

**AGENDA FOR THE SPECIAL MEETING OF THE
OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE
RANCHO PALOS VERDES REDEVELOPMENT AGENCY**

**CITY OF RANCHO PALOS VERDES
CITY HALL
COMMUNITY DEVELOPMENT CONFERENCE ROOM
30940 HAWTHORNE BOULEVARD
RANCHO PALOS VERDES, CALIFORNIA, 90275**

WEDNESDAY, JANUARY 24, 2018 AT 2:00 P.M.

Members:

Jim Knight (Chair), Dr. Otto Lee (Vice-Chair), Kit Fox, Gregory O'Brien, Jr.,
Michael Seth Schneider

AGENDA POSTED: January 18, 2018

WEBSITE: www.rpvca.gov

CALL TO ORDER

1. Roll Call
2. Flag Salute
3. Approval of Agenda

REGULAR BUSINESS

4. Meeting Minutes for January 31, 2017

Recommendation:

Adopt the draft meeting minutes as presented

5. Recognized Obligation Payment Schedule and Administrative Allowance Budget for July 2018 through June 2019

Recommendation:

Adopt Resolution No. OB 2018-____, A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE RANCHO PALOS VERDES REDEVELOPMENT AGENCY APPROVING A RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR JULY 2018 THROUGH JUNE 2019, AND TAKING CERTAIN ACTIONS IN CONNECTION THEREWITH.

Adopt Resolution No. OB 2018-_____, A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE RANCHO PALOS VERDES REDEVELOPMENT AGENCY APPROVING PROPOSED ADMINISTRATIVE BUDGET FOR JULY 1, 2018 THROUGH JUNE 30, 2019, AND TAKING CERTAIN RELATED ACTIONS.

6. Review and discuss proposed repayment plan of current obligations.
7. Public comment for items not on the agenda
8. Adjournment

SUPPORTING DOCUMENTATION: Supporting documentation can be obtained at the following locations during normal business hours: Rancho Palos Verdes City Hall, Finance Department, 30940 Hawthorne Boulevard, Rancho Palos Verdes, CA 90275. You can also view the agenda and staff reports and related documents at the Successor Agency's website www.rpvca.gov.

AMERICAN WITH DISABILITIES ACT: In compliance with the Americans with Disabilities Act of 1990, if you require a disability-related modification or accommodation to attend or participate in this meeting, including auxiliary aids or services, please call the City Clerk's Office at (310) 544-5208 at least 48 hours prior to the meeting.

Written materials, including emails, submitted to the Oversight Board are public records and may be posted on the Successor Agency's website. Accordingly, you may wish to omit personal information from your oral presentation or written materials as it may become part of the public record regarding an agenda item.

Materials related to an item on this Agenda submitted to the Oversight Board after distribution of the agenda packet are available for public inspection at the front counter of the lobby of the City Hall Administration Building at 30940 Hawthorne Boulevard, Rancho Palos Verdes during normal business hours.

**MINUTES FOR THE SPECIAL MEETING OF THE
OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE
CITY OF RANCHO PALOS VERDES REDEVELOPMENT AGENCY**

**CITY OF RANCHO PALOS VERDES
COMMUNITY DEVELOPMENT MEETING ROOM
30940 HAWTHORNE BOULEVARD
RANCHO PALOS VERDES, CALIFORNIA 90275**

TUESDAY, JANUARY 31, 2017 AT 4:00 P.M.

CALL TO ORDER

Chair Knight called the meeting to order at 4:00 P.M. in the Community Development Meeting Room at 30940 Hawthorne Blvd., for the purpose of conducting business pursuant to the agenda.

1. ROLL CALL

Present: Chair Knight, Fox, Vice-Chair Lee, Schneider

Absent: Cano (excused) and O'Brien (excused)

Also present were Executive Board of Supervisors Representative, Los Angeles County, Angela Coleman, Successor Agency Legal Counsel Robin Harris, Staff Liaison, Deborah Cullen, Senior Administrative Analyst, Allan Kaufman, and Recording Secretary, Mary Hirsch.

2. FLAG SALUTE

The flag salute was not performed as no flag was available at the meeting.

3. APPROVAL OF THE AGENDA

Chair Knight moved to accept the agenda, and seconded by Member Fox. to approve Hearing no objection, Chair Knight ordered approval of the agenda as presented.

REGULAR BUSINESS

4. MEETING MINUTES FOR JANUARY 26, 2016

Vice-Chair Lee moved to approve the January 26, 2016 minutes as presented and Member Schneider seconded.

Motion approved:
AYES: Chair Knight, Fox, Schneider, Vice-Chair Lee,
NOES: None

5. RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE ALLOWANCE BUDGET FOR JULY 2017 THROUGH JUNE 2018

Chair Knight asked for any comments on the resolution. Hearing none he asked for a motion.

Member Schneider moved to adopt Resolution No. OB 2017-01: approving the ROPS 17-18 and Member Fox seconded.

The motion passed on the following roll call vote:
AYES: Chair Knight, Fox, Schneider, Vice-Chair Lee,
NOES: None

The Oversight Board adopted Resolution No. OB 2017-01, A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE RANCHO PALOS VERDES REDEVELOPMENT AGENCY APPROVING A RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR JULY 2017 THROUGH JUNE 2018, AND TAKING CERTAIN ACTIONS IN CONNECTION THEREWITH.

Chair Knight asked for any questions on Resolution No. OB 2017-02. Hearing none he asked for a motion. Member Fox moved to adopt the proposed administrative budget and Member Schneider seconded.

The motion passed on the following roll call vote:
AYES: Chair Knight, Fox, Schneider, Vice-Chair Lee,
NOES: None

The Oversight Board adopted Resolution No. OB 2017-02, A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE RANCHO PALOS VERDES REDEVELOPMENT AGENCY APPROVING PROPOSED ADMINISTRATIVE BUDGET FOR JULY 1, 2017 THROUGH JUNE 30, 2018, AND TAKING CERTAIN RELATED ACTIONS.

6. REVIEW AND DISCUSS PROPOSED REPAYMENT PLANS OF CURRENT OBLIGATIONS.

Staff provided brief oral comments and answered Member questions. Staff Liaison Cullen indicated that one more Oversight Board meeting would need to be conducted prior to October 1 in order to amend the FY17-18 ROPS before Staff can present the Last and Final ROPS.

Senior Analyst Kaufman added that the annual ROPS responsibility would get turned over to the County in 2018 regardless of when a Last and Final ROPS is submitted.

Counselor Harris stated there might be two questions that need to be asked, when will the Oversight Board meet again, which she believes is July 2018. The other question is when RPV does submit a Last and Final ROPS, does DOF remove itself from the process where the Successor Agency would be working solely with the County.

Chair Knight asked if we conduct two ROPS meetings with our Oversight Board before July 2018 and the ROPS responsibility gets turned over to the County, how much control does the Oversight Board have over structuring repayment plans and making sure that our ROPS approval gets recognized by the County. Staff Liaison Cullen hopes that the Successor Agency's Last and Final ROPS and the repayment plan it contains would be acceptable to the County.

Chair Knight asked for any other questions.

Vice-Chair Lee asked when we could anticipate having these future meetings. Senior Analyst Kaufman responded that the amended ROPS meeting is subject to the City's negotiations with the County, Additionally, we have to submit an amended ROPS prior of their deadline of October 1, and hope to schedule that meeting within the next two to three months. However, that is subject to the County's legal counsel accepting the terms and conditions of the repayment schedule.

