



CITY OF ESCONDIDO

201 North Broadway
Escondido, CA 92025

Oversight Board to the Successor Agency of the Escondido Redevelopment Agency

Tuesday
September 9, 2014

10:00 AM

Mitchell Room

1. **Approval of Minutes:** July 8, 2014

2. **Oral Communications**

“Under State law, all items under Oral Communications can have no action and will be referred to the staff for administrative action or scheduled on a subsequent agenda.”

This is the opportunity for members of the public to address the subcommittee on any item of business within the jurisdiction of the subcommittee.

3. **Adoption of Resolution No. OB 2014-04 Approving Recognized Obligation Payment Schedule (ROPS 14-15B) for January 2015 thru June 2015**

Resolution No. OB 2014-04

4. **Adjournment**

CITY OF ESCONDIDO

**MINUTES OF THE REGULAR MEETING
OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY OF
THE ESCONDIDO REDEVELOPMENT AGENCY**

July 8, 2014

The regular meeting of the Oversight Board of the Successor Agency of the Escondido Redevelopment Agency was called to order at 10:00 a.m., by Chairman Phillips in the Mitchell Room at City Hall, 201 North Broadway, Escondido, California.

Board Members Present: Chairman Phillips, Boardmember Simonson, Boardmember McNamara, Boardmember Yerxa, and Boardmember Baranowski.

Commissioners absent: Boardmember Baker.

Staff present: Jennifer McCain, Deputy City Attorney; Joan Ryan, Finance Manager; Christina Holmes, Revenue Manager; Debra Lundy, Real Property Manager; Sheryl Bennett, Director of Administrative Services; and Ty Paulson, Minutes Clerk.

MINUTES:

Moved by Boardmember Baranowski, seconded by Boardmember Yerxa, to approve the minutes of the February 11, 2014 meeting.

ORAL COMMUNICATIONS: None.

3. Approval of Revised Long Range Property Management Plan for the City of Escondido as the Successor Agency for the Escondido Redevelopment Agency (Resolution No. OB-2014-03)

Ms. Ryan referenced the staff report and noted staff recommended that the Oversight Board adopt Resolution No. OB2014-03 approving the Revised Long Range Property Management Plan for the City of Escondido as the Successor Agency for the Escondido Redevelopment Agency.

Boardmember McNamara and Chairman Phillips discussed the history regarding how City Hall fell under the Redevelopment Agency.

Boardmember Baranowski asked if the Valley Parkway parking lot was being designated as a governmental parking lot due to being used by City employees.

patrons, and the public. Boardmember Baranowski asked if the subject parking lot was public. Ms. Lundy replied in the affirmative. Chairman Phillips noted that City employees had been notified not to park in this lot.

Boardmember McNamara and Chairman Phillips discussed hypothetical situations for authority over City Hall or CCAE.

Discussion ensued regarding the purpose for the original redevelopment agency agreements.

ACTION:

Moved by Boardmember Baranowski, seconded by Boardmember Simonson, to approve staff's recommendation. Motion carried unanimously.

4. Approval of Recognized Obligation Payment Schedule (ROPS 14-15A) for June thru December 2014

Ms. Ryan referenced the staff report and noted staff recommended the Board receive and file the financial report.

Boardmember Baranowski requested information regarding the bond balance. Chairman Phillips asked that staff provide this information to the Board.

ACTION:

Moved by Boardmember Baranowski, seconded by Boardmember Simonson, to approve staff's recommendation. Motion carried unanimously.

Boardmember Simonson asked for an update at the next meeting on the current pending lawsuit with the State.

ADJOURNMENT:

Chairman Phillips adjourned the meeting at 10:15 am.

Clay Phillips, Chairman

Ty Paulson, Minutes Clerk

**OVERSIGHT BOARD TO THE
SUCCESSOR AGENCY OF THE
ESCONDIDO REDEVELOPMENT AGENCY**

Agenda Item No.: **3**
Date: September 9, 2014

TO: Members of the Oversight Board
FROM: Joan Ryan, Finance Manager
SUBJECT: Adoption of Resolution No. OB 2014-04 Approving Recognized Obligation Payment Schedule (ROPS 14-15B) for January 2015 thru June 2015

RECOMMENDATION:

It is requested that the Oversight Board approve Resolution No. OB 2014-04 to adopt the Recognized Obligation Payment Schedule (ROPS 14-15B) so that the Successor Agency may continue to make payments due for enforceable obligations.

