

Honorable Chair and Members
of the City of Torrance Oversight Board
City Hall
Torrance, California

Members of the Board:

SUBJECT: Approval of Recognized Obligation Payment Schedule (ROPS 18-19)

RECOMMENDATION

Recommendation that the Oversight Board adopt a **RESOLUTION** approving the Recognized Obligation Payment Schedule (ROPS 18-19) for the period of July 1, 2018 through June 30, 2019, in accordance with ABX1-26, AB 1484 and SB 107.

BACKGROUND AND ANALYSIS

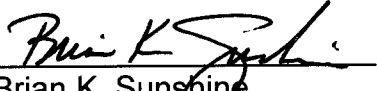
Under Redevelopment dissolution bill ABx1-26, Oversight Boards were established to review and oversee the functions of Successor Agencies. One of the primary responsibilities of the Oversight Board is to approve a Recognized Obligation Payment Schedule (ROPS). Under Senate Bill 107, the ROPS period changed from a six month period to twelve months, covering the period from July 1 to June 30. Pursuant to HSC section 34179.7 (o) (1), commencing with the ROPS covering the period from July 1, 2016 to June 30, 2017 and thereafter, agencies are required to submit an Oversight Board approved annual ROPS to State Department of Finance, State Controller's office and the County Auditor-Controller by February 1, 2016 and each February 1 thereafter.

On January 24, 2017, the City Council acting as the Successor Agency to the former Redevelopment Agency adopted a ROPS for the period of July 1, 2017 through June 30, 2018 (ROPS 17-18). The Oversight Board reviewed and approved the ROPS 17-18 on January 26, 2017. The Oversight Board is now required to approve the ROPS covering the next twelve month period, ROPS 18-19, which covers the period of July 1, 2018 through June 30, 2019 for submission before February 1, 2018. As requested by your Honorable Body, to clearly identify the new obligations on the ROPS, staff is in compliance with that request. There are 4 new obligations listed on this year's ROPS. On November 20, 2017 the Torrance Successor Agency, the California Department of Finance and the California State Controller's Office entered into a settlement agreement resolving all disputes relating to enforceable obligations made between the City of Torrance and its former RDA listed as items 20 through 35 on the ROPS 2018-19. For technical purposes, items 20 through 35 are now terminated and items 46 through 49 are being added which represent the agreed upon enforceable obligations (identified in the settlement agreement) of the former RDA.

Staff recommends that the Oversight Board adopt a **RESOLUTION** approving the Recognized Obligation Payment Schedule (ROPS 18-19) for the period of July 1, 2018

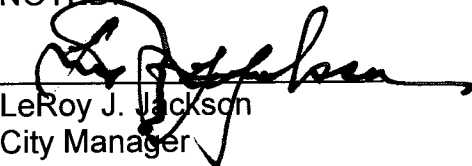
through June 30, 2019, in accordance with ABX1-26, AB 1484 and SB 107. The approved schedule will be posted on the Successor Agency's website and submitted to the State Department of Finance, the State Controller's office and the County Auditor-Controller.

CONCUR:


Brian K. Sunshine
Assistant to the City Manager



Kenneth Flewellyn
Assistant Finance Director

NOTED:


LeRoy J. Jackson
City Manager

Respectfully submitted,

Brian K. Sunshine
Assistant to the City Manager

By 
Carolyn Chun
Senior Planning Associate

Attachments:

- A. **RESOLUTION** (ROPS 18-19)
- B. Recognized Obligation Payment Schedule 18-19: July 1, 2018 - June 30, 2019

RESOLUTION NO. OB2018-01**A RESOLUTION OF THE OVERSIGHT BOARD TO THE CITY OF TORRANCE AS SUCCESSOR AGENCY TO THE FORMER REDEVELOPMENT AGENCY OF THE CITY OF TORRANCE ADOPTING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS 18-19) FOR THE PERIOD OF JULY 1, 2018 THROUGH JUNE 30, 2019**

WHEREAS, Redevelopment Dissolution Bills ABX1-26 and AB1484 require the Oversight Board to approve the Recognized Obligation Payment Schedule (ROPS) every six months; and

WHEREAS, the ROPS is a formal description of all payments and legitimate obligations the Successor Agency will make during a given fiscal period; and

WHEREAS, under Senate Bill 107, the ROPS period changed from six months to twelve months, covering a period of July 1 to June 30; and

WHEREAS, pursuant to Health & Safety Code section 34177(o)(1), commencing with the ROPS covering the period from July 1, 2016 to June 30, 2017 and thereafter, agencies are required to submit an oversight board approved annual ROPS to the Department of Finance and the County Auditor-Controller by February 1, 2016 and each February 1 thereafter.