Staff Liaison Cullen added that the City will need do submit the amended ROPS to the County with City Loan repayment amounts, and then have one more Oversight Board meeting to present the Last and Final ROPS before the Board can be dissolved.

Senior Analyst Kaufman indicated that the City was looking to seek final approval from the County's legal counsel on repayment scenario three (3) by next week. He added the County has agreed to this repayment plan in principle, but need to review the Memorandum of Understanding (MOU) and add legal provisions concerning property tax assumptions referenced in the staff report. The one issue that remains to be worked out is how property tax revenues will be treated if the amount either exceeds or does not meet the assumptions outlined in the repayment plan.

Chair Knight inquired whether the Portuguese Bend HOA note receivable of \$4,928 (Attachment B3) had been paid Staff Liaison Cullen replied that it had, but this attachment reflects the amount as of June 30, 2016 and at that time, the receivable had not been totally absolved.

7. PUBLIC COMMENT FOR ITEMS NOT ON THE AGENDA

None.

8. ADJOURNMENT

Chair Knight asked for a motion to adjourn and Member Schneider moved to adjourn the meeting, and Member Fox seconded. Chair Knight ordered the meeting adjourned at 4:15 p.m.

ATTEST:

Jim Knight, Chairman

Deborah Cullen, Staff Liaison



MEMORANDUM

TO: HONORABLE CHAIR AND MEMBERS OF THE OVERSIGHT BOARD

FROM: DEBORAH CULLEN, STAFF LIAISON TO THE OVERSIGHT BOARD

DATE: JANUARY 24, 2018

SUBJECT: RECOGNIZED OBLIGATION PAYMENT SCHEDULE

REVIEWED: ROBIN HARRIS, COUNSEL TO THE SUCCESSOR AGENCY

RECOMMENDATION

1. Adopt Resolution No. OB 2018-____, A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE RANCHO PALOS VERDES REDEVELOPMENT AGENCY APPROVING A RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR JULY 2018 THROUGH JUNE 2019, AND TAKING CERTAIN ACTIONS IN CONNECTION THEREWITH.
2. Adopt Resolution No. OB 2018-____, A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE RANCHO PALOS VERDES REDEVELOPMENT AGENCY APPROVING PROPOSED ADMINISTRATIVE BUDGET FOR JULY 2018 THROUGH JUNE 2019, AND TAKING CERTAIN RELATED ACTIONS.

BACKGROUND

Pursuant to Health and Safety Code Section 34177, successor agencies are required to continue to make payments due for enforceable obligations of the former redevelopment agencies. The Recognized Obligation Payment Schedule (ROPS) identifies these obligations, the anticipated timing and amount of funds required to meet these obligations, and the funding sources for each obligation.

The ROPS will be used by the Los Angeles County Auditor-Controller to allocate money from the Redevelopment Property Tax Trust Fund (RPTTF), in order for the Successor Agency to make payments on enforceable obligations. Ultimate approval of the ROPS is granted once it is approved by the Oversight Board and reviewed by the California Department of Finance (DOF).

RECOGNIZED OBLIGATION PAYMENT SCHEDULE

January 25, 2017

Page 2 of 3

New dissolution law which took effect, September 22, 2015, changed the requirement for submission of the ROPS (SB 107). It is now an annually required document (vs. bi-annual).

DISCUSSION

Obligations of Successor Agency

The Successor Agency has the following obligations, which were included on the last ROPS approved by the DOF.

- 1997 Tax Increment Bond – expected balance outstanding at June 30, 2018 is \$5,205,875. Scheduled repayments are outlined in a Memorandum of Understanding dated November 1, 1997, between the County of Los Angeles (County), the City of Rancho Palos Verdes (City), and the former Rancho Palos Verdes Redevelopment Agency (RPVRDA). The stated interest rate in the MOU is five percent (5%). Bond payments are semi-annual, and remaining payments average about \$261,400 each (or about \$522,800 per year). The last bond payment is scheduled for December 2, 2027.
- City's Consolidated Loan – expected outstanding balance at June 30, 2018 is \$10,522,770. Per new dissolution law, the loan accrues simple interest of 3%. Payments are subject to formula outlined in dissolution law, which fluctuate with the availability of RPTTF revenue; therefore, the date of loan payoff is unknown.
- County Deferral of Tax Increment – estimated outstanding at June 30, 2018 is \$9,599,394 (see Attachment F). As part of the 1987 Horan Agreement, the County received a 50.9% share of tax increment generated in the project area. In 1997, as part of the debt restructuring, the County agreed to defer its 50.9% share of tax increment “to the extent necessary to pay principal and/or interest on the RDA Bond and to satisfy the amount due to the County”. Staff has been working with the County, legal counsel and a Consultant from HdL Companies (who specializes in Redevelopment) on a repayment schedule for both the County Bonds and City Loan. Based on the progress of the discussions, Staff expects the County will approve a repayment schedule in 2018.
- Administration Allowance – includes staff time, an allocation of general liability insurance, the cost of legal counsel, printing, audit fees, and Oversight Board liability insurance.

Financial Position of Successor Agency

The Successor Agency financial activity and position are reported within a private-purpose trust fund in the City's financial statements. At the time of this report, the City's Auditor have not yet completed the City-wide audit. Excerpts from the City's **draft** Comprehensive Annual Financial Report for the fiscal year ended June 30, 2017 have been attached (Statement of Fiduciary Net Position, Statement of Changes in Fiduciary Net Position, and Note to City's Financial Statements).

RECOGNIZED OBLIGATION PAYMENT SCHEDULE

January 25, 2017

Page 3 of 3

Staff has included the following reconciliations to assist in tracing ROPS amounts to the Financial Statements:

- Cash Basis Summary by ROPS Period;
- Financial Statement Reconciliation to ROPS amounts; and
- Schedule of City's Consolidated Loan FY16-17.

Attachments

A – ROPS 18-19 (Recognized Obligation Repayment Schedule)

B – Excerpts of City's Financial Statements for Successor Agency Fund

C – Reconciliations

D – 1997 Tax Allocation Bonds Remaining Debt Service Schedule

E – City's Consolidated Loan

F – Auditor-Controller, Tax Division Rancho Palos Verdes – R.P. #1 (Acct No 234.02)
County Deferral Balance

RESOLUTION NO. OB 2018-__

A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE RANCHO PALOS VERDES REDEVELOPMENT AGENCY APPROVING A RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR THE FISCAL PERIOD COMMENCING JULY 1, 2018 AND ENDING JUNE 30, 2019 PURSUANT TO HEALTH AND SAFETY CODE SECTION 34180, AND TAKING CERTAIN ACTIONS IN CONNECTION THEREWITH

RECITALS:

A. Health and Safety Code Section 34177 provides that before the fiscal period, successor agencies to former redevelopment agencies must prepare a Recognized Obligation Payment Schedule (“ROPS”) for the enforceable obligations of the former redevelopment agency in accordance with the requirements of Section 34177.

B. Pursuant to Health and Safety Code Section 34180(g), establishment of a ROPS by the Successor Agency shall be approved by the Oversight Board.

C. Pursuant to Health and Safety Code Section 34177(o), a ROPS approved by the Oversight Board must be submitted to the California Department of Finance (“DOF”) by February 1, 2018 for the period July 1, 2018 through June 30, 2019 (“ROPS 18-19”).

