



CITY COUNCIL STAFF REPORT

TO: Honorable Mayor and City Council **DATE:** December 7, 2020
FROM: Matthew Bronson City Manager
PREPARED BY: Annette Munoz, Finance Manager
SUBJECT: Annual 2021-22 Recognized Obligation Payment Schedule

RECOMMENDATION

Adopt the Resolution approving the 2021-22 Recognized Obligation Payment Schedule (ROPS) and authorize the City Council, sitting as Successor Agency to the Grover Beach Improvement Agency, to present the ROPS to the County Oversight Board for its consideration and approval.

BACKGROUND

Pursuant to State law, the Successor Agency to the Grover Beach Improvement Agency must review and approve a Recognized Obligation Payment Schedule (ROPS) to submit to the County Oversight Board and, once approved, sent to the State. The ROPS is produced on an annual basis and this ROPS before the Successor Agency for approval is designated as being from July 1, 2021, to June 30, 2022.

Staff is again working with outside consultant Kelly Wyatt, formerly an employee of the State Department of Finance, to complete the ROPS for submittal to the County Oversight Board and the State. The deadline to submit the July 1, 2021 to June 30, 2021 ROPS to the County Auditor-Controller and the State Department of Finance is February 1, 2021. Pending Council approval, the ROPS for FY 2021-22 is scheduled for adoption at the next regular meeting of the County Oversight Board scheduled for January 21, 2021.

The Council previously approved the Successor Agency's Last and Final ROPS on September 21, 2020 covering the period July 1, 2021 to December 31, 2035, which was subsequently adopted at the November 13, 2020 Regular Meeting of the County Oversight Board and submitted to the State for approval. The State has 100 days within which to approve the Last and Final ROPS and if approved prior to the February 1, 2021 deadline for submission of this ROPS for FY 2021-22, the Last and Final ROPS will supersede the annual ROPS.

FISCAL IMPACT

There is no fiscal impact from this action.

ALTERNATIVES

The Council has the following alternatives to consider:

1. Adopt the Resolution approving the draft Recognized Obligation Payment Schedule, or

2. Do not adopt the Resolution approving the draft Recognized Obligation Payment Schedule and provide alternate direction to staff.

PUBLIC NOTIFICATION

The agenda was posted in accordance with the Brown Act.

Attachments

1. Resolution, Exhibit A – Annual ROPS 2021-22

RESOLUTION NO. SA-20-

**A RESOLUTION OF THE SUCCESSOR AGENCY TO THE
DISSOLVED GROVER BEACH IMPROVEMENT AGENCY
APPROVING AND ADOPTING A DRAFT OF THE RECOGNIZED
OBLIGATION PAYMENT SCHEDULE PURSUANT TO HEALTH
AND SAFETY CODE SECTION 34177 (I)**

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, requires that Successor Agencies to former Redevelopment Agencies review, approve, and forward Recognized Obligation Payment Schedules (ROPS) to the County Oversight Board in order to have the County Oversight Board's approval of the ROPS prior to January 31, 2021, for submission to the County Auditor Controller and to the State Department of Finance by no later than February 1, 2021.

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 Recognized Obligation Payment Schedule for July 1, 2021 to June 30, 2022 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 ROPS to the County Oversight Board for approval, and to the County Auditor-Controller and State Department of Finance once approved by the County Oversight Board.

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 7th day of December, 2020.

JEFF LEE, MAYOR

Attest:

WENDI SIMS, CITY CLERK

Exhibit A

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

Successor Agency: Grover Beach

County: San Luis Obispo

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)	21-22A Total (July - December)	21-22B Total (January - June)	ROPS 21-22 Total
A Enforceable Obligations Funded as Follows (B+C+D)	\$ -	\$ -	\$ -
B Bond Proceeds	-	-	-
C Reserve Balance	-	-	-
D Other Funds	-	-	-
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G)	\$ 242,847	\$ 76,000	\$ 318,847
F RPTTF	237,347	70,500	307,847
G Administrative RPTTF	5,500	5,500	11,000
H Current Period Enforceable Obligations (A+E)	\$ 242,847	\$ 76,000	\$ 318,847

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.

Name Title

/s/ _____
Signature Date

Grover Beach
Recognized Obligation Payment Schedule (ROPS 21-22) - ROPS Detail
July 1, 2021 through June 30, 2022

A	B	C	D	E	F	G	H	I	J	K	O	P	Q	U	V	W
Item #	Project Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Project Area	Total Outstanding Obligation	Retired	ROPS 21-22 Total	ROPS 21-22A (Jul - Dec)		21-22A Total	ROPS 21-22B (Jan - Jun)		21-22B Total
											Fund Sources			Fund Sources		
											RPTTF	Admin RPTTF		RPTTF	Admin RPTTF	
								\$318,847		\$318,847	\$237,347	\$5,500	\$242,847	\$70,500	\$5,500	\$76,000
1	Series 2005 Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	12/22/2005	08/01/2035	Union Bank of California	Bonds issued to fund non-housing projects (June amount is for the August 1, 2014 put due to Union Bank)	IA One	279,375	N	\$279,375	208,875	-	\$208,875	70,500	-	\$70,500
2	Water Fund Loan	City/County Loan (Prior 06/28/11), Cash exchange	06/06/2011	06/30/2029	Grover Beach Water Fund	Loan for Agency Start-up Costs	IA One	28,472	N	\$28,472	28,472	-	\$28,472	-	-	\$-
3	Wastewater Fund Loan	City/County Loan (Prior 06/28/11), Cash exchange	06/06/2011	06/30/2023	Grover Beach Wastewater Fund	Loan for Agency costs for W. Grand Avenue Project	IA One	-	N	\$-	-	-	\$-	-	-	\$-
8	Administrative Costs	Admin Costs	07/01/2017	06/30/2018	Various Employees and Vendors	Administrative Costs as approved in the Successor Agency Budget.	IA One	11,000	N	\$11,000	-	5,500	\$5,500	-	5,500	\$5,500
12	Series 2005 Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	12/22/2005	08/01/2035	Union Bank of California	Reimbursement for July 2011 debt service payment	IA One	-	N	\$-	-	-	\$-	-	-	\$-

Grover Beach
Recognized Obligation Payment Schedule (ROPS 21-22) - Report of Cash Balances
July 1, 2018 through June 30, 2019
(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
		Fund Sources					
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF	
	ROPS 18-19 Cash Balances (07/01/18 - 06/30/19)	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 07/01/18) RPTTF amount should exclude "A" period distribution amount.	287,778		109,137	8,478	85,125	RPTTF: \$27,357 PPA for 19-20 \$57,768 PPA for 20-21 Total PPA retained \$85,125
2	Revenue/Income (Actual 06/30/19) RPTTF amount should tie to the ROPS 18-19 total distribution from the County Auditor-Controller	10,362				433,428	Adjustment made in Bonds to agree with Trial Balance
3	Expenditures for ROPS 18-19 Enforceable Obligations (Actual 06/30/19)	4,555		109,137	8,478	433,428	
4	Retention of Available Cash Balance (Actual 06/30/19) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)					85,125	PPA from 16-17, applied to 19-20: \$27,357 PPA from 17-18, applied to 20-21: \$57,768
5	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				
6	Ending Actual Available Cash Balance (06/30/19) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$293,585	\$-	\$-	\$-	\$-	

Grover Beach
Recognized Obligation Payment Schedule (ROPS 21-22) - Notes
July 1, 2021 through June 30, 2022

Item #	Notes/Comments
1	
2	
3	
8	
12	