



CITY COUNCIL REPORT

9E

DATE: JANUARY 17, 2023

**TO: EXECUTIVE DIRECTOR AND BOARD MEMBERS FOR THE
SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF
THE CITY OF PINOLE**

FROM: MARKISHA GUILLORY, FINANCE DIRECTOR

**SUBJECT: ADOPT A RESOLUTION APPROVING THE RECOGNIZED
OBLIGATION PAYMENT SCHEDULE FOR JULY 1, 2023 – JUNE 30,
2024 (ROPS 23-24) FOR THE SUCCESSOR AGENCY IN THE
AMOUNT OF \$4,743,203**

RECOMMENDATION

Staff Recommends That the City Council, Acting as The Governing Board of The Successor Agency to The Former Pinole Redevelopment Agency, Adopt A Resolution Approving the Recognized Obligation Payment Schedule for The Period July 1, 2023, Through June 30, 2024 (ROPS 23-24) For the Successor Agency in The Amount Of \$4,743,203.

BACKGROUND

The City of Pinole Became the Successor Agency to The Former Pinole Redevelopment Agency (Agency) Following the Dissolution of Redevelopment in California on February 1, 2012, Through Abx1 26. The Successor Agency Is Responsible for Winding Down and Paying Off the Debts of The Former Agency. The Pinole City Council Serves as The Successor Agency's Governing Board.

The Successor Agency Is Required to Prepare a Recognized Obligation Payment Schedule (ROPS) For Each Twelve-Month Fiscal Period in Order to Request Property Tax Increment Funds to Pay Down Approved Enforceable Obligations and Administrative Costs of The Successor Agency. The ROPS Must Be Approved by The Countywide Oversight Board of Contra Costa County and Submitted to The California Department of Finance in Order for The Successor Agency to Receive Funds.

The Successor Agency Requests the City Council's Adoption of The Attached Resolution Approving the ROPS For the Period of July 1, 2023, Through June 30, 2024. The Countywide Oversight Board Will Consider the ROPS At Its Meeting on January 23, 2023.

REVIEW & ANALYSIS

The Enclosed ROPS Document Is a Listing of The Minimum Amounts That Are Required (Scheduled) To Be Paid by The Successor Agency During the Twelve-Month Period of July 1, 2023, Through June 30, 2024, And Includes the Identification of A Proposed Funding Source For Payment Of The Existing Enforceable Obligations. This Schedule Must Be Reviewed and Approved by The County Oversight Board Prior To Submission to The State Department of Finance (DOF) For Final Confirmation.

The DOF Requires That Residual/Surplus Funding That the Successor Agency Received in Prior ROPS Be Applied as An Offset for Additional Distributions from The County Auditor-Controller. The Successor Agency Does Not Have Any Residual/Surplus Funding from The Most Recent Prior ROPS For Which Accounting Has Been Completed, ROPS 20-21, And Therefore Has No Funding to Apply to The ROPS 23-24 (Refer To "Report of Cash Balances"). As A Result, Staff Is Requesting the Full Amount Of \$4,743,203 For the ROPS 23-24 Funding Period.

Ongoing Activities Required to Wind Down the Successor Agency and The Various Remaining Enforceable Obligations Are Listed in The Recognized Obligation Payment Schedule (ROPS 23-24) - ROPS Detail (Attached). As Of June 30, 2024, The Successor Agency Will Not Have Any Remaining Obligations as The Outstanding Debt Will Be Fully Paid and Retired.

FISCAL IMPACT

Staff Anticipates There Will Be Sufficient Funding Available in The Redevelopment Property Tax Trust Fund (RPTTF) Account Held by The Contra Costa County Auditor-Controller to Fully Fund All Enforceable Obligations Totaling \$4,743,203, Identified for The ROPS 23-24 Authorization Period.