NOW, THEREFORE, THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE RANCHO PALOS VERDES REDEVELOPMENT AGENCY (“SUCCESSOR AGENCY”), HEREBY FINDS, DETERMINES, RESOLVES, AND ORDERS AS FOLLOWS:

Section 1. The above recitals are true and correct and are a substantive part of this Resolution.

Section 2. This Resolution is adopted pursuant to Health and Safety Code Section 34180(g).

Section 3. The Oversight Board hereby approves ROPS 18 19, substantially in the form attached hereto as Exhibit A; and hereby directs the staff of the Successor Agency to post the ROPS 18-19 on the Successor Agency’s Internet website (being a page on the Internet website of the City of Rancho Palos Verdes); and submit the ROPS 18-19 to the County Auditor-Controller and State Controller’s Office (“SCO”) and to the DOF, together with a copy of this Resolution and the telephone number and email contact information for the Finance Officer of the Successor Agency, the official

designated by the Oversight Board to whom DOF may make a request for review in connection with ROPS.

Section 4. The officers of the Oversight Board and the staff of the Successor Agency are hereby authorized and directed, jointly and severally, to do any and all things which they may deem necessary or advisable to effectuate this Resolution.

PASSED AND ADOPTED this 24th day of January 2018.

Jim Knight, Chairman of the Oversight Board
for the Successor Agency to the Rancho Palos
Verdes Redevelopment Agency

ATTEST:

Deborah Cullen, Staff Liaison

RESOLUTION NO. OB 2018-_____

A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE RANCHO PALOS VERDES REDEVELOPMENT AGENCY APPROVING PROPOSED ADMINISTRATIVE BUDGET FOR JULY 1, 2018 THROUGH JUNE 30, 2019, AND TAKING CERTAIN RELATED ACTIONS

RECITALS:

A. Pursuant to Health and Safety Code Section 34177(j), the Successor Agency to the Rancho Palos Verdes Redevelopment Agency (the "Successor Agency") must prepare each year a proposed administrative budget covering two six-month fiscal periods (commencing each January 1 and July 1) and submit the proposed administrative budget to the oversight board of the Successor Agency (the "Oversight Board") for approval.

B. The Successor Agency's proposed administrative budget from July 1, 2018 through June 30, 2019 has been presented to this Oversight Board for approval.

NOW, THEREFORE, THE OVERSIGHT BOARD FOR THE SUCCESSOR AGENCY TO THE RANCHO PALOS VERDES REDEVELOPMENT AGENCY HEREBY FINDS, DETERMINES, RESOLVES, AND ORDERS AS FOLLOWS:

Section 1. The above recitals are true and correct and are a substantive part of this Resolution.

Section 2. The Oversight Board hereby approves Administrative Budget 18-19, substantially in the form attached hereto as Exhibit A.

Section 4. The Staff of the Successor Agency are hereby authorized and directed, jointly and severally, to do any and all things which they may deem necessary or advisable to effectuate this Resolution and the Administrative Budget, including making any adjustment to the proposed Administrative Budgets to make them consistent with the Successor Agency's Recognized Obligation Payment Schedule for fiscal year 2018-19 (as such Recognized Obligation Payment Schedule is approved by the State Department of Finance).

PASSED, APPROVED AND ADOPTED this 24th day of January, 2018.

AYES:

NOES:

ABSENT:

ABSTAIN:

Jim Knight, Chairman of the Oversight Board
for the Successor Agency to the Rancho Palos
Verdes Redevelopment Agency

ATTEST:

Deborah Cullen, Staff Liason

EXHIBIT A

**SUCCESSOR AGENCY TO THE
RANCHO PALOS VERDES REDEVELOPMENT AGENCY
ADMINISTRATIVE BUDGET 18-19
(July 1, 2018 through June 30, 2019)**

Description	Amount
Staffing costs	10,000
Legal Fees	8,000
Liability Insurance	24,000
Printing, Auditing, Other Professional Services & Direct Charges	8,000
Total	50,000

Recognized Obligation Payment Schedule (ROPS 18-19) - Summary

Filed for the July 1, 2018 through June 30, 2019 Period

Successor Agency: Rancho Palos Verdes
 County: Los Angeles

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)	18-19A Total (July - December)	18-19B Total (January - June)	ROPS 18-19 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):	\$ 468,586	\$ 207,211	\$ 675,797
F RPTTF	443,586	182,211	625,797
G Administrative RPTTF	25,000	25,000	50,000
H Current Period Enforceable Obligations (A+E):	\$ 468,586	\$ 207,211	\$ 675,797

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

Rancho Palos Verdes Recognized Obligation Payment Schedule (ROPS 1

July 1, 2018 through June 30, 2019

(Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	I	J	K	L
Item #	Project Name/Debt Obligation	Obligation Type	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Retired	ROPS 18-19 Total	Bond Proceeds
								\$ 25,328,039		\$ 675,797	\$ -
1	1997 Tax Increment Bond	Bonds Issued On or Before	12/2/1997	12/2/2027	County of Los Angeles	Restructured debt to abate active	Project Area 1	5,205,875	N	\$ 450,875	
3	Consolidated Loan from City	City/County Loan (Prior 06/28/11), Cash exchange	12/1/2003	11/27/2034	City of Rancho Palos Verdes	Loan from City to abate active landslides in the Project Area	Project Area 1	10,522,770	N	\$ 174,922	
7	Administration	Admin Costs - Litigation	1/1/2014	6/30/2014	Various	Administrative costs related to dissolution activities (staffing, legal, insurance, supplies, building & equipment, etc.)	N/A	-	N	\$ 50,000	
8	County Deferral of Tax Increment	Miscellaneous	11/1/1997	11/27/2034	County of Los Angeles	County deferral of tax increment it would otherwise receive pursuant to a Settlement Agreement	N/A	9,599,394	N	\$ -	
9									N	\$ -	
10									N	\$ -	
11									N	\$ -	
12									N	\$ -	
13									N	\$ -	
14									N	\$ -	
15									N	\$ -	
16									N	\$ -	
17									N	\$ -	
18									N	\$ -	
19									N	\$ -	
20									N	\$ -	
21									N	\$ -	
22									N	\$ -	
23									N	\$ -	
24									N	\$ -	
25									N	\$ -	
26									N	\$ -	
27									N	\$ -	
28									N	\$ -	
29									N	\$ -	
30									N	\$ -	
31									N	\$ -	
32									N	\$ -	
33									N	\$ -	
34									N	\$ -	
35									N	\$ -	
36									N	\$ -	
37									N	\$ -	
38									N	\$ -	
39									N	\$ -	
40									N	\$ -	
41									N	\$ -	
42									N	\$ -	
43									N	\$ -	
44									N	\$ -	
45									N	\$ -	
46									N	\$ -	
47									N	\$ -	
48									N	\$ -	
49									N	\$ -	
50									N	\$ -	
51									N	\$ -	
52									N	\$ -	
53									N	\$ -	
54									N	\$ -	
55									N	\$ -	
56									N	\$ -	
57									N	\$ -	
58									N	\$ -	
59									N	\$ -	

Rancho Palos Verdes Recognized Obligation Payment Schedule (ROPS 18-19) - Report of Cash Balances
July 1, 2015 through June 30, 2016
(Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177 (l), 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. For tips on how to complete the Report of Cash Balances Form, see [Cash Balance Tips Sheet](#)

