



## CITY COUNCIL STAFF REPORT

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**TO:** Honorable Mayor and City Council      **DATE:** September 21, 2020  
**FROM:** Matthew Bronson City Manager  
**PREPARED BY:** Annette Munoz, Finance Manager  
**SUBJECT:** Last and Final Recognized Obligation Payment Schedule

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### **RECOMMENDATION**

Adopt the Resolution approving the Last and Final Recognized Obligation Payment Schedule (L&F ROPS) and authorize the City Manager to present the L&F ROPS to the County Oversight Board for review and approval.

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### **BACKGROUND**

The Successor Agency to the Grover Beach Improvement Agency (former redevelopment agency) must submit a Recognized Obligation Payment Schedule (ROPS) to the County Oversight Board for approval prior to submission to the California State Department of Finance (DOF). Following redevelopment dissolution in 2012, this was done on a semi-annual basis and changed to an annual basis as of fiscal year 2015-2016.

After all agency obligations as set forth on the ROPS have been accepted as enforceable obligations by DOF, a successor agency is permitted to submit a Last and Final ROPS, covering all periods until all obligations are retired. Upon approval by DOF, the Last and Final ROPS shall establish the maximum amount of Redevelopment Property Tax Trust Funds (RPTTF) to be distributed to the Successor Agency for each remaining fiscal year until all obligations have been fully paid.

This ROPS presented for approval before the City Council is designated as being the Last and Final ROPS, covering the period from July 1, 2021 to December 31, 2035. This Last and Final ROPS can be submitted at any time, and DOF has 100 days within which to approve or disapprove the request. If the Last and Final ROPS is approved less than 15 days before the date of the property tax distribution, it shall not be effective until the subsequent RPTTF distribution period.

Staff is again working with outside consultant Kelly Wyatt, formerly an employee of the State Department of Finance, to complete the Last and Final ROPS for submittal to the County Oversight Board and DOF.

The Last and Final ROPS is scheduled for adoption at the next regular meeting of the County Oversight Board scheduled for November 13, 2020.

### **FISCAL IMPACT**

Adoption of the Resolution, subject to timely approval by DOF, will authorize the Successor Agency to the City of Grover Beach to receive RPTTF for payment of Successor Agency obligations for each remaining fiscal year on a bi-annual basis until all approved enforceable obligations have been fully paid.

### **ALTERNATIVES**

The Council sitting as the Successor Agency, has the following alternatives to consider:

1. Adopt the Resolution approving the draft Last and Final Recognized Obligation Payment Schedule, or
2. Do not adopt the Resolution approving the draft Last and Final Recognized Obligation Payment Schedule and provide alternate direction to staff, including continued annual preparation of the Recognized Obligation Payment Schedules and submission to the city council, county oversight board, and the Department of Finance for approval and continued RPTTF funding.

### **PUBLIC NOTIFICATION**

The agenda was posted in accordance with the Brown Act

### **ATTACHMENTS**

1. Draft Resolution, Exhibit A – Draft Last and Final ROPS

RESOLUTION NO. SA20-

**A RESOLUTION OF THE SUCCESSOR AGENCY TO THE DISSOLVED GROVER BEACH IMPROVEMENT AGENCY APPROVING AND ADOPTING A DRAFT OF THE LAST AND FINAL RECOGNIZED OBLIGATION PAYMENT SCHEDULE PURSUANT TO HEALTH AND SAFETY CODE SECTION 34191.6**

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

**WHEREAS** Assembly Bill 1484, Chaptered on June 27, 2012, as amended, requires that successor agencies to former Redevelopment Agencies review, approve and forward Recognized Obligation Payment Schedules (ROPS) to the County Oversight Board (COB), and

**WHEREAS** pursuant to HSC section 34191.6 a successor agency may submit a Last and Final ROPS (L&F ROPS) for approval by the COB, subject to final review by the Department of Finance (DOF), if the conditions prescribed by that section have been met, and

**WHEREAS**, the Successor Agency to the City of Grover Beach meets all of the conditions of HSC section 34191.6 and has prepared its Last and Final ROPS covering the period from July 1, 2021, up to and including December 31, 2035, and prepared in accordance with the Dissolution Act and the format made available by DOF, a copy of which is attached as Exhibit A to this resolution, and

**WHEREAS**, HSC section 34191.6 (b) (2) requires that the L&F ROPS shall include the total outstanding obligation and a schedule of remaining payments for each enforceable obligation, and

**WHEREAS**, DOF shall have 100 days to review the L&F ROPS and may make any amendments or changes agreed to by the successor agency in writing. Once approved by DOF, the L&F ROPS shall become effective on the first day of the subsequent Redevelopment Property Tax Trust Fund distribution period. If the Last and Final ROPS is approved less than 15 days before the date of the property tax distribution, it shall not be effective until the subsequent RPTTF distribution period.

**NOW, THEREFORE, BE IT RESOLVED** by the City of Grover Beach City Council, acting as Successor Agency to the dissolved Grover Beach Improvement Agency:

**THAT** the Last and Final Recognized Enforceable Obligation Payment Schedule for the period July 1, 2021 to December 31, 2035 is adopted in substantially the form attached to this Resolution as Exhibit A; and

**THAT** the City Manager is hereby directed and authorized to take any action necessary to carry out the purpose of this Resolution and to ensure compliance with the provisions of the Health and Safety Code including, but not limited to, submittal of the Last and Final ROPS to the County Oversight Board for approval and, thereafter, to the County Auditor-Controller and to the State Department of Finance.

