



# CITY OF COVINA

## AGENDA REPORT

<input type="checkbox"/>	Approved by vote	<u>4-0 ALL EN ABSENT</u>
<input type="checkbox"/>	Not approved/Denied by vote	_____
<input type="checkbox"/>	Continued to	_____
<input type="checkbox"/>	Adopted Resolution No.	_____
<input type="checkbox"/>	Introduced/Adopted Ordinance No.	_____

ITEM NO. CC 8

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**MEETING DATE:** February 2, 2016

**TITLE:** Recognized Obligation Payment Schedule (ROPS 16-17), covering July 1, 2016 through June 30, 2017

**PRESENTED BY:** John Michicoff, Interim Finance Director

**RECOMMENDATION:** Approve the Recognized Obligation Payment Schedule (ROPS 16-17) covering July 1, 2016 through June 30, 2017 and direct it to be provided to Department of Finance for consideration and approval

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### BACKGROUND:

Pursuant to Health and Safety Code (HSC) section 34177, and recently adopted Senate Bill 107, the Successor Agency to the Covina Redevelopment Agency is required to submit an annual ROPS for the upcoming fiscal year to the California State Department of Finance (DOF) for approval in order to obtain sufficient funds to meet authorized financial obligations of the Agency.

### DISCUSSION:

In order for the Successor Agency to the Covina Redevelopment Agency to receive sufficient funding to meet its financial obligations, the Oversight Board to the Successor Agency to the Covina Redevelopment Agency must approve the ROPS. The ROPS must be adopted for each successive annual fiscal period.

Senate Bill 107, signed on September 22, 2015, provides that the ROPS for the full fiscal year must be approved by the Oversight Board and submitted to the Department of Finance each year, commencing February 1, 2016. Prior to the passage of Senate Bill 107, two six-month ROPS were requested to be submitted each year.

The ROPS schedule includes Redevelopment Property Tax Trust Fund (RPTTF) line items for debt service payments including, but not limited to, the debts listed below:

- 1997 Tax Allocation Bonds Series A
- 2004 Tax Allocation Bonds Series A and B-1
- 2013E Tax Allocation Revenue Refunding Bonds
- 2014E Tax Allocation Revenue Refunding Bonds
- US Bank Loan for Citrus Property Acquisition
- RJS Financial Property Lease

**FISCAL IMPACT:**

In order for the Successor Agency to meet its financial obligations during this period, an approved ROPS must be filed with the Los Angeles County Auditor-Controller, the State of California Controller and the State of California Department of Finance. For July 1, 2016 through December 31, 2016 period (ROPS 16-17A) the Successor Agency is requesting \$2,723,477 and for January 1, 2017 through June 30, 2017 period (ROPS 16-17B) the request is for \$2,645,896.

**CEQA (CALIFORNIA ENVIRONMENTAL QUALITY ACT):**

Not Applicable

Respectfully submitted,

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John Michicoff  
Interim Finance Director

**ATTACHMENTS:**

Attachment A: ROPS (16-17) for July 1, 2016 through June 30, 2017

**Recognized Obligation Payment Schedule (ROPS 16-17) - Summary**

Filed for the July 1, 2016 through June 30, 2017 Period

Successor Agency: Covina  
 County: Los Angeles

	16-17A Total	16-17B Total	ROPS 16-17 Total
<b>Current Period Requested Funding for Enforceable Obligations (ROPS Detail)</b>			
<b>Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding</b>			
<b>A Sources (B+C+D):</b>	<b>\$ 8,224,833</b>	<b>\$ -</b>	<b>\$ 8,224,833</b>
B Bond Proceeds Funding	6,487,786	-	6,487,786
C Reserve Balance Funding	1,737,047	-	1,737,047
D Other Funding	-	-	-
<b>E Enforceable Obligations Funded with RPTTF Funding (F+G):</b>	<b>\$ 2,723,477</b>	<b>\$ 2,645,896</b>	<b>\$ 5,369,373</b>
F Non-Administrative Costs	2,598,477	2,520,896	5,119,373
G Administrative Costs	125,000	125,000	250,000
<b>H Current Period Enforceable Obligations (A+E):</b>	<b>\$ 10,948,310</b>	<b>\$ 2,645,896</b>	<b>\$ 13,594,206</b>

Certification of Oversight Board Chairman:  
 Pursuant to Section 34177 (c) 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









**Covina Recognized Obligation Payment Schedule (ROPS 16-17) - Report of Cash Balances**  
 (Report Amounts in Whole Dollars)

A	B					C	D	E	F	G	H	I						
	Cash Balance Information by ROPS Period																	
	Bond Proceeds			Reserve Balance									Other		RPTTF		Comments	
Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	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												
<b>Cash Balance Information by ROPS Period</b>																		
<b>ROPS 15-16A Actuals (07/01/15 - 12/31/15)</b>																		
1	Beginning Available Cash Balance (Actual 07/01/15)											80,588	Includes final year end entries					
2	Revenue/Income (Actual 12/31/15) RPTTF amounts should tie to the ROPS 15-16A distribution from the County Auditor-Controller during June 2015											80,890	Interest on Col C Bond Proceeds held by Agency not yet recorded					
3	Expenditures for ROPS 15-16A Enforceable Obligations (Actual 12/31/15)											125,000	Assumes all RPTTF received for 15-16A has been expended					
4	Retention of Available Cash Balance (Actual 12/31/15) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)																	
5	ROPS 15-16A RPTTF Balances Remaining																	
6	Ending Actual Available Cash Balance C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)											36,478						
<b>ROPS 15-16B Estimate (01/01/16 - 06/30/16)</b>																		
7	Beginning Available Cash Balance (Actual 01/01/16) (C, D, E, G = 4 + 6, F = H4 + F4 + F6, and H = 5 + 6)											36,478						
8	Revenue/Income (Estimate 06/30/16) RPTTF amounts should tie to the ROPS 15-16B distribution from the County Auditor-Controller during January 2016											2,745,986						
9	Expenditures for ROPS 15-16B Enforceable Obligations (Estimate 06/30/16)											2,782,464						
10	Retention of Available Cash Balance (Estimate 06/30/16) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)																	
11	Ending Estimated Available Cash Balance (7 + 8 - 9 - 10)																	



**Covina Recognized Obligation Payment Schedule (ROPS 16-17) - Notes July 1, 2016 through June 30, 2017**

Item #	Notes/Comments