A	B	C	D	E	F	G	H	I	
		Fund Sources							
		Bond Proceeds		Reserve Balance		Other	RPTTF		
	Cash Balance Information for ROPS 15-16 Actuals (07/01/15 - 06/30/16)	Bonds issued on or before 12/31/10	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	Comments	
1	Beginning Available Cash Balance (Actual 07/01/15)						462,425		
2	Revenue/Income (Actual 06/30/16) RPTTF amounts should tie to the ROPS 15-16 total distribution from the County Auditor-Controller during June 2015 and January 2016.					51,474	135,741	12 payments of \$4,167 received for Portuguese Bend Note Receivable. Interest earnings of \$1,470.	
3	Expenditures for ROPS 15-16 Enforceable Obligations (Actual 06/30/16)					51,474	154,650	Administration of \$25,984 + City Loan repayment of \$158,626 + Reconciliation to FY15-16 CAFR amount of \$25,490 (\$51,474 from "Other Funds" and \$154,650 from RPTTF).	
4	Retention of Available Cash Balance (Actual 06/30/16) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)								
5	ROPS 15-16 RPTTF Balances Remaining	No entry required							
6	Ending Actual Available Cash Balance (06/30/16) C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 + 5)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 443,516		

CITY OF RANCHO PALOS VERDES

**STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND**

June 30, 2017

	Successor Agency to the Rancho Palos Verdes Redevelopment Agency Private-Purpose Trust Fund	
	<hr/>	
ASSETS		
Cash and investments	\$	453,088
Receivables:		
Taxes		-
Interest		469
Notes		-
Prepaid items		336,875
		<hr/>
TOTAL ASSETS		790,432
		<hr/>
LIABILITIES		
Accounts payable and accrued liabilities *		52,291
Short-term liability		
Due within one year - Portuguese Bend		98,972
Due within one year - Abalone Cove		48,146
Due within one year - bond payable		230,000
Long-term liabilities		
Due beyond one year - Portuguese Bend		6,967,914
Due beyond one year - Abalone Cove		3,383,794
Due beyond one year - bond payable		4,045,000
		<hr/>
TOTAL LIABILITIES		14,826,117
		<hr/>
NET POSITION (DEFICIT) HELD IN TRUST	\$	(14,035,685)
		<hr/> <hr/>

CITY OF RANCHO PALOS VERDES

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND**

For the year ended June 30, 2017

	Successor Agency to the Rancho Palos Verdes Redevelopment Agency Private-Purpose Trust Fund
ADDITIONS	
Taxes	\$ 443,750
Use of money and property	2,970
TOTAL ADDITIONS	<u>446,720</u>
DEDUCTIONS	
Administration	48,193
Debt interest and fiscal charges	224,243
TOTAL DEDUCTIONS	<u>272,436</u>
EXTRAORDINARY GAIN	<u>-</u>
CHANGE IN NET POSITION	<u>174,284</u>
NET POSITION (DEFICIT) - BEGINNING OF YEAR	<u>(14,209,969)</u>
NET POSITION (DEFICIT) - END OF YEAR	<u>\$ (14,035,685)</u>

NOTE #14 – SUCCESSOR AGENCY

Under the Dissolution Act, each California redevelopment agency (each a “Dissolved RDA”) was dissolved as of February 1, 2012. A Successor Agency was created for each Dissolved RDA which is the sponsoring community of the Dissolved RDA unless it elected not to serve as the Successor Agency. On September 6, 2011, the City elected to serve as the Successor Agency of the Rancho Palos Verdes Redevelopment Agency.

The Dissolution Act allowed the sponsoring community that formed the Dissolved RDA to elect to assume the housing functions and take over the certain housing assets of the Dissolved RDA. The City elected on February 21, 2012 to serve as the Housing Successor Agency. After the date of dissolution, the housing assets, obligations, and activities of the Dissolved RDA have been transferred and are reported in a special revenue fund in the financial statements of the City (City Low-Moderate Income Housing Fund).

All other assets, obligations, and activities of the Successor Agency are reported in a fiduciary fund (private-purpose trust fund) in the financial statements of the City.

The County Auditor-Controller is charged with establishing a Redevelopment Property Tax Trust Fund (the “RPTTF”) for each Successor Agency and depositing into the RPTTF for each six-month period the amount of property taxes that would have been redevelopment property tax increment had the redevelopment agency not been dissolved. The deposit in the RPTTF fund is to be used to pay to the Successor Agency’s enforceable obligations for the upcoming six-month period.

The process of making RPTTF deposits to be used to pay enforceable obligations of the dissolved RDA will continue until all enforceable obligations have been paid in full and all non-housing assets of the dissolved RDA have been liquidated.

Non-Liquid Assets

The following non-liquid assets are included in the records of the Successor Agency.

Note receivable from:	
Prepaid item	<u>336,875</u>
Total Non-Liquid Assets	<u>\$336,875</u>

In 1999, the former Redevelopment Agency extended a \$750,000 construction loan to the Portuguese Bend Club Homeowners Association. The note is non-interest bearing, and is to be repaid in 180 equal installments beginning in July 2001. The balance of the note receivable was paid in full in July 2016.

Prior to redevelopment dissolution, the County of Los Angeles pursuant to a Memorandum of Understanding dated November 1, 1997 (discussed below) impounded property tax increment allocated to the former redevelopment agency for payment of debt

owed to the County. The balance of the impounded tax increment not yet applied to debt at June 30, 2017 is \$336,875.

Debt Summary

	Balance July 1, 2016	Additions	Deletions	Balance June 30, 2017	Amounts Due in One Year
Due to City:					
Portuguese Bend	\$ 7,063,370	\$ 121,471	\$ (117,955)	\$ 7,066,886	\$ 99,027
Abalone Cove	3,429,963	68,324	\$ (66,346)	3,431,940	\$ 48,091
Due to County:					
Tax Increment Bond	4,475,000	-	(200,000)	4,275,000	230,000
Totals	\$ 14,968,333	\$ 189,795	\$ (384,301)	\$ 14,773,826	\$ 377,118

Consolidated Loan from City

The City entered into an agreement to provide the former Redevelopment Agency (RDA) operating funds and staff assistance, supplies, technical and other services and facilities of the City as the RDA required in carrying out its function under the community redevelopment law. The former RDA was to repay the resulting indebtedness, plus interest, from incremental property tax revenues arising from the project area, as such revenue became available. Pursuant to redevelopment dissolution law, loans from cities to redevelopment agencies made more than two years after formation of the redevelopment agency are not recognized obligations. Therefore, the Consolidated Loan from the City has been previously disallowed on the Successor Agency's Recognized Obligation Payment Schedule (ROPS). However, AB1484 provides a method to secure recognition of the City's Consolidated Loan as an obligation of the Successor Agency. Upon completion of various independent reviews and transfers of funds to Los Angeles County, the Successor Agency received a "Finding of Completion" on April 26, 2013. On December 11, 2013, the Oversight Board made a finding that the Consolidated Loan from the City was made for legitimate redevelopment purposes. City Management expects that 147,118 of RPTTF revenue will be available for repayment of the City's Consolidated Loan during the fiscal year ended June 30, 2018. As required by dissolution law, twenty percent of the amount available will be deposited into the City's Low-Moderate Income Housing Fund.

On September 22, 2015, Governor Brown signed new legislation that became effective immediately. The new legislation requires accrued interest on city loans to be recalculated using a simple interest rate of 3%. Previously, accrued interest on the City's loan was calculated using historical Local Agency Investment Fund (LAIF) rates. At June 30, 2017, using historical LAIF rates, the loan balance was \$11,741,694. Under the new legislation, the loan balance is \$10,498,826.