ATTACHMENTS

- A – Resolution
- B – Recognized Obligation Payment Schedule for July 1, 2023 – June 30, 2024 (ROPS 22-24), Successor Agency
- C– Administrative Budget

RESOLUTION NO. 2023-XX

RESOLUTION OF THE GOVERNING BOARD OF THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF PINOLE, APPROVING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS) FOR JULY 1, 2023 THROUGH JUNE 30, 2024

WHEREAS, Assembly Bill x1 26 ("ABx1 26") was passed by the California State Legislature, signed by the Governor, and has been codified as part 1.8 of Division 24 of the California Health and Safety Code, commencing with Section 34161; and

WHEREAS, AB 26 requires successor agencies to continue to make all scheduled payments for enforceable obligations of their predecessor redevelopment agencies; and

WHEREAS, 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 shall submit an Oversight Board approved annual ROPS to the State Department of Finance and the County Auditor-Controller by February 1 each year; and

WHEREAS, the annual ROPS listing of obligations must include information for each obligation including:

- A. The payee,
- B. Project description and scope of work, product, or service for which payment is to be made,
- C. Total outstanding debt or obligation,
- D. Payment amount obligated to be made for the next 12-month accounting period,
- E. The funding source for payment of listed enforceable obligation and

WHEREAS, the City Finance Director has prepared the required ROPS, for review by the Pinole Successor Agency prior to submitting to the County Oversight Board.

NOW THEREFORE, BE IT RESOLVED that the Governing Board of the Successor Agency of the Redevelopment Agency of the City of Pinole does hereby resolve that the Recognized Obligation Payment Schedule for the period July 1, 2023 through June 30, 2024, herein provided as Attachment B, is hereby approved.

PASSED AND ADOPTED at a regular meeting of the Governing Board of the Successor Agency to the Redevelopment Agency of the City of Pinole held on the 17th day of January 2023 by the following vote:

AYES:	BOARDMEMBERS:
NOES:	BOARDMEMBERS:
ABSENT:	BOARDMEMBERS:
ABSTAIN:	BOARDMEMBERS:

Heather Bell, CMC
City Clerk

Recognized Obligation Payment Schedule (ROPS 23-24) - Summary
Filed for the July 1, 2023 through June 30, 2024 Period

Successor Agency: Pinole
County: Contra Costa

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)	23-24A Total (July - December)	23-24B Total (January - June)	ROPS 23-24 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)	\$ 4,593,245	\$ 149,958	\$ 4,743,203
F RPTTF	4,468,245	24,958	4,493,203
G Administrative RPTTF	125,000	125,000	250,000
H Current Period Enforceable Obligations (A+E)	\$ 4,593,245	\$ 149,958	\$ 4,743,203

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

Pinole Recognized Obligation Payment Schedule (ROPS 23-24) - ROPS Detail July 1, 2023 through June 30, 2024																						
A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
Item #	Project Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Project Area	Total Outstanding Obligation	Retired	ROPS 23-24 Total	ROPS 23-24A (Jul - Dec)					23-24A Total	ROPS 23-24B (Jan - Jun)					23-24B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
								\$4,743,203		\$4,743,203	\$-	\$-	\$-	\$4,468,245	\$125,000	\$4,593,245	\$-	\$-	\$-	\$24,958	\$125,000	\$149,958
7	Bond Indenture Agreements	Fees	09/01/2004	08/01/2024	US Bank, National Trust	Trustee, Paying Agent & Dissemination Agent Fees for Bond Indentures	Pinole Vista	2,300	N	\$2,300	-	-	-	2,300	-	\$2,300	-	-	-	-	-	\$-
20	Housing & Non-housing Professional Services Agreement	Fees	04/03/2007	06/30/2024	AmeriNation Community Services	Monthly loan processing service for outstanding redevelopment loans to both individuals and business entities	Pinole Vista	9,000	N	\$9,000	-	-	-	4,500	-	\$4,500	-	-	-	4,500	-	\$4,500
26	Financial Reporting Services Bond Indentures	Fees	09/27/1999	08/01/2024	HdL Coren & Cone	Property Tax consulting/ advisory services related to pledged revenue property assessments	Pinole Vista	8,500	N	\$8,500	-	-	-	4,250	-	\$4,250	-	-	-	4,250	-	\$4,250
27	Financial Reporting Services Bond Indentures	Admin Costs	05/16/2018	06/30/2023	Badawi Associates, CPA's	Auditing services for Continuing Financial Disclosure required by Bond Indentures	Pinole Vista	-	Y	\$-	-	-	-	-	-	\$-	-	-	-	-	-	\$-
31	Successor Agency Administrative Cost Allowance	Admin Costs	07/01/2018	06/30/2024	City of Pinole	Payroll Cost Allocations for Administrative Staff Support of the Pinole Successor Agency	Pinole Vista	196,000	N	\$196,000	-	-	-	-	98,000	\$98,000	-	-	-	-	98,000	\$98,000

