



City of Calimesa
**Special Meeting of the
Oversight Board for Successor Agency to the
Calimesa Redevelopment Agency**

AGENDA

Tuesday, January 24, 2017

10:00 a.m.

Norton Younglove Multipurpose Senior Center
908 Park Avenue, Calimesa, CA 92320

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in a City meeting or other services offered by this City, please contact the City Clerk's Office, (909) 795-9801. Notification of at least 48 hours prior to the meeting or time when services are needed will assist the City staff in assuring that reasonable arrangements can be made to provide accessibility to the meeting or service.

Any public writings distributed by the City to at least a majority of the Board Members regarding any item on this Oversight Board meeting agenda will be made available at the public counter at City Hall located at 908 Park Avenue, Calimesa, CA 92320

CALL TO ORDER

ROLL CALL: CHAIRPERSON JEFF DAVIS, VICE-CHAIRPERSON BILL DAVIS, BOARD MEMBER JOHNSON, BOARD MEMBER DALEY, BOARD MEMBER VENABLE, BOARD MEMBER HERNANDEZ AND BOARD MEMBER SEVERNS.

STAFF: BOARD SECRETARY GERDES AND DOUG ANDERSON, URBAN FUTURES

PLEDGE OF ALLEGIANCE

COMMUNICATIONS FROM THE PUBLIC

Anyone wishing to address the Board on any item within the Board's jurisdiction that is not on the agenda may do so at this time. This is not a time for Board Member comment or action, but the Board may ask questions for clarification or make a referral to staff for factual information to be reported back to the Board at a later meeting.

APPROVAL OF THE AGENDA

RECOMMENDATION: Move to approve the agenda

Motion _____ Second _____ Vote _____

BUSINESS ITEMS

1. APPROVAL OF ACTION MINUTES OF THE OVERSIGHT BOARD.

RECOMMENDATION: That the Board of Directors adopt OB Resolution No. 2017-01, approving the Oversight Board Action Minutes of the January 19, 2016 Special Meeting.

2. ADOPTION OF ANNUAL REDEVELOPMENT OBLIGATION PAYMENT SCHEDULE FOR JULY 1, 2017 THROUGH JUNE 30, 2018 ON REVISED STATE DEPARTMENT OF FINANCE FORM (ROPS 17-18).

RECOMMENDATION: *That the Board of Directors adopt OB Resolution No. 2017-02, approving the Recognized Obligation Payment Schedule pursuant to Health and Safety Code Section 34180 for the period commencing July 1, 2017 – June 30, 2018 (ROPS 17-18) and taking certain actions in connection therewith.*

REPORT OF COMMUNICATIONS WITH DEPARTMENT OF FINANCE

BOARD MEMBERS' COMMENTS & REPORTS

This is the time for additional general comments, announcements, reports on meetings attended at public expense as required by AB 1234, requests of staff, and other issues of concern to Board Members may be presented briefly at this time. The Board may not legally take action on any item presented at this time other than to direct staff to investigate a complaint or place an item on a future agenda unless (1) by a majority vote, the Board determines that an emergency situation exists, as defined by Government Code § 54956.5 or (2) by a four-fifths vote, the Board determines that there is a need for immediate action and the need for action arose subsequent to the agenda being posted as required by Government Code § 54954.2(b).

ADJOURNMENT

Adjourn to the Regular Meeting of the Oversight Board on Tuesday, February 14, 2017 at 8:30 a.m.

OB Agenda Item No. 1



STAFF REPORT

OVERSIGHT BOARD FOR THE SUCCESSOR AGENCY TO THE CALIMESA REDEVELOPMENT AGENCY SPECIAL MEETING

SUBJECT: Approval of Action Minutes of the Oversight Board

MEETING DATE: January 24, 2017

PREPARED BY: Darlene Gerdes, Agency Secretary

RECOMMENDATION: Staff recommends that the Oversight Board for the Successor Agency to the Calimesa Redevelopment Agency adopt OB Resolution No. 2017-01, approving the Oversight Board action minutes of the January 19, 2016 Regular Meeting.