	Principal	Interest	June 30, 2017 Balance
Portuguese Bend	\$ 4,049,042	\$ 3,017,844	\$ 7,066,886
Abalone Cove	2,277,461	1,154,479	3,431,940
Allowance from Successor Agency Receivable	(6,326,503)	(4,172,323)	(10,498,826)
Totals:	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Due to the uncertainty of Redevelopment Property Tax Trust Fund revenue available for future loan repayments, the City's loan receivable of \$10,498,826 has been completely offset with an allowance for uncollectable amounts on the City's financial statements.

Tax Increment Bond and Deferred Interest Payable

In July 1991, the former Redevelopment Agency received \$10,000,000 in loan proceeds (the Loan) from the County of Los Angeles (the County) upon the County's issue of Abalone Cove Improvement Bonds 2651-M pursuant to a Reimbursement and Settlement Agreement (the Agreement), dated October 27, 1987 in connection with the Horan Lawsuit. The Loan was made for the purpose of abating the Abalone Cove landslide. The settlement Loan was secured by property assessment liens in the Abalone Cove project area.

As stipulated by the parties to the Agreement, a portion of the Loan proceeds was used to repay a tax allocation and revenue anticipation promissory note issued to the County in the principal amount of \$1,450,000, plus accrued interest equal to \$179,244. A second portion of the proceeds was used to repay expenses advanced by the County in the amount of \$135,614. A third portion was used to repay certain loans from the City to the former Redevelopment Agency in the amount of \$787,340.

Per the terms of the Agreement, \$1,000,000 of the proceeds was deposited in the Abalone Cove Permanent Fund of the Joint Powers Improvement Authority. The remainder of the proceeds was accounted for in the former Redevelopment Agency's Abalone Cove Fund. Concurrent with the execution of the Agreement, the County deeded its title in the Abalone Cove Beach Park to the former Redevelopment Agency.

As part of the Agreement, the former Redevelopment Agency was required to transfer 17 percent of tax increment revenue to the Consolidated Fire Protection District of the County and 50.9 percent of tax increment revenue for debt repayment to the County. In accordance with the Agreement, the former Redevelopment Agency was to pay the Loan principal plus interest at 7.7654 percent over a 30-year period that began in 1992. However, these debt payments were to be deferred 10 years until the fiscal year ended June 30, 2002.

As part of the deferral arrangement, the accrued interest from the inception of the Loan through June 30, 2002, in the amount of \$7,314,944, was scheduled for payment over a 20-year period beginning in the fiscal year ended June 30, 2002 with no additional interest. The remaining balance of \$10,274,119 was scheduled for payment to the County

over a 20-year period beginning in the fiscal year ended June 30, 2002, with interest at 7.7654 percent.

On November 1, 1997, the City, the former Redevelopment Agency and the County of Los Angeles entered into a Memorandum of Understanding (MOU) agreeing to restructure the repayment schedule of the debt owed to the County by the former Redevelopment Agency. In accordance with the terms of the MOU, the \$10,000,000 loan principal owed to the County was cancelled. As consideration for the loan cancellation, the former Redevelopment Agency made a lump sum payment to the County in the amount of \$4,545,000 and issued a \$5,455,000 tax increment bond to the County (the bond). Of the \$4,545,000 lump sum payment, \$2,000,000 was paid from tax increment revenue and interest earnings accumulated in the Debt Service Fund. The remaining \$2,545,000 was funded by a combination of a loan from the General Fund of the City to the Agency for \$1,545,000 and a net operating transfer from the Agency's Abalone Cove Capital Projects Fund to the Debt Service Fund of \$1,000,000. The private property liens resulting from the formation of the bond assessment district in connection with the Reimbursement and Settlement Agreement in 1987 were discharged in accordance with the terms of the MOU.

The bond was issued as a conduit through the Improvement Authority to the County. No issuance costs were incurred. Future allocations of property tax to the Successor Agency will fund the payment of the bond debt and the deferred interest from the original Loan until paid in full. The principal of the bond began maturing in installments each December 2nd, commencing December 2, 2004. Interest accrues at a rate of 5 percent per annum and is payable in arrears each June 2nd and December 2nd.

Additionally, both the accrued interest and deferred interest on the \$10,000,000 Loan previously owed the County was retroactively recalculated from the Loan origination date at a rate of approximately 5 percent compared to 7.7654 percent per the original Agreement. The recalculated deferred interest was \$3,111,400. In accordance with the MOU, the recalculated deferred interest does not accrue additional interest. As of June 30, 2014, the balance of the deferred interest debt has been completely repaid.

The California Department of Finance has approved the Tax Increment Bond and Deferred Interest Payable as obligations of the Successor Agency.

The debt service schedule below summarizes all fixed principal and interest payments for the term of the bond. Because the payback period for the deferred interest amount will fluctuate depending on the availability of excess property tax revenue, no amounts have been included in the following schedule for repayment of the deferred interest.

Year Ending June 30,	Principal	Interest	Total
2018	230,000	208,000	438,000
2019	255,000	195,875	450,875
2020	280,000	182,500	462,500
2021	310,000	167,750	477,750
2022	345,000	151,375	496,375
2023-2026	1,245,000	338,375	1,583,375
2027-2028	1,610,000	125,000	1,735,000
Totals	<u>\$4,275,000</u>	<u>\$ 1,368,875</u>	<u>\$ 5,643,875</u>

<i>Cash Basis Summary by ROPS Period</i>	ROPS1 Feb-Jun 2012 Actual	ROPS2 Jul-Dec 2012 Actual	ROPS3 Jan-Jun 2013 Actual	ROPS13-14A Jul-Dec 2013 Actual	ROPS13-14B Jan-Jun 2014 Actual	ROPS14-15A Jul-Dec 2014 Actual	ROPS14-15B Jan-Jun 2015 Actual	ROPS15-16A Jul-Dec 2015 Actual	ROPS15-16B Jan-Jun 2016 Actual	ROPS16-17A Jul 2016 -Dec 2016 Actual	ROPS16-17B Jan 2017 -Jun 2017 Actual
Beginning Cash Balance	546,494	625,260	438,142	364,713	305,255	528,852	493,602	462,425	439,716	443,516	427,595
RPTTF Distributed to Successor Agency	118,818		273,017		252,364		-		135,741	-	239,301
PBCHOA Repayments of Note Receivable (1)	20,835	20,844	29,166	25,002	25,002	25,002	25,002	25,002	25,002	4,928	-
Interest Income		394	738	397	418	504	641	625	845	614	2,356
Administrative Costs (staff, printing, insurance, audit fees, etc.)	(38,527)	(41,790)	(40,764)	(64,161)	(26,049)	(19,926)	(19,247)	(20,065)	-	(19,325)	(19,508)
Legal Costs	(5,072)	(11,721)	(4,546)	(20,696)	(9,307)	(4,373)	(792)	(4,328)	(1,591)	(2,138)	(3,125)
Parcel Assessments	(17,288)	(113)	(17,505)		(18,831)						
City's Consolidated Loan Repayment						(36,458)	(36,458)	(23,943)	(135,114)	-	(184,302)
Remit Excess Cash to State		(154,732)	(313,535)								
Reconciliation to CAFR							(324)		(21,083)		(9,229)
Ending Cash Balance	625,260	438,142	364,713	305,255	528,852	493,602	462,425	439,716	443,516	427,595	453,088
Beginning County Impound Account Balance	291,532	546,560	306,806	753,144	432,225	419,963	452,848	638,144	341,769	311,875	106,875
County Impound Account Adjustment (2)									81,981		
RPTTF Impounded	381,653	379,481	569,963		935,713	424,510	598,046	111,875	311,875	106,875	336,875
1997 Tax Allocation Bond Interest	(126,625)	(126,625)	(123,625)	(123,625)	(120,250)	(120,250)	(116,375)	(116,375)	(111,875)	(111,875)	(106,875)
1997 Tax Allocation Bond Principal		(120,000)		(135,000)		(155,000)		(180,000)	-	(200,000)	
Deferred Interest Debt (paid-off in Nov 2013)		(372,610)		(62,294)							
Return to RPTTF for Distribution to Taxing Agencies					(827,725)	(116,375)	(296,375)	(111,875)	(311,875)		
Ending County Impound Account Balance	546,560	306,806	753,144	432,225	419,963	452,848	638,144	341,769	311,875	106,875	336,875
(1) The Successor Agency holds a note receivable from the Portuguese Bend Club Homeowners Association. The outstanding balance of \$4,928 was paid in July 2016.											
(2) Based on County guidance, impound balance was adjusted down to \$311,875, which matches the figure in the FY15-16 CAFR.											

