



City of Grass Valley City Council Agenda Action Sheet

Title: Recognized Obligation Payment Schedule (ROPS 22-23) for July 2022 through June 2023

Recommendation: It is recommended that the Successor Agency adopt Resolution No. SA 2022-01 approving the Recognized Obligation Payment Schedule (ROPS 22-23) for the time period July 1, 2022 through June 30, 2023

Prepared by: Andy Heath

Council Meeting Date: 01/11/2022

Date Prepared: 01/03/2022

Agenda: Administrative

Background Information: The Grass Valley Redevelopment Agency was dissolved on February 1, 2012 pursuant to ABx1 26. On January 10, 2012, the City Council elected to become the Successor Agency to the Redevelopment Agency in order to ensure that projects underway at the time of dissolution were completed, to retain control over the disposition of assets, and to make obligation payments identified in a Recognized Obligation Payment Schedule (ROPS). The ROPS serves to identify all of the enforceable obligations of the former RDA including debt service payments, loans, contracts, projects, employee and other administrative costs, etc. Each ROPS is prepared by the Successor Agency and presented to the City Council and the Oversight Board for approval. The ROPS is then submitted to the State of California Department of Finance (DOF) for approval.

Pursuant to Health and Safety Code Section 34179.7(o)(1), the Successor Agency must submit an Oversight Board-approved annual ROPS to DOF and the County Auditor Controller by February 1st of each year for the following fiscal year. Upon submitting and obtaining ultimate approval of the ROPS, fund distributions to pay enforceable obligations are made by the County in January and June each year.

The ROPS 22-23 has been prepared by staff and provides a list of obligations and amounts due for the period July 1, 2022 through June 30, 2023. The estimated twelve-month funding requirement from the Redevelopment Property Tax Trust Fund (RPTTF) to satisfy identified obligations is \$645,990. In addition, the Successor Agency will be using \$4,662,619 currently held in reserves specifically for Successor Agency Obligations to satisfy the final payment for a bond advance refunding process completed in FY 2019-20.

Obligations listed on the ROPS 22-23 include required debt service for the refunded bonds from late FY 2019-20 and a \$50,000 administrative allocation. Upon approval of ROPS 22-23 by the Successor Agency and Oversight Board, the ROPS 22-23 will be submitted to the DOF and County Auditor Controller for review and approval.

Council Goals/Objectives: The approval of the ROPS 22-23 executes a portion of the work tasks towards achieving Economic Development and Vitality; and High Performance Government and Quality Service.

Fiscal Impact: Approval and submittal of the ROPS 22-23 has no adverse fiscal impact to Successor Agency Funds or the City's General Fund. When approved by the DOF, the ROPS serves as the vehicle pursuant to which property taxes (former redevelopment tax increment) are allocated to the Successor Agency for payment of enforceable obligations.

Funds Available: N/A

Account #: N/A

Reviewed by: City Manager

Attachments:

Resolution SA 2022-01 - A resolution approving the ROPS for July 1, 2022 - June 30, 2023
Exhibit A - ROPS 22-23 for July 2022 - June 2023