FISCAL ANALYSIS:

The Oversight Board is responsible for approving the Successor Agency payment schedule for obligations of the Redevelopment Agency and forwarding this schedule to the State for additional approval. Once approved by the State, the County of San Diego will fund the payments from the County Redevelopment Property Tax Trust Fund (RPTTF).

BACKGROUND:

As part of the State of California's Dissolution of Redevelopment, the City as Successor Agency is required to adopt a Recognized Obligation Payment schedule and have it approved by the Oversight Board. This Obligation schedule lists payments to be made in the January 2015 to June 2015 period. These payments are for the following: 2007A and B Lease Revenue Bonds (\$677,292), bond expenses (\$9,500), CalHFA loans (\$1,820,000), Successor Agency property utilities (\$14,000), and administrative costs (\$148,000) of the City.

Respectfully submitted,



Joan Ryan,
Assistant Finance Director

RESOLUTION NO. OB 2014-04

A RESOLUTION OF THE REDEVELOPMENT
OVERSIGHT BOARD APPROVING A
RECOGNIZED OBLIGATION PAYMENT
SCHEDULE FOR JANUARY 2015 THRU
JUNE 2015 PURSUANT TO HEALTH AND
SAFETY CODE SECTION 34177

WHEREAS, pursuant to authorizing Resolution No. 2012-16, the City Council of the City of Escondido elected to serve as the Successor Agency and Successor Housing Agency to the Escondido Redevelopment Agency; and

WHEREAS, pursuant to Health and Safety Code Section 34177, successor agencies are required to make payments due for enforceable obligations and adopt a Recognized Obligation Payment Schedule ("ROPS") and submit this schedule to an Oversight Board; and

WHEREAS, the Oversight Board is to approve the ROPS and forward to the State Department of Finance

NOW, THEREFORE, THE OVERSIGHT BOARD OF THE CITY OF ESCONDIDO, CALIFORNIA, RESOLVES AS FOLLOWS:

1. That the above recitations are true.
2. That the Oversight Board to the Escondido Redevelopment Successor Agency, hereby approves the ROPS for the period of January 2015 to June 2015, which is attached hereto as Exhibit "A" and incorporated by this reference.

Recognized Obligation Payment Schedule (ROPS 14-15B) - Summary
 Filed for the January 1, 2015 through June 30, 2015 Period

Name of Successor Agency: Escondido
 Name of County: San Diego

<u>Current Period Requested Funding for Outstanding Debt or Obligation</u>		<u>Six-Month Total</u>
<u>Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding</u>		
A	Sources (B+C+D):	<u>\$ 14,000</u>
B	Bond Proceeds Funding (ROPS Detail)	-
C	Reserve Balance Funding (ROPS Detail)	-
D	Other Funding (ROPS Detail)	14,000
E	Enforceable Obligations Funded with RPTTF Funding (F+G):	<u>\$ 2,654,792</u>
F	Non-Administrative Costs (ROPS Detail)	2,506,792
G	Administrative Costs (ROPS Detail)	148,000
H	Current Period Enforceable Obligations (A+E):	<u>\$ 2,668,792</u>

<u>Successor Agency Self-Reported Prior Period Adjustment to Current Period RPTTF Requested Funding</u>		
I	Enforceable Obligations funded with RPTTF (E):	2,654,792
J	Less Prior Period Adjustment (Report of Prior Period Adjustments Column S)	(14,039)
K	Adjusted Current Period RPTTF Requested Funding (I-J)	<u>\$ 2,640,753</u>

<u>County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding</u>		
L	Enforceable Obligations funded with RPTTF (E):	2,654,792
M	Less Prior Period Adjustment (Report of Prior Period Adjustments Column AA)	-
N	Adjusted Current Period RPTTF Requested Funding (L-M)	<u>2,654,792</u>

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.