SUMMARY/BACKGROUND: As part of the State budget process in 2012, the legislature passed AB 1484: Redevelopment Dissolution/Unwind Trailer Bill. The purpose of the bill is to make technical and substantive amendments to the Dissolution Act based on experience to date at the state and local level in implementing that act. As a budget "trailer bill," AB 1484 took immediate effect upon signature by the Governor.

DISCUSSION: One of the requirements is that all Oversight Board actions must be done by resolution. While one might reason that this requirement was not meant to apply to approval of meeting minutes, since there is no exception noted, staff is erring on the side of caution. OB Resolution No. 2017-01, then, approves the minutes of the January 19, 2016 Oversight Board meeting. Minutes of future meetings will also be adopted by resolution unless this matter is clarified by the State.

FISCAL IMPACT: There is no fiscal impact related to this action item.

ATTACHMENTS:

Attachment A: OB Resolution 2017-01 w/ OB Action Minutes of January 19, 2016

OB RESOLUTION NO. 2017-01

A RESOLUTION OF THE OVERSIGHT BOARD FOR THE SUCCESSOR AGENCY TO THE CALIMESA REDEVELOPMENT AGENCY APPROVING ACTION MINUTES FOR THE OVERSIGHT BOARD REGULAR MEETING OF JANUARY 19, 2016.

RECITALS:

A. Health and Safety Code Section 34177 and AB 1484 provide that all actions of Oversight Boards to redevelopment Successor Agencies are to be by resolution.

B. One action required at most Oversight Board meetings is the approval of the minutes of the Board's prior meeting(s).

C. Since this is an action of the Oversight Board, approval of future action minutes must be done by resolution to be in conformance with AB 1484.

NOW, THEREFORE, THE OVERSIGHT BOARD FOR THE SUCCESSOR AGENCY TO THE CALIMESA REDEVELOPMENT AGENCY HEREBY FINDS, DETERMINES, RESOLVES, AND ORDERS AS FOLLOWS:

Section 1. The above recitals are true and correct and are a substantive part of this Resolution.

Section 2. This Resolution is adopted pursuant to AB1484.

Section 3. The Oversight Board for the Successor Agency hereby approves the action minutes of January 19, 2016 as presented.

Section 4. The officers and the staff of the Successor Agency are hereby authorized and directed, jointly and severally, to do any and all things which they may deem necessary or advisable to effectuate this Resolution.

PASSED, APPROVED AND ADOPTED this 24th day of January, 2017.

JEFF DAVIS, BOARD CHAIRPERSON

ATTEST:

DARLENE GERDES, BOARD SECRETARY

City Of Calimesa

**Oversight Board for the Successor Agency to the Calimesa Redevelopment
Agency Action Minutes of a Regular Meeting
January 19, 2016**

CALL TO ORDER 8:30 a.m.

ROLL CALL: CHAIRPERSON JEFF DAVIS, VICE-CHAIRPERSON BILL DAVIS,
BOARD MEMBER DALEY, BOARD MEMBER JOHNSON AND
BOARD MEMBER SEVERNS.

ABSENT: BOARD MEMBER ELAM AND BOARD MEMBER HERNANDEZ

STAFF: BOARD SECRETARY GERDES AND DOUG ANDERSON, URBAN
FUTURES

PLEDGE OF ALLEGIANCE

The Pledge of Allegiance was led by Board Member Johnson.

COMMUNICATIONS FROM THE PUBLIC

None

APPROVAL OF THE AGENDA

**MOTION BY AGENCY BOARD MEMBER SEVERNS, SECONDED BY VICE-
CHAIRPERSON BILL DAVIS, CARRIED 5-0(BOARD MEMBERS ELAM AND
HERNANDEZ WERE ABSENT) TO APPROVE THE AGENDA AS PRESENTED.**

BUSINESS ITEMS

1. APPROVAL OF ACTION MINUTES OF THE OVERSIGHT BOARD.
RECOMMENDATION: That the Board of Directors adopt OB Resolution No. 2016-01, approving the Oversight Board Action Minutes of the September 8, 2015 Regular Meeting.