NOW, THEREFORE, the Oversight Board to the City of Torrance as Successor Agency to the former Redevelopment Agency of the City of Torrance does hereby resolve as follows:

SECTION 1

The Oversight Board approved the attached Recognized Obligation Payment Schedule (ROPS 18-19), listed as Exhibit A, for the period of July 1, 2018 through June 30, 2019.

SECTION 2

The Oversight Board Secretary shall certify to the adoption of this Resolution.

INTRODUCED, APPROVED, AND ADOPTED this 24th day of January, 2018.

ATTEST:

Steve Maguin, Chairperson,
Oversight Board of the Successor Agency
to the former Redevelopment Agency of
the City of Torrance

Rebecca Poirier, MMC
Secretary to the Oversight Board

Recognized Obligation Payment Schedule (ROPS 18-19) - Summary

Filed for the July 1, 2018 through June 30, 2019 Period

Successor Agency: Torrance
 County: Los Angeles

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)

	18-19A Total (July - December)	18-19B Total (January - June)	ROPS 18-19 Total
A Enforceable Obligations Funded as Follows (B+C+D):	\$ 3,431	\$ -	3,431
B Bond Proceeds	-	-	-
C Reserve Balance	-	-	-
D Other Funds	3,431	-	3,431
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 2,490,453	\$ 721,016	3,211,469
F RPTTF	2,365,453	596,016	2,961,469
G Administrative RPTTF	125,000	125,000	250,000
H Current Period Enforceable Obligations (A+E):	\$ 2,493,884	\$ 721,016	3,214,900

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.

<u>Stephen Maguin</u>	<u>OB Chairman</u>
Name	Title
<u>/s/</u>	<u>1/24/2018</u>
Signature	Date

Torrance Recognized Obligation Payment Schedule (ROPS 18-19) - Report of Cash Balances
July 1, 2015 through June 30, 2016
(Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177 (l), Redevelopment Property Tax Trust Fund (RP TTF) 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		Prior ROPS period balances and DDR RP TTF balances retained	Prior ROPS RP TTF distributed as reserve for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin	Comments		
	Cash Balance Information for ROPS 15-16 Actuals (07/01/15 - 06/30/16)	Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11							
1	Beginning Available Cash Balance (Actual 07/01/15)									
2	Revenue/Income (Actual 06/30/16) RP TTF amounts should tie to the ROPS 15-16 total distribution from the County Auditor-Controller during January 2016 and June 2016.	2,926,412				1,069			6/1/15 RP TTF of \$2,264,534 + 1/4/16 RP TTF of \$1,140,604 = \$3,405,138. And \$1,863 + \$3,405,138 = \$3,407,001 which ties to the total "available RP TTF" on PPA filed with the LA County by 10/1/17.	
3	Expenditures for ROPS 15-16 Enforceable Obligations (Actual 06/30/16)	2,150			1,863	3,474	3,405,138		\$1,863 + \$3,403,425 = \$3,405,288 which ties to the total "Actual" on PPA filed with the LA County by 10/1/17.	
4	Retention of Available Cash Balance (Actual 06/30/16) RP TTF amount retained should only include the amounts distributed as reserve for future period(s)	2,251			1,863	845	3,403,425			
5	ROPS 15-16 RP TTF Balances Remaining	No entry required								
6	Ending Actual Available Cash Balance (06/30/16) C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	\$ 2,926,311	\$ -	\$ -	\$ -	\$ 3,698	\$ 1,713		Of the \$3,698, DOF already deducted \$1,980 from 6/1/16 RP TTF and noted on 2/6/17 review letter that the balance of \$1,718 should be used for ROPS 18-19 payment. So we are reporting \$3,431 = \$1,718 + \$1,713 under "Other Funds" on "ROPS Detail".	

Recognized Obligation Payment Schedule (ROPS 18-19) - Summary

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