_____	Name	_____	Title
/s/	_____	_____	_____
_____	Signature	_____	Date

Recognized Obligation Payment Schedule (ROPS 14-15B) - ROPS Detail
 January 1, 2015 through June 30, 2015
 (Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	I	J	K					P	
										Funding Source			N	O		P
Item #	Item Name / Debt Obligation Type	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Retired	Non-Redevelopment Property Tax Trust Fund (Non-RPTTF)	RPTTF	Admin	Six-Month Total				
2	2007A Lease Revenue Bonds	Revenue Bonds Issued On or Before 12/31/10	1/25/2007	9/1/2018	Bank of New York	Bond Payment	Esc. Redev.	\$ 18,675,000	N							
3	2007B Lease Revenue Bonds	Revenue Bonds Issued On or Before 12/31/10	1/25/2007	9/1/2018	Bank of New York	Bond Payment	Esc. Redev.	1,750,000	N							
4	Bond Expense	Fees	1/10/1992	9/1/2018	Bank of New York	Bond Trustee Admin Fees	Esc. Redev.	9,500	N							
5	Bond Debt Obligation Reserve	Reserves	1/25/2007	9/1/2018	Bank of New York	Payment per AB 1484, Section 341710(k)(1)(A)	Esc. Redev.	-	N							
6	Loan Repayment to General Fund	City/County Loans On or Before 6/27/15	8/15/1994	12/31/2035	City of Escandido	Program Administration to assist in the implementation of the Redevelopment Plan	Esc. Redev.	994,775	N							
7	Loan Repayment to Traffic Impact Fund	City/County Loans On or Before 6/27/11	8/15/1994	12/31/2035	City of Escandido	Capital Improvement-Nordahl bridge improvements	Esc. Redev.	3,399,292	N							
8	Loan Repayment to Housing Set Aside Fund	SERRAFERAF	8/15/1994	4/30/2016	City of Escandido	ERAF (Educational Revenue Augmentation Fund) Payments	Esc. Redev.	4,525,000	N							
9	CAHFA Loans	OP&DD&Cons Inducion	10/31/2003	6/30/2018	CAHFA	Affordable Housing Projects	Esc. Redev.	295,000	N							
10	Employee Costs-Admin. Fee	Admin Costs	7/1/2011	9/30/2018	Employees of City of Escandido	Administration	Esc. Redev.	6,000	N							
24	Utilities	Property Maintenance	5/31/2012	6/30/2015	SD&K&E	Successor Agency Property-Gas & Electric costs	Esc. Redev.	6,000	N							
25	Property Management Expenses	Property Maintenance	1/25/2013	6/30/2015	Various	Successor Agency Property Management costs	Esc. Redev.	5,000	N							
26	Loan Repayment to General Fund	Miscellaneous	8/15/1994	12/31/2035	City of Escandido	Program Administration	Esc. Redev.	3,000	N							
27	Utilities	Property Maintenance	7/1/2013	6/30/2015	City of Escandido	Successor Agency Property-Water Costs	Esc. Redev.	3,000	N							
28	Utilities	Property Maintenance	7/1/2013	6/30/2015	Steven Smith Landscape	Successor Agency Property-Landscapeing maintenance	Esc. Redev.	3,000	N							

Recognized Obligation Payment Schedule (ROPS 14-15B) - Report of Cash 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. For tips on how to complete the Report of Cash Balances Form, see https://rad.dof.ca.gov/rad-sa/pdf/Cash_Balance_Agency_Tips_Sheet.pdf.