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

AYES: Council Members –  
NOES: Council Members –  
ABSENT: Council Members –  
ABSTAIN: Council Members –

the foregoing Resolution was **PASSED, APPROVED, and ADOPTED** at a Regular meeting of the City Council of the City of Grover Beach, California this 21<sup>st</sup> day of September 2020.

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JEFF LEE, MAYOR

Attest:

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WENDI SIMS, CITY CLERK

**Last and Final Recognized Obligation Payment Schedule (ROPS) - Overall Summary  
Filed for the July 1, 2021 through December 31, 2035 Period**

Successor Agency: Grover Beach  
 County: San Luis Obispo  
 Initial ROPS Period: ROPS 21-22A  
 Final ROPS Period: ROPS 35-36A

Requested Funding for Enforceable Obligations	Total Outstanding Obligation
<b>A Enforceable Obligations Funded as Follows (B+C):</b>	<b>\$ 290,100</b>
B Bond Proceeds	290,100
C Other Funds	0
<b>D Redevelopment Property Tax Trust Fund (RPTTF) (E+F):</b>	<b>\$ 4,094,747</b>
E RPTTF	3,935,247
F Administrative RPTTF	159,500
<b>G Total Outstanding Enforceable Obligations (A+D):</b>	<b>\$ 4,384,847</b>

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 agency.

\_\_\_\_\_  
 Name Title

/s/ \_\_\_\_\_  
 Signature Date

**Grover Beach Last and Final Recognized Obligation Payment Schedule (ROPS) - ROPS Detail**  
**July 1, 2021 through December 31, 2035**

<b>A Period July - December</b>					
ROPS Period	Fund Sources				Six-Month Total
	Bond Proceeds	Other Funds	RPTTF	Admin RPTTF	
	\$ 283,350	\$ 0	\$ 3,357,997	\$ 82,500	\$ 3,723,847
ROPS 19-20A	-	0	0	0	0
ROPS 20-21A	-	0	0	0	0
ROPS 21-22A	-	0	237,347	5,500	242,847
ROPS 22-23A	-	0	215,500	5,500	221,000
ROPS 23-24A	-	0	216,875	5,500	222,375
ROPS 24-25A	-	0	223,125	5,500	228,625
ROPS 25-26A	-	0	224,125	5,500	229,625
ROPS 26-27A	-	0	230,000	5,500	235,500
ROPS 27-28A	-	0	235,625	5,500	241,125
ROPS 28-29A	-	0	241,000	5,500	246,500
ROPS 29-30A	-	0	241,125	5,500	246,625
ROPS 30-31A	-	0	246,125	5,500	251,625
ROPS 31-32A	-	0	255,875	5,500	261,375
ROPS 32-33A	-	0	260,250	5,500	265,750
ROPS 33-34A	-	0	264,375	5,500	269,875
ROPS 34-35A	6,600	0	266,650	5,500	278,750
ROPS 35-36A	276,750	0	0	5,500	282,250
ROPS 36-37A	-	0	0	0	0
ROPS 37-38A	-	0	0	0	0
ROPS 38-39A	-	0	0	0	0
ROPS 39-40A	-	0	0	0	0
ROPS 40-41A	-	0	0	0	0
ROPS 41-42A	-	0	0	0	0
ROPS 42-43A	-	0	0	0	0
ROPS 43-44A	-	0	0	0	0
ROPS 44-45A	-	0	0	0	0
ROPS 45-46A	-	0	0	0	0

<b>B Period January - June</b>						Twelve-Month Total
ROPS Period	Fund Sources				Six-Month Total	
	Bond Proceeds	Other Funds	RPTTF	Admin RPTTF		
	\$ 6,750	\$ 0	\$ 577,250	\$ 77,000	\$ 661,000	\$ 4,384,847
ROPS 19-20B	0	0	0	0	0	0
ROPS 20-21B	0	0	0	0	0	0
ROPS 21-22B	0	0	70,500	5,500	76,000	318,847
ROPS 22-23B	0	0	66,875	5,500	72,375	293,375
ROPS 23-24B	0	0	63,125	5,500	68,625	291,000
ROPS 24-25B	0	0	59,125	5,500	64,625	293,250
ROPS 25-26B	0	0	55,000	5,500	60,500	290,125
ROPS 26-27B	0	0	50,625	5,500	56,125	291,625
ROPS 27-28B	0	0	46,000	5,500	51,500	292,625
ROPS 28-29B	0	0	41,125	5,500	46,625	293,125
ROPS 29-30B	0	0	36,125	5,500	41,625	288,250
ROPS 30-31B	0	0	30,875	5,500	36,375	288,000
ROPS 31-32B	0	0	25,250	5,500	30,750	292,125
ROPS 32-33B	0	0	19,375	5,500	24,875	290,625
ROPS 33-34B	0	0	13,250	5,500	18,750	288,625
ROPS 34-35B	6,750	5,500	0	5,500	12,250	291,000
ROPS 35-36B	0	0	0	0	0	282,250
ROPS 36-37B	0	0	0	0	0	0
ROPS 37-38B	0	0	0	0	0	0
ROPS 38-39B	0	0	0	0	0	0
ROPS 39-40B	0	0	0	0	0	0
ROPS 40-41B	0	0	0	0	0	0
ROPS 41-42B	0	0	0	0	0	0
ROPS 42-43B	0	0	0	0	0	0
ROPS 43-44B	0	0	0	0	0	0
ROPS 44-45B	0	0	0	0	0	0
ROPS 45-46B	0	0	0	0	0	0