligation Payment Schedule is posted.

Section 4. The City Clerk shall certify to the adoption of this Resolution.

On motion by Board Member, seconded by Board Member, and on the following roll-call vote, to wit:

AYES: Board Members –
NOES: Board Members -
ABSENT: Board Members -
ABSTAIN: Board Members -

the foregoing Resolution was **PASSED, APPROVED, and ADOPTED** at a special meeting of the Oversight Board, Grover Beach, California this 23th day of September 2013.

JOHN LAFERRIERE, CHAIR

DRAFT

Attest:

DONNA L. MCMAHON, CITY CLERK

Recognized Obligation Payment Schedule (ROPS 13-14B) - Summary

Filed for the January 1, 2014 through June 30, 2014 Period

Name of Successor Agency: Grover Beach
 Name of County: San Luis Obispo

Current Period Requested Funding for Outstanding Debt or Obligation		Six-Month Total
Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding Sources (B+C+D):		\$ -
A	Sources (B+C+D):	
B	Bond Proceeds Funding (ROPS Detail)	
C	Reserve Balance Funding (ROPS Detail)	
D	Other Funding (ROPS Detail)	
E	Enforceable Obligations Funded with RPTTF Funding (F+G):	\$ 469,949
F	Non-Administrative Costs (ROPS Detail)	419,949
G	Administrative Costs (ROPS Detail)	50,000
H	Current Period Enforceable Obligations (A+E):	\$ 469,949

Successor Agency Self-Reported Prior Period Adjustment to Current Period RPTTF Requested Funding		
I	Enforceable Obligations funded with RPTTF (E):	469,949
J	Less Prior Period Adjustment (Report of Prior Period Adjustments Column U)	(228,143)
K	Adjusted Current Period RPTTF Requested Funding (I-J)	\$ 241,806

County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding		
L	Enforceable Obligations funded with RPTTF (E):	469,949
M	Less Prior Period Adjustment (Report of Prior Period Adjustments Column AB)	
N	Adjusted Current Period RPTTF Requested Funding (L-M)	469,949

Certification of Oversight Board Chairman:
 Pursuant to Section 34177(m) 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 agency.

John Laferriere, Chair
 Name Title
 /s/ _____
 Signature Date

Recognized Obligation Payment Schedule (ROPS) 13-14B - Report of Fund Balances
(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.

A	B	C	D	E	F	G	H	I	J	K	
Fund Balance Information by ROPS Period		Fund Sources								Total	Comments
		Bond Proceeds		Reserve Balance		Other	RPTTF				
		Bonds Issued on or before 12/31/10	Bonds Issued on or after 01/01/11	Review balances retained for approved enforceable obligations	RPTTF balances retained for bond reserves	Rent, Grants, Interest, Etc.	Non-Admin	Admin			
ROPS III Actuals (01/01/13 - 6/30/13)											
1	Beginning Available Fund Balance (Actual 01/01/13) Note that for the RPTTF, 1 + 2 should tie to columns L and Q in the Report of Prior Period Adjustments (PPAs)	-	-	-	-	-	(24,395)		\$ (24,395)		
2	Revenue/Income (Actual 06/30/13) Note that the RPTTF amounts should tie to the ROPS III distributions from the County Auditor-Controller	-	-	-	-	-	409,215	125,639	\$ 534,854		
3	Expenditures for ROPS III Enforceable Obligations (Actual 06/30/13) Note that for the RPTTF, 3 + 4 should tie to columns N and S in the Report of PPAs	-	-	-	-	-	96,237	13,564	\$ 109,801		
4	Retention of Available Fund Balance (Actual 06/30/13) Note that the Non-Admin RPTTF amount should only include the retention of reserves for debt service approved in ROPS III	-	-	-	-	-			\$ -		
5	ROPS III RPTTF Prior Period Adjustment Note that the net Non-Admin and Admin RPTTF amounts should tie to columns O and T in the Report of PPAs.	No entry required						98,207	129,936	\$ 228,143	
6	Ending Actual Available Fund Balance (1 + 2 - 3 - 4 - 5)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 288,583	\$ 112,075	\$ 172,515		
ROPS 13-14A Estimate (07/01/13 - 12/31/13)											
7	Beginning Available Fund Balance (Actual 07/01/13) (C, D, E, G, and I = 4 + 6, F = H4 + F6, and H = 5 + 6)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 386,790	\$ 242,011	\$ 400,658		
8	Revenue/Income (Estimate 12/31/13) Note that the RPTTF amounts should tie to the ROPS 13-14A distributions from the County Auditor-Controller	-	-						\$ -		
9	Expenditures for 13-14A Enforceable Obligations (Estimate 12/31/13)	-	-						\$ -		
10	Retention of Available Fund Balance (Estimate 12/31/13) Note that the RPTTF amounts may include the retention of reserves for debt service approved in ROPS 13-14A	-	-						\$ -		
11	Ending Estimated Available Fund Balance (7 + 8 - 9 - 10)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 386,790	\$ 242,011	\$ 400,658		

Recognized Obligation Payment Schedule 13-14B - Notes

January 1, 2014 through June 30, 2014

Item #	Notes/Comments
1	Payments are due twice a year; August 1 and February 1 each year. June payment is to cover August 1, 2014 payment of \$192,381.25
2	Loan payments have now been scheduled on City Loans. Finding of Completion received. Oversight Board approved new amortization schedule on September 23, 2013
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6	Item 6 was denied by the Department of Finance. Funds for project have been distributed per the Department of Finance by the County of San Luis Obispo. Successor Housing Agency still owns Property. Since Housing Property, it is not to be included on the Long Range Property Management Plan.
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8	Remaining Funds to be used for staff time associated with the disposition of two parcels which were originally purchased for Low- and Moderate- Income housing. All but \$3,190 was used in FY 13. Placing remaining Housing Funds as available for the disposition of assets.
9	Only actual Salary and Benefits related to Successor Agency are to be paid for from this line item.
10	Includes all other administrative costs for the successor agency, including but not limited to: Advertising for meetings, Due Diligence Audit Costs, Legal Fees and Bond Disclosure Costs, etc.

For Several lines had to use 7/1/13 or 6/30/29 dates for contract execution and contract termination for the RAD to accept report