Financial Statement Reconciliation to ROPS Amounts			FY16-17 Change in Net Position
Description	Period	Amount	
RPTTF	ROPS16-17A	752,430	
Less: County Pass-Thru 50.9%	ROPS16-17A	(382,987)	
Less: Fire District Pass-Thru 17%	ROPS16-17A	(127,913)	
Less: 1997 Tax Allocation Bond Payment	ROPS16-17A	(106,875)	
RPTTF	ROPS16-17B	1,126,643	
Less: County Pass-Thru 50.9%	ROPS16-17B	(573,461)	
Less: Fire District Pass-Thru 17%	ROPS16-17B	(191,529)	
Less: 1997 Tax Allocation Bond Payment	ROPS16-17B	(336,875)	
Reconciliation to FY16-17 CAFR (FY 17-18 City Loan payment received in FY16-17)	ROPS16-17B	284,318	
Taxes			443,750
Interest Income	ROPS16-17A	614	
Interest Income	ROPS16-17B	2,356	
Interest Income			2,970
Administrative Costs	ROPS16-17A	(19,325)	
Administrative Costs	ROPS16-17B	(19,508)	
Legal Costs	ROPS16-17A	(2,138)	
Legal Costs	ROPS16-17B	(3,125)	
Accounts Payable	6/30/2016	-	
Accounts Payable	6/30/2017	-	
Prepaid Assessments	6/30/2016	-	
Carrying Cost of Land Transferred to City	6/30/2017	-	
Reconciliation to FY16-17 CAFR factors in FY 16-17 accruals)		(4,097)	
Administration			(48,193)
1997 Tax Allocation Bond Interest	ROPS16-17A	(111,875)	
1997 Tax Allocation Bond Interest	ROPS16-17B	(106,875)	
City's Consolidated Loan Interest Accrual	FY16-17	(5,493)	
Impound Interest Expense	FY16-17	-	
Debt Interest and fiscal charges			(224,243)
Change In Net Position			174,284

Schedule of City's Consolidated Loan FY16-17	Portuguese Bend	Abalone Cove	Total
City's Consolidated Loan June 30, 2015	7,063,370	3,429,962	10,493,332
Repayment from RPTTF	(117,956)	(66,346)	(184,302)
Interest Accrual	121,471	68,324	189,795
City's Consolidated Loan June 30, 2017	7,066,886	3,431,940	10,498,826

1997 Tax Allocation Bonds
Remaining Debt Service Schedule

	Total Payment	Interest Payment	Principal Payment	Principal Balance
6/30/2018	101,125	101,125		4,045,000
12/31/2018	356,125	101,125	255,000	3,790,000
6/30/2019	94,750	94,750		3,790,000
12/31/2019	374,750	94,750	280,000	3,510,000
6/30/2020	87,750	87,750		3,510,000
12/31/2020	397,750	87,750	310,000	3,200,000
6/30/2021	80,000	80,000		3,200,000
12/31/2021	425,000	80,000	345,000	2,855,000
6/30/2022	71,375	71,375		2,855,000
12/31/2022	451,375	71,375	380,000	2,475,000
6/30/2023	61,875	61,875		2,475,000
12/31/2023	476,875	61,875	415,000	2,060,000
6/30/2024	51,500	51,500		2,060,000
12/31/2024	501,500	51,500	450,000	1,610,000
6/30/2025	40,250	40,250		1,610,000
12/31/2025	535,250	40,250	495,000	1,115,000
6/30/2026	27,875	27,875		1,115,000
12/31/2026	562,875	27,875	535,000	580,000
6/30/2027	14,500	14,500		580,000
12/31/2027	594,500	14,500	580,000	-

Total Balance 5,205,875

City's Consolidated Loan to RDA

As of June 30 for the years:	LAIF Rate	Principal	Interest	Cumulative Balance
1990		1,279,152	0	1,279,152
1991	3.000%	318,400	47,927	1,645,479
1992	3.000%	165,000	52,877	1,863,355
1993	3.000%	133,000	56,867	2,053,222
1994	3.000%	133,000	60,857	2,247,078
1995	3.000%	457,000	74,567	2,778,645
1996	3.000%	435,000	87,617	3,301,261
1997	3.000%	250,000	95,117	3,646,378
1998	3.000%	200,000	101,117	3,947,494
1999	3.000%	700,000	122,117	4,769,611
2000	3.000%	250,000	129,617	5,149,228
2001	3.000%	0	129,617	5,278,844
2002	3.000%	0	129,617	5,408,461
2003	3.000%	0	129,617	5,538,077
2004	3.000%	0	129,617	5,667,694
2005	3.000%	0	129,617	5,797,310
2006	3.000%	0	129,617	5,926,927
2007	3.000%	0	129,617	6,056,544
2008	3.000%	0	129,617	6,186,160
2009	3.000%	0	129,617	6,315,777
2010	3.000%	0	129,617	6,445,393
2011	3.000%	0	129,617	6,575,010
2012	3.000%	0	129,617	6,704,626
2013	3.000%	0	129,617	6,834,243
2014	3.000%	0	129,617	6,963,859
2015	3.000%	-52,039	128,055	7,039,876
2016	3.000%	-101,515	125,010	7,063,370
2017	3.000%	-117,956	121,471	7,066,886
2018	3.000%	-103,053	118,380	7,082,213
Total Portuguese Bend		3,945,989	3,136,224	
1998	3.000%	1,545,000	46,350	1,591,350
1999	3.000%	0	46,350	1,637,700
2000	3.000%	0	46,350	1,684,050
2001	3.000%	0	46,350	1,730,400
2002	3.000%	0	46,350	1,776,750
2003	3.000%	12,000	46,710	1,835,460
2004	3.000%	40,355	47,921	1,923,736
2005	3.000%	60,907	49,748	2,034,391
2006	3.000%	93,540	52,554	2,180,485
2007	3.000%	80,498	54,969	2,315,952
2008	3.000%	22,207	55,635	2,393,794
2009	3.000%	44,485	56,970	2,495,249
2010	3.000%	86,831	59,575	2,641,654
2011	3.000%	346,483	69,969	3,058,106
2012	3.000%	89,918	72,667	3,220,691
2013	3.000%	0	72,667	3,293,358
2014	3.000%	0	72,667	3,366,025
2015	3.000%	-20,876	72,040	3,417,189
2016	3.000%	-57,542	70,314	3,429,962
2017	3.000%	-66,346	68,324	3,431,940
2018	3.000%	-57,967	66,585	3,440,557
Total Abalone Cove		2,219,494	1,221,064	
Grand Totals		6,165,483	4,357,288	10,522,770

