



<b>STAFF REPORT</b>	
<b>SUBJECT:</b> Review and Approve the Submittal of the FY 24-25 ROPS for the period of July 1, 2024 through June 30, 2025	<b>MEETING DATE:</b> January 18, 2024
<b>SUBMITTED BY:</b> Director of Finance, Kathy Wells	
<b>PURPOSE OF REPORT:</b> <input type="checkbox"/> Information only <input type="checkbox"/> Discussion <input checked="" type="checkbox"/> Action Item	

**WHAT IS BEING ASKED OF THE CITY COUNCIL/BOARD:**

Approve ROPS 24-25 for the period of July 1, 2024 through June 30, 2025, and authorize the Chair to sign the attached Successor Agency Resolution stating the same.

**BACKGROUND/DISCUSSION:**

Submission of six-month Recognized Obligation Payment Schedules (ROPS) for approval to the State Department of Finance (DOF) is required under AB 1484 as part of the dissolution of redevelopment agencies and State control over the release of former property tax increment funds by the County to the Successor Agency. These schedules require projections of approved enforceable obligations funded by the County Redevelopment Property Tax Trust Fund (RPTTF) and other funding sources. The ROPS also provide authorization for the Successor Agency to spend available bond proceeds for redevelopment purposes, dispose of property and repayment of loans made by the City to the former redevelopment agency.

A single annual ROPS for both the A and B periods in FY 24-25 is due to be submitted by February 1, 2024, for the July to December 31, 2024 and January to June 30, 2025 periods. The ROPS are used to authorize expenditures and allocate Redevelopment Property Tax Trust Fund (RPTTF) payments to the Successor Agencies in each six-month period of the fiscal year.

**Redevelopment Property Tax Trust Fund**

The Lake County Auditor-Controller is responsible for the administration of the RPTTF pursuant to State law.

The RPTTF revenues are generated from the former Redevelopment Agency tax increment allocation formula and based on changes in the annual assessed valuations. With the current revenue the Agency has some flexibility in meeting its obligations, but any decline in revenue from the City’s property tax allocation will reduce the funds available for allocation to the Successor Agency. This would create challenges for the Successor

Agency in meeting the financial obligations of debt service, disposal of properties and increase the administrative burden to the City for the dissolution process.

Attached are the ROPS 24-25 schedules. The County Board will meet on January 25<sup>th</sup> to approve and sign the Oversight Board Resolution.

**OPTIONS:**

1. Approve and Authorize Review with the County Board and for the Chair to sign the resolution.
2. Other direction

**FISCAL IMPACT:**

None       \$ Budgeted Item?  Yes  No

Budget Adjustment Needed?  Yes  No    If yes, amount of appropriation increase: \$

Affected fund(s):  General Fund     Measure P Fund     Measure V Fund     Other:

Comments:

**STRATEGIC PLAN IMPACT:**

- Goal #1: Make Clearlake a Visibly Cleaner City
- Goal #2: Make Clearlake a Statistically Safer City
- Goal #3: Improve the Quality of Life in Clearlake with Improved Public Facilities
- Goal #4: Improve the Image of Clearlake
- Goal #5: Ensure Fiscal Sustainability of City
- Goal #6: Update Policies and Procedures to Current Government Standards
- Goal #7: Support Economic Development

**SUGGESTED MOTIONS:**

Move to approve ROPS 24-25 for the period of July 1, 2024 through June 30, 2025, and authorize the Chair to sign the attached Resolution stating the same.

- Attachments:**      1) Successor Agency Resolution
- 2) Exhibit A - ROPS 24-25 Schedules