



**REPORT TO SUCCESSOR AGENCY OF THE REDEVELOPMENT AGENCY OF THE
CITY OF LAKE ELSINORE**

**TO: HONORABLE CHAIR
AND MEMBERS OF THE SUCCESSOR AGENCY**

FROM: GRANT YATES, EXECUTIVE DIRECTOR

DATE: January 8, 2019

**SUBJECT: Recognized Obligation Payment Schedule (ROPS 19–20) for July 1, 2019
through June 30, 2020**

Recommendation

Adopt Resolution No. SA-2019-____ A RESOLUTION OF THE SUCCESSOR AGENCY OF THE REDEVELOPMENT AGENCY OF THE CITY OF LAKE ELSINORE APPROVING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS 19-20) AND ADMINISTRATIVE BUDGET FOR JULY 1, 2019 THROUGH JUNE 30, 2020

Background

As part of the dissolution of the former Redevelopment Agency, Health and Safety Code Section 34177 (added by AB 1X 26, as amended to date) requires the Successor Agency to adopt a Recognized Obligation Payment Schedule (ROPS) that lists all obligations of the former redevelopment agency that are enforceable within the meaning of subdivision (d) of Section 34167 for each twelve month period of each fiscal year. The Successor Agency has previously adopted ROPS for prior twelve month periods. The previous ROPS have been approved by the Oversight Board to the Successor Agency of the Redevelopment Agency of the City of Lake Elsinore and the State Department of Finance (DOF).

Discussion

Applicable law requires that the ROPS for July 2019 through June 2020 be submitted to DOF and the State Controller's office, after approval by the Riverside Countywide Oversight Board, no later than February 1, 2018. The DOF has five (5) days after submittal to request a review and forty-five (45) days to review the ROPS if it decides to do so. If the ROPS is not submitted by the deadline, the City is subject to a \$10,000 fine for every day the ROPS is late and the administrative cost allowance for the Successor Agency is reduced by 25% after 10 days.

As the Successor Agency winds down the former Redevelopment Agency, the primary remaining enforceable obligations are the outstanding bonds, Stadium operation and maintenance, and the Summerly Disposition and Development Agreement. A new Line Item 48 has been added to the ROPS 19-20 in anticipation to the issuance later this year of

Approval of ROPS 18-19

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Subordinated Tax Allocation Refunding Bonds, Series 2019A as approved by DOF. In addition, Line Item 49 has been added to make up the shortfall in RPTTF allocation to the Successor Agency from ROPS 17-18B that reduced funding for Stadium Obligations. These items are presented on the ROPS in a manner consistent with previous ROPS.

In compliance with DOF guidance, all administrative costs have been combined into one line item. The annual administrative cost budget incorporated into the ROPS is as follows:

City Staff Support Costs	\$173,080.00
Operating Costs:	
Professional/ Outside Services	\$ 85,000.00
Auditors	\$ 25,000.00
Other	\$ 10,000.00
Total Operating Costs	\$120,000.00
Total Administrative Budget	\$293,080.00

The attached ROPS 19-20 for the period July 1, 2019 – June 30, 2020 follows the form prescribed by the DOF and incorporates all of the remaining obligations identified in the previous ROPS. The attached ROPS 19-20 will be considered by the Riverside Countywide Oversight Board on January 30, 2019.

Prepared By: Barbara Leibold, Successor Agency Counsel

Approved By: Grant Yates, Executive Director

Attachments:

Successor Agency Resolution No. SA-2019-____

Recognized Obligation Payment Schedule of the Successor Agency of the Redevelopment Agency of the City of Lake Elsinore for the period of July 1, 2019 through June 30, 2020 (ROPS 19-20)