**AUDITOR-CONTROLLER, TAX DIVISION
RANCHO PALOS VERDES - R.P. #1 (Acct No 234.02)
County Deferral Balance**

	As of June	PRINCIPAL			CUMULATIVE TOTAL
		COUNTY	FLOOD	TOTAL	
	1986	12,872.51	444.78	13,317.29	13,317.29
	1987	35,103.59	1,212.92	36,316.51	49,633.80
	1988	42,958.30	697.05	43,655.35	93,289.15
	1989	69,370.54	3,184.22	72,554.76	165,843.91
	1990	75,157.53	2,596.91	77,754.44	243,598.35
	1991	147,445.36	5,094.65	152,540.01	396,138.36
	1992	117,563.20	4,062.14	121,625.34	517,763.70
	1993	157,892.23	5,455.61	163,347.84	681,111.54
	1994	148,630.57	5,135.62	153,766.19	834,877.73
	1995	138,339.53	4,780.02	143,119.55	977,997.28
	1996	166,683.99	5,759.42	172,443.41	1,150,440.69
	1997	179,718.37	6,209.78	185,928.15	1,336,368.84
	1998	230,275.13	7,956.64	238,231.77	1,574,600.61
	1999	244,012.93	8,431.34	252,444.27	1,827,044.88
	2000	245,431.46	8,480.35	253,911.81	2,080,956.69
	2001	284,904.94	9,844.29	294,749.23	2,375,705.92
	2002	293,955.83	10,157.01	304,112.84	2,679,818.76
	2003	341,096.01	11,785.86	352,881.87	3,032,700.63
	2004	356,514.13	12,318.56	368,832.69	3,401,533.32
	2005	363,753.48	12,568.72	376,322.20	3,777,855.52
	2006	409,187.42	14,138.59	423,326.01	4,201,181.53
	2007	438,488.05	15,150.98	453,639.03	4,654,820.56
	2008	488,482.07	16,878.45	505,360.52	5,160,181.08
	2009	541,814.80	18,721.28	560,536.08	5,720,717.16
	2010	532,352.79	18,394.30	550,747.09	6,271,464.25
	2011	519,492.71	17,949.92	537,442.63	6,808,906.88
	2012 (July11-May12)	575,834.66	19,896.72	595,731.38	7,404,638.26
ROPS3	June2012-Dec2012	296,356.70	10,239.98	306,596.68	7,711,234.94
ROPS13-14A	Jan2013-May2013	445,114.01	15,379.95	460,493.96	8,171,728.90
ROPS13-14B	June2013- Dec2013	(337,186.46)	(12,023.46)	(349,209.92)	7,822,518.98
ROPS14-15A	Jan2014-May2014	382,290.76	13,209.24	395,500.00	8,218,018.98
ROPS14-15B	June2014-Dec2014	112,090.66	4,284.34	116,375.00	8,334,393.98
ROPS15-16A	Jan2015-May2015	285,198.35	11,176.65	296,375.00	8,630,768.98
ROPS15-16B	Jun2015-Dec2015	107,656.07	4,218.93	111,875.00	8,742,643.98
ROPS16-17A	Jan2016-May2016	300,113.83	11,761.17	311,875.00	9,054,518.98
ROPS16-17B	Jun2016-Dec2016	102,844.62	4,030.38	106,875.00	9,161,393.98
ROPS17-18A	Jan2017-May2017	324,171.05	12,703.95	336,875.00	9,498,268.98
ROPS17-18B	June2017-Dec2017	97,303.79	3,821.21	101,125.00	9,599,393.98
		9,273,285.51	326,108.47	9,599,393.98	



MEMORANDUM

TO: HONORABLE CHAIR AND MEMBERS OF THE BOARD OF DIRECTORS OF THE SUCCESSOR AGENCY TO THE RANCHO PALOS VERDES REDEVELOPMENT AGENCY

FROM: DEBORAH CULLEN, FINANCE OFFICER

DATE: JANUARY 24, 2018

SUBJECT: PROPOSED REPAYMENT OF RECOGNIZED OBLIGATIONS

REVIEWED: DOUG WILLMORE, EXECUTIVE DIRECTOR

Staff Coordinator: Allan Kaufman, Senior Administrative Analyst

RECOMMENDATION

- 1) Review and discuss proposed repayment plan for current obligations.
- 2) Direct City Staff to prepare an amended Recognized Obligation Payment Schedule to be considered by the Oversight Board, and forwarded to the County and the State Department of Finance (DOF) by October 1, 2018.

BACKGROUND AND DISCUSSION

Since the City's former Redevelopment Agency (RDA) was dissolved on January 31, 2012, the following items have yet to be completed:

1. Continued repayment of the former RDA's debt to the County using proceeds from the Redevelopment Property Tax Trust Fund (balance of \$14,805,269 as of December 31, 2017).
2. Continued repayment of the former RDA's debt to the City (City Loan).

Last and Final ROPS Update

At the last Oversight Board meeting on January 31, 2017, Staff updated the Board on the status of the County Bonds and the City Loan. As a reminder, the County debt has two components: County Bonds, which represent future payments through 2027; and the

REDEVELOPMENT DISSOLUTION STATUS AND UPDATE

January 24, 2018

Page 2 of 5

Deferred Tax Increment which are prior bond payments the County has made on the City's behalf since 1997. Since the County debt does not accrue interest, the total outstanding balance remains unchanged from last year, at approximately \$14.8 million.

Since there is not an approved repayment plan currently in place for this Deferred Tax portion of the County debt, the City is precluded from submitting a Last and Final ROPS. Once a Last and Final ROPS is approved it would effectively end the Annual ROPS process that this Board is charged with reviewing and approving. Considering this fact, and the simple interest rate of the City Loan would be recalculated from 3% to 4%, Staff still maintains that submitting the Last and Final ROPS is the best decision.

The June 30, 2017 draft financial statements reflect a City Loan balance of \$10,498,826, based upon the 3% fixed interest rate accrual. If a Last and Final ROPS is approved, using the adjusted simple interest rate of 4% would increase the accrued interest balance by about \$1.3 million.

The following table summarizes the accrued interest and City Loan balance amount as of June 30, 2017 for each scenario.

	Principal	Accrued Interest	City Loan Balance June 30, 2017
3% Interest Rate (After New Law)	6,326,503	4,172,323	\$10,498,826
4% Interest Rate (Last and Final ROPS)	6,277,026	5,559,139	\$11,836,166

County Bond, Deferred Tax Increment and City Loan Repayment

At the last Board meeting, Staff introduced three (3) repayment scenarios to the Oversight Board for their review and comments. The repayment scenarios were to repay in full, both the County Bonds and City Loan. The Board approved Staff's recommendation to move forward with one of the repayment schedules. As the City was in talks with the County to amend the Settlement Agreement to the 1997 Memorandum of Understanding (MOU) to incorporate this repayment schedule, the City's Special Legal Counsel determined that the repayment calculation of the City Loan outlined in the repayment schedule did not adhere to dissolution law. As a result, the repayment schedule reviewed by this Board last January, could not move forward.