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
Item #	Project Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Project Area	Total Outstanding Obligation	Retired	ROPS 23-24 Total	ROPS 23-24A (Jul - Dec)					23-24A Total	ROPS 23-24B (Jan - Jun)					23-24B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
33	Legal/Attorney Support Services Agreement	Admin Costs	07/01/2018	06/30/2024	Meyers, Nave, Riback, Silver & Wilson	Legal/Attorney Support Services	Pinole Vista	50,000	N	\$50,000	-	-	-	-	25,000	\$25,000	-	-	-	-	25,000	\$25,000
37	Short-term Borrowing Agreement	SERAF/ ERAF	02/16/2010	06/30/2024	City of Pinole	Repayment of SERAF payments (2009-10 & 2010-11) to State of California funding by Housing Set-Aside Fund	Pinole Vista	862,883	N	\$862,883	-	-	-	862,883	-	\$862,883	-	-	-	-	-	\$-
45	Pinole Vista Redevelopment Project 2015A Tax Allocation Refunding Bond (Tax Exempt)	Refunding Bonds Issued After 6/27/12	08/06/2015	08/01/2024	US Bank, National Trust	Indenture Debt Service Payments for Principle & Interest	Pinole Vista	3,610,520	N	\$3,610,520	-	-	-	3,594,312	-	\$3,594,312	-	-	-	16,208	-	\$16,208
47	Financial Reporting Services Bond Indentures	Admin Costs	03/01/2023	06/30/2024	Audit Firm (TBD)	Auditing services for Continuing Financial Disclosure required by Bond Indentures	Pinole Vista	4,000	N	\$4,000	-	-	-	-	2,000	\$2,000	-	-	-	-	2,000	\$2,000

Pinole
Recognized Obligation Payment Schedule (ROPS 23-24) - Report of Cash Balances
July 1, 2020 through June 30, 2021
(Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177 (I), 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
	ROPS 20-21 Cash Balances (07/01/20 - 06/30/21)	Fund Sources					Comments
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF	
		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	
1	Beginning Available Cash Balance (Actual 07/01/20) RPTTF amount should exclude "A" period distribution amount.					393,619	
2	Revenue/Income (Actual 06/30/21) RPTTF amount should tie to the ROPS 20-21 total distribution from the County Auditor-Controller				15,866	3,177,856	Other Funds= Loan repayments and interest earned
3	Expenditures for ROPS 20-21 Enforceable Obligations (Actual 06/30/21)					3,571,475	
4	Retention of Available Cash Balance (Actual 06/30/21) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)						
5	ROPS 20-21 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 20-21 PPA form submitted to the CAC		No entry required				
6	Ending Actual Available Cash Balance (06/30/21) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$-	\$-	\$-	\$15,866	\$-	

Pinole
Recognized Obligation Payment Schedule (ROPS 23-24) - Notes
July 1, 2023 through June 30, 2024

Item #	Notes/Comments
7	
20	This continues to be an ongoing obligation of the former Redevelopment Agency that was previously approved and later denied.
26	
27	
31	
33	
37	
45	
47	The City is in the process of selecting a new audit firm for FY 2023/24

Pinole Successor Agency
ROPS 23-24 Administrative Budget

	23-24A	23-24B	Total
Administrative Overhead Costs	\$98,000	\$98,000	\$196,000
Professional Services	\$2,000	\$2,000	\$4,000
Legal Services	\$25,000	\$25,000	\$50,000
Total Administrative Costs	\$125,000	\$125,000	\$250,000