**MOTION BY BOARD MEMBER SEVERNS, SECONDED BY AGENCY VICE-
CHAIRPERSON BILL DAVIS, CARRIED 5-0-(BOARD MEMBERS ELAM AND
HERNANDEZ WERE ABSENT) TO ADOPT OB RESOLUTION NO. 2016-01
APPROVING THE ACTION MINUTES OF THE BOARD OF DIRECTORS FOR THE
SEPTEMBER 8, 2015 REGULAR MEETING.**

2. ADOPTION OF ANNUAL REDEVELOPMENT OBLIGATION PAYMENT
SCHEDULE FOR JULY 1, 2016 THROUGH JUNE 30, 2017 ON REVISED
STATE DEPARTMENT OF FINANCE FORM (ROPS 16-17).

RECOMMENDATION: That the Board of Directors adopt OB Resolution No. 2016-

02, approving the Recognized Obligation Payment Schedule pursuant to Health and Safety Code Section 34180 for the period commencing July 1, 2016 – June 30, 2017 (ROPS 16-17) and taking certain actions in connection therewith.

Consultant Doug Anderson of Urban Futures presented the agenda report stating that all the ROPS now are annual rather than bi-annual, adding that the ROPS for approval is for the period commencing July 1, 2016 – June 30, 2017. He further stated that there are approximately 2 more years before the County takes over and that the Agencies have the opportunity to approve a “last and final” ROPS, if they so desire.

Following Board discussion, the following action was taken:

MOTION BY BOARD MEMBER SEVERNS, SECONDED BY BOARD MEMBER JOHNSON, CARRIED 5-0 (BOARD MEMBERS ELAM AND HERNANDEZ WERE ABSENT) TO ADOPT OB RESOLUTION NO. 2016-02 APPROVING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE PURSUANT TO HEALTH AND SAFETY CODE SECTION 34180 FOR THE PERIOD COMMENCING JULY 1, 2016 – JUNE 30, 2017 (ROPS 16-17) AND TAKING CERTAIN ACTIONS IN CONNECTION THEREWITH.

REPORT OF COMMUNICATIONS WITH DEPARTMENT OF FINANCE

Board Member Johnson stated that there was nothing to report.

BOARD MEMBERS' COMMENTS & REPORTS

This is the time for additional general comments, announcements, reports on meetings attended at public expense as required by AB 1234, requests of staff, and other issues of concern to Board Members may be presented briefly at this time. The Board may not legally take action on any item presented at this time other than to direct staff to investigate a complaint or place an item on a future agenda unless (1) by a majority vote, the Board determines that an emergency situation exists, as defined by Government Code § 54956.5 or (2) by a four-fifths vote, the Board determines that there is a need for immediate action and the need for action arose subsequent to the agenda being posted as required by Government Code § 54954.2(b).

None.

ADJOURNMENT

Meeting adjourned at 8:48 a.m. to the Regular meeting of the Oversight Board on Tuesday, February 9, 2016 at 8:30 a.m.

Respectfully Submitted,

Darlene Gerdes, Board Secretary

OB Agenda Item No. 2



STAFF REPORT

OVERSIGHT BOARD FOR THE SUCCESSOR AGENCY TO THE CALIMESA REDEVELOPMENT AGENCY SPECIAL MEETING

SUBJECT: Adoption of Annual Redevelopment Obligation Payment Schedule for July 1, 2017 through June 30, 2018 on revised State Department of Finance Form (ROPS 17-18)

MEETING DATE: January 24, 2017

PREPARED BY: Doug Anderson, Consultant to the Successor Agency

REVIEWED BY: Bonnie Johnson, City Manager

RECOMMENDATION: Staff recommends that the Oversight Board for the Successor Agency to the Calimesa Redevelopment Agency adopt OB Resolution No. 2017-02, approving the Recognized Obligation Payment Schedule Pursuant to Health and Safety Code Section 34177 for the period commencing July 1, 2017 and ending June 30, 2018 (ROPS 17-18) and taking certain actions in connection therewith.