The central issue was whether pass-through payments to the County and Fire District should be included in the City Loan repayment calculation. Staff's interpretation at that time was pass-through payments did not have to be made prior to the remaining Redevelopment Property Tax Trust Fund (RPTTF) could be used to repay the City Loan. As such, Staff based the repayment schedule it introduced to the Board last January using

REDEVELOPMENT DISSOLUTION STATUS AND UPDATE

January 24, 2018

Page 3 of 5

this interpretation of the calculation as shown below.

2017 Calculation with Last and Final ROPS

Estimated FY17-18 RPTTF	\$1,866,875
State & County Fees (3%)	56,006
Enforceable Obligations	
County Bond Payments	-344,000
Subtotal	\$1,578,881
Multiply by	15%
Estimated FY17-18 City Loan Repayment	\$236,832

Based on the new interpretation of the law, pass-through payments along with enforceable obligations must be made prior to the remaining Redevelopment Property Tax Trust Fund (RPTTF) can be used to repay the City Loan. Below is a table outlining the revised calculation.

Updated Calculation with Last and Final ROPS

Estimated FY17-18 RPTTF	\$1,866,875
State & County Fees (3%)	-56,006
Enforceable Obligations	
Pass through Payment - County (50.9%)	-950,239
Pass through Payment - Fire Dist. (17%)	-317,369
County Bond Payments	-344,000
Subtotal	\$199,261
Multiply by	15%
Estimated FY17-18 City Loan Repayment	\$29,889

By factoring in the pass-through payments (high-lighted in blue) to the calculation, the RPTTF amount the City would be allowed to receive annually to repay its City Loan would be significantly reduced.

Fortunately, the Last and Final ROPS gives Cities the option to retain the current formula:

Prior year residual distribution of Redevelopment Property Tax Trust Fund (RPTTF, formerly referred to as tax increment) to taxing entities, less the base year (FY12-13) distribution of RPTTF to taxing entities, divided by 2.

If the Successor Agency were to continue with the current formula (outlined in table below), the remaining RPTTF available to repay the City Loan would be considerably greater in its Last and Final ROPS and thus, the Loan would get repaid in a shorter time

REDEVELOPMENT DISSOLUTION STATUS AND UPDATE

January 24, 2018

Page 4 of 5

period than if the alternate calculation was applied.

Current Loan Repayment Calculation	
Base Year 2012-13 Residual	\$0
Distribution to Taxing Entities	0
FY16-17 Residual Distribution to Taxing Entities	294,235
Difference	\$294,235
Divide by 2	
Estimated FY17-18 City Loan Repayment	\$147,118

Based on the projected repayment amounts using both calculations, the City conferred with legal counsel on next steps to provide a viable repayment plan that would allow for the concurrent repayment of the County debt and City Loan.

Our legal counsel advised the City to work with a consultant who has extensive experience with Redevelopment at other Cities and debt financing as it relates to enforceable obligations. Fortunately, the City's Property Tax Consultant, HdL Coren & Cone (HdL), had someone on their staff who met both of these needs. This consultant developed a draft repayment plan on how the City could repay the County bonds (including the Deferred Tax Increment) and the City Loan from RPTTF. (Attachment C2). In light of numerous calculations used to develop this repayment plan, Staff created a guide (Attachment C1) to make the schedule easier to interpret.

Based on this revised repayment plan, the County debt is scheduled to be repaid in 35 years and the City Loan in 39 years. This will extend the repayment period by seven (9) and nine (7) years longer respectively, compared to the repayment schedule proposed last January. Once both of these obligations are paid off, the remaining RPTTF, net of the County Administration Fees and pass-through payments, would be disbursed to the City and other taxing entities.

One issue that was raised at the last Board meeting as it relates to a repayment schedule is how to address scenarios where the RPTTF growth rate applied in the schedule is either not met or exceeds the stated amount. In response, the County drafted an amendment (Attachment A) to the Settlement Agreement of the MOU. This amendment will add the County Bond repayment schedule to formerly recognize this debt as an enforceable obligation along with addressing the RPTTF assumptions (Section G). Staff and the consultant from HdL have reviewed the amendment and made edits as needed. Based on communication Staff has had with County officials, Staff believes the County will approve the repayment plan in its current form or an iteration close to it.

Next Steps to submit a Last and Final ROPS

On July 1, 2018, the oversight will switch from local oversight boards to County oversight

REDEVELOPMENT DISSOLUTION STATUS AND UPDATE

January 24, 2018

Page 5 of 5

boards. With this in mind, Staff has been making every effort to submit a Last and Final ROPS before this takes place. In order to submit a Last and Final ROPS, the following steps (in chronological order) need to be completed.

- Subsequent to the meeting, Staff will provide the County with edits to their draft amendment (repayment plan included in it) to be reviewed by the County's legal counsel.
- Once the County and City come to an agreement in principal on the amendment, Staff will present it to the Successor Agency Board for its consideration.
- If the Successor Agency Board approves the amendment, Staff will ask the Oversight Board for its consideration to amend the FY18-19 ROPS to include the amendment.
- The County will take the amendment to their Board of Supervisors for its review and approval.
- The amended ROPS will then be forwarded to the State Department of Finance (DOF) for their review and approval.
- Upon approval by the DOF, Staff will ask the Oversight Board to consider approving a Last and Final ROPS.

Attachments

A - Amendment to 1997 Reimbursement and Settlement Agreement (includes edits)

B - FY2017-18 Projected City Loan Balance

C1 - Guide to Repayment Schedule

C2 - RPV Repayment Plan 1-19-18

**AMENDMENT NO. 1 TO
REIMBURSEMENT AND SETTLEMENT AGREEMENT**

This Amendment No. 1 to Reimbursement and Settlement Agreement is made and entered into this ____ day of _____, 2017 ("Amendment No. 1") by and between the Successor Agency ("Successor Agency"), as successor to the former Rancho Palos Verdes Redevelopment Agency (former Agency), the City of Rancho Palos Verdes ("City"), and the County of Los Angeles ("County") (collectively, the "Parties").

RECITALS

WHEREAS, the former Agency, City, and County have entered into a certain Reimbursement and Settlement Agreement ("Agreement") dated October 13, 1987 in order to settle County's lawsuit challenging the Redevelopment Plan for Project Area No. 1 and to agree on an equitable allocation of tax increment revenues pursuant to Health and Safety Code Section 33401 and other terms and conditions; and

WHEREAS, Section 8 of the Agreement provides that the former Agency shall reimburse County certain Tax Revenues, as defined in the Agreement; and

WHEREAS, paragraph (C) of Section 8 of the Agreement provides that the Agency shall annually reimburse County 50.9% of the tax increment revenues attributable to Project Area No.1, except that County agrees to defer receipt of such revenues in any year to the extent that all such revenues for each year, in addition to the revenues attributable to the former Agency, shall be applied to reduce the indebtedness on any debt instruments then outstanding and other specified items; and

WHEREAS, paragraph (C) of Section 8 of the Agreement further provides that after the total tax increment received by the former Agency has reached the cumulative total of \$70 million, the County shall receive 100% of any tax increment generated by the Project Area No. 1, after deducting 17% for the County's Fire Protection District and reasonable expenses for administration and maintenance of the landslide project, until the sums deferred by the County have been repaid in full; and

WHEREAS, the former Agency, City, and County have entered into a certain Memorandum of Understanding ("MOU") dated November 1, 1997, which among other things, allows for additional deferral of County's passthrough amounts to