

Lompoc Successor Agency

TO THE DISSOLVED LOMPOC REDEVELOPMENT AGENCY

Meeting Date: December 15, 2020

TO: Jim Throop, Executive Director

FROM: Dean Albro, Management Services Director
d_albro@ci.lompoc.ca.us

SUBJECT: Adoption of Resolution No. SA03(20) Approving the Administrative Budget and Resolution No. SA04(20) Approving the Recognized Obligation Payment Schedule for July 1, 2021, to June 30, 2022

Recommendation:

Staff recommends the Successor Agency:

- 1) Adopt Resolution No. SA03(20) approving the Successor Agency's Administrative Budget for Fiscal Year (FY) 2021-22 (Attachment 1); and
- 2) Adopt Resolution No. SA04(20) approving the Recognized Obligation Payment Schedule (ROPS) for the period July 1, 2021, to June 30, 2022, pursuant to Health and Safety Code subdivisions 34177(l) and (o) (Attachment 2).

Background/Discussion:

California's redevelopment agencies were dissolved by the State of California as of February 1, 2012. With the enactment of Senate Bill 107 in 2015, the ROPS reporting period changed from once every six months to once every twelve months. Pursuant to Health and Safety Code subdivisions 34177(j) and (k), the Successor Agency is required to prepare a proposed budget (Budget) listing the estimated administrative costs for every six months and submit it for approval to the Santa Barbara Countywide Oversight Board, and also submit the estimated administrative costs to the Santa Barbara County Auditor-Controller. Further, the Budget must also include the proposed sources of payment for the identified costs, and a proposal for handling the administrative and operational services.

Pursuant to Health and Safety Code subdivisions 34177(l) and (o), the Successor Agency is required to prepare the ROPS, forward looking to the next fiscal period. Upon approval by the Successor Agency and the Oversight Board, the ROPS is to be forwarded to the

Santa Barbara County Auditor-Controller, and the State of California Department of Finance, and posted on the Successor Agency's website.

Fiscal Impact:

Administrative expenses are limited to 5% of the Successor Agency's property tax allocation, or \$250,000, whichever is greater. Using those parameters, staff has developed the proposed Successor Agency Budget (Exhibit A to Attachment 1). The proposed Budget covers the period from July 1, 2021, through June 30, 2022.

Last year we had Line 69 added in for future net pension liabilities. The State rejected the funding of the pension liability and had it removed from our ROPS.

The total amount of the Successor Agency's Budget for the period July 1, 2021, through June 30, 2022, is \$159,798. Please see the following table.

**Administrative Budget for the Successor Agency
 of the Former Lompoc RDA
 For the Fiscal Year 2021-22**

July 1, 2021 - December 31, 2021	Budget
Personnel Costs	\$ 34,221
Legal Services for Successor Agency	5,000
Audit Services	3,000
Admin services - cost allocation	29,740
Office supplies, repair and maintenance	8,740
	\$ 80,701
January 1, 2022 - June 30, 2022	
Personnel Costs	\$ 35,617
Legal Services for Successor Agency	5,000
Audit Services	-
Admin services - cost allocation	29,740
Office supplies, repair and maintenance	8,740
	\$ 79,097
Total for Fiscal Year 2021-22	\$ 159,798

Non-administrative costs are the amounts paid by the Redevelopment Property Tax Trust Fund (RPTTF) to cover costs associated with bonds, loans, and other obligations listed in Items 1-6 and are consistent with the items shown and approved on the ROPS FY 2020-21 schedule.

The amount of RPTTF funds requested on ROPS FY 2020-21 is \$1,222,768. Of the amount requested from RPTTF, \$1,062,970 is for bond payments and \$159,798 is for Administrative RPTTF. The RPTTF will be used to pay the 2004 bond principal and interest payments, and the 2010 tax allocation note principal and interest payments, both of which have semi-annual payments due during FY 2020-21. The bond specific amounts requested from RPTTF resources are as follows:

- \$453,688 for principal and interest payments on the 2004 bonds;
- \$605,782 for principal and interest payments on the 2010 bonds; and
- \$3,500 for trustee costs.

As in the past, any amount of RPTTF distributions that are not utilized by the Successor Agency in the period covered by the subject ROPS will be carried over to pay for future ROPS eligible costs.

The attached ROPS FY 2021-22 report is a draft report and reflects the required form and format of the Department of Finance from FY 2021-22, the actual form will be released mid December and was not ready from the State as of the date of submission for this Successor Agency meeting. The total amount of RPTTF requested for ROPS FY 2021-22 is \$1,222,768. This consists of \$1,062,970 for non-administrative costs (Bond payments and Trustee costs).

Conclusion:

Pursuant to Health and Safety Code section 34177, the Successor Agency's Budget and ROPS requires approval by the Successor Agency prior to February 1, 2021. It will then be submitted for review by the Santa Barbara Countywide Oversight Board.

Respectfully submitted,

Dean Albro, Management Services Director

APPROVED FOR SUBMITTAL TO THE SUCCESSOR AGENCY:

Jim Throop, Executive Director

Attachments: 1) Resolution SA03(20)
2) Resolution SA04(20)