SUMMARY/BACKGROUND: As part of the State budget process in 2012, the legislature passed AB 1484: Redevelopment Dissolution/Unwind Trailer Bill. The purpose of the bill was to make technical and substantive amendments to the Dissolution Act based on experience to date at the State and local levels in implementing that Act. In September of 2015, the legislature passed SB 107, making further technical and substantive amendments to the Dissolution Act.

Effective in 2016, several new provisions became effective. These include:

- A change in methodology for calculating the administrative cost allowance
- Annual (versus semi-annual) ROPS filing requirement by February 1st
- Option to file a Last and Final ROPS

DISCUSSION: On December 2, 2016 the California Department of Finance (“DOF”) gave notice that the official revised ROPS templates (Annual ROPS and Last and Final ROPS) were available on its website and the use of one template or the other was mandatory. At this time, staff has, once again, opted to prepare an Annual ROPS as opposed to a Last and Final ROPS. The Last and Final ROPS requires meeting certain conditions, as well as reporting all enforceable obligation estimates, on an every six month basis, through the year of final debt maturity (Fiscal year 2038-39).

The Annual ROPS is essentially the same as the prior ROPS, however, the template

has been revised to include two six-month periods on the same form; i.e. 17-18A and 17-18B.

In addition, the administrative cost allowance, which has been a minimum of \$250,000, is now limited to 50 percent of total RPTTF distributed to pay enforceable obligations in the preceding fiscal year. This resulted in a reduction for Calimesa in 16-17 from \$250,000 to \$110,544 and a further reduction in 17-18 to \$99,710. Based on the experiences of other cities that have filed a Last and Final ROPS, it is likely that DOF would attempt to further reduce the administrative cost allowance upon review.

Attached is OB Resolution 2017-02, approving ROPS 17-18 for Successor Agency expenditures during the period July 1, 2017 to June 30, 2018, with the complete ROPS Excel workbook included as Exhibit A to that resolution. The only upcoming expenditures reflected are bond-related payments for the previously approved 2014 Refunding Bonds and administrative expenses.

After the ROPS is approved by the Oversight Board, it will be available to DOF and the County of Riverside for their review. These agencies will review the ROPS and may question whether any obligation meets the definition of an “enforceable obligation” under the law. If that happens, there will be a dialogue with the Successor Agency staff before either agency makes a final determination.

FISCAL IMPACT: The ROPS will be used by Riverside County to determine the amount of the payment to the Calimesa Successor Agency for enforceable obligations that will be due during the 2017-18 fiscal year, including the administrative expense allowance of \$99,710.

ATTACHMENTS:

Attachment A: OB Resolution 2017-02 – with/Attachments

OB RESOLUTION NO. 2017-02

A RESOLUTION OF THE OVERSIGHT BOARD FOR THE SUCCESSOR AGENCY TO THE CALIMESA REDEVELOPMENT AGENCY APPROVING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE PURSUANT TO HEALTH AND SAFETY CODE SECTION 34180 FOR THE PERIOD COMMENCING JULY 1, 2017 AND ENDING JUNE 30, 2018 (ROPS 17-18) AND TAKING CERTAIN ACTIONS IN CONNECTION THEREWITH

RECITALS:

A. Commencing with the ROPS covering the period from July 1, 2017 to June 30, 2018, and thereafter, Health and Safety Code Section 34177 and SB 107 provide that annually a successor agency to a former redevelopment agency must prepare a Recognized Obligation Payment Schedule ("ROPS") for the enforceable obligations of the former redevelopment agency in accordance with the requirements of Section 34177 and SB 107.

B. The Successor Agency has prepared a ROPS for the fiscal year that commences on July 1, 2017 and ends on June 30, 2018, attached hereto as Exhibit A and incorporated herein by reference, on the new California Department of Finance form (ROPS 17-18).

C. Pursuant to Health and Safety Code Section 34180(g) and AB 1484, establishment of a ROPS by the Successor Agency shall be approved by the Oversight Board.

D. Pursuant to subdivision (o)(1) of Health and Safety Code Section 34177 and SB 107, a copy of the certified and approved ROPS for the period of July 1, 2017 through June 30, 2018 must be submitted to the California Department of Finance ("DOF") and to Riverside County by February 1, 2017. DOF shall make its determination on enforceable obligation amounts and funding sources by April 15, 2017, and each April 15th thereafter.