A	B	C	D	Fund Sources				H	I	
				Bond Proceeds	Prior ROPS Reserve Balance and DDR RPTTF balances retained	Prior ROPS RPTTF distributed as reserve for future period(s)	Other			RPTTF
Cash Balance Information by ROPS Period										
ROPS 13-14B Actuals (01/01/14 - 06/30/14)										
1	Beginning Available Cash Balance (Actual 01/01/14)							42,319	638,326	
2	Revenue/Income (Actual 06/30/14)							894,621	1,611,445	
3	Expenditures for ROPS 13-14B Enforceable Obligations (Actual 06/30/14)								1,597,406	
4	Retention of Available Cash Balance (Actual 06/30/14)									
5	RPTTF amount retained should only include the amounts distributed for debt service reserve(s) approved in ROPS 13-14B									
6	ROPS 13-14B RPTTF Prior Period Adjustment									
7	RPTTF amount should tie to the self-reported ROPS 13-14B PPA in the Report of PPA, Column S								14,039	
8	Ending Actual Available Cash Balance							936,940	638,326	
9	C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)									
ROPS 14-15A Estimate (07/01/14 - 12/31/14)										
10	Beginning Available Cash Balance (Actual 07/01/14)							936,940	652,365	
11	Revenue/Income (Estimate 12/31/14)								6,854,690	
12	RPTTF amounts should tie to the ROPS 14-15A distribution from the County Auditor-Controller during June 2014								7,493,016	
13	Expenditures for ROPS 14-15A Enforceable Obligations (Estimate 12/31/14)									
14	Retention of Available Cash Balance (Estimate 12/31/14)									
15	RPTTF amount retained should only include the amount distributed for debt service reserve(s) approved in ROPS 14-15A									
16	Ending Estimated Available Cash Balance (7 + 8 - 9 - 10)							894,621	14,039	

Recognized Obligation Payment Schedule (ROPS 14-15B) - Report of Prior Period Adjuster
 Reported for the ROPS 13-14B (January 1, 2014 through June 30, 2014) Period Pursuant to Health and Safety Code (HSC) Section 17920.5
 (Report Amounts in Whole Dollars)

Item #	Project Name / Debt Obligation	Non-RPTTF Expenditures						RPTTF Expenditures						NET SA Non-Admin PPA (Amount Used to Offset ROPS 14-15B Requested RPTTF)	SA Comments
		Bond Proceeds	Reserve Balance	Other Funds	Authorized	Available RPTTF (ROPS 13-14B distributed + all other available as of 01/1/14)	Net Lessee of Authorized / Available	Actual	Difference (If K is less than L, the difference is zero)	Authorized	Available RPTTF (ROPS 13-14B distributed + all other available as of 01/1/14)	Net Lessee of Authorized / Available	Actual		
2	2007A Lease Revenue Bonds	-	-	-	-	\$ 1,462,617	\$ 1,462,617	\$ 1,459,939	\$ 2,678	\$ 148,828	\$ 148,828	\$ 137,467	\$ 11,361	\$ 14,039	
3	2007B Lease Revenue Bonds	-	-	-	-	569,375	569,375	569,375	-	-	-	-	-	-	
7	Loan Repayment to Traffic Impact Fund	-	-	-	-	297,007	297,007	297,007	-	-	-	-	-	-	
14	Pass Through Agreement	-	-	-	-	343,616	343,616	343,616	-	-	-	-	-	-	
19	Pass Through Agreement	-	-	-	-	218,217	218,217	218,217	-	-	-	-	-	-	
20	Pass Through Agreement	-	-	-	-	215	215	215	-	-	-	-	-	-	
21	Pass Through Agreement	-	-	-	-	359	359	359	-	-	-	-	-	-	
22	Pass Through Agreement	-	-	-	-	6,011	6,011	6,011	-	-	-	-	-	-	
23	Pass Through Agreement	-	-	-	-	6,817	6,817	6,817	-	-	-	-	-	-	
24	Utilities	-	-	-	-	6,000	6,000	4,320	1,680	-	-	-	-	1,680	
27	Utilities	-	-	-	-	5,000	5,000	4,002	998	-	-	-	-	998	

ROPS 13-14B Successor Agency (SA) Self-reported Prior Period Adjustments (PPA): Pursuant to HSC Section 34186 (a) SAs are required to report the difference between their actual available funding and their actual expenditures for the ROPS 13-14B (January through June 2014) period. The amount of Redevelopment Property Tax Trust Fund (RPTTF) approved for the ROPS 14-15B (January through June 2015) period will be offset by the SA's self-reported ROPS 13-14B prior period adjustment. HSC Section 34186 (a) also specifies that the prior period adjustments self-reported by SAs are subject to audit by the county auditor-controller (CAC) and the State Controller.