E. DOF may review an oversight board action taken pursuant to AB 1484 and SB 107 including that Board's approval of any ROPS. All oversight board actions shall not be effective for five business days, pending a request for review by DOF. In the event that DOF requests review of a given oversight board action, DOF shall have forty-five (45) days from the date of its request to approve the oversight board action or return it to the oversight board for reconsideration and such oversight board action shall not be effective until approved by DOF. In the event that DOF returns the oversight board action to the oversight board for reconsideration, the oversight board shall resubmit the modified action for DOF approval and the modified oversight board action shall not become effective until approved by DOF.

NOW, THEREFORE, THE OVERSIGHT BOARD FOR THE SUCCESSOR AGENCY TO THE CALIMESA REDEVELOPMENT AGENCY HEREBY FINDS, DETERMINES, RESOLVES, AND ORDERS AS FOLLOWS:

Section 1. The above recitals are true and correct and are a substantive part of this Resolution.

Section 2. This Resolution is adopted pursuant to Health and Safety Code Section 34177.

Section 3. The Oversight Board for the Successor Agency hereby approves the ROPS for the period of July 1, 2017 through June 30, 2018, and hereby directs the staff of the Successor Agency to post the ROPS on the Successor Agency's Internet website (being a page on the Internet website of the City of Calimesa) and submit the ROPS to the County Auditor-Controller and the DOF, together with a copy of this Resolution and the telephone number and email contact information for Bonnie Johnson, the official designated by the Oversight Board to whom DOF may make a request for review in connection with ROPS.

Section 4. The officers and the staff of the Successor Agency are hereby authorized and directed, jointly and severally, to do any and all things which they may deem necessary or advisable to effectuate this Resolution.

PASSED AND ADOPTED this 24th day of January, 2017.

JEFF DAVIS, CHAIRPERSON

ATTEST:

DARLENE GERDES, SECRETARY

Recognized Obligation Payment Schedule (ROPS 17-18) - Summary

Filed for the July 1, 2017 through June 30, 2018 Period

Successor Agency: Calimesa
 County: Riverside

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)	17-18A Total (July - December)	17-18B Total (January - June)	ROPS 17-18 Total
A Enforceable Obligations Funded as Follows (B+C+D):	\$ 147,694	\$ -	\$ 147,694
B Bond Proceeds	-	-	-
C Reserve Balance	147,694	-	147,694
D Other Funds	-	-	-
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 49,855	\$ 247,275	\$ 297,130
F RPTTF	-	197,420	197,420
G Administrative RPTTF	49,855	49,855	99,710
H Current Period Enforceable Obligations (A+E):	\$ 197,549	\$ 247,275	\$ 444,824

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

**Calimesa Recognized Obligation Payment Schedule (ROPS 17-18) - 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 [Cash Balance Tips Sheet](#).

A	B	C	D	E	F	G	H	I	
		Fund Sources							
		Bond Proceeds		Reserve Balance		Other	RPTTF		
	Cash Balance Information by ROPS Period	Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS period balances and DDR RPTTF balances retained	Prior ROPS RPTTF distributed as reserve for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin	Comments	
ROPS 15-16B Actuals (01/01/16 - 06/30/16)									
1	Beginning Available Cash Balance (Actual 01/01/16)		201,388				-	D-1 is Debt Service Reserve held by Bank of NY	
2	Revenue/Income (Actual 06/30/16) RPTTF amounts should tie to the ROPS 15-16B distribution from the County Auditor-Controller during June 2016						327,419		
3	Expenditures for ROPS 15-16B Enforceable Obligations (Actual 06/30/16)						327,419		
4	Retention of Available Cash Balance (Actual 06/30/16) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)								
5	ROPS 15-16B RPTTF Balances Remaining	No entry required							
6	Ending Actual Available Cash Balance C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	\$ -	\$ 201,388	\$ -	\$ -	\$ -	\$ -	D-6 is Debt Service Reserve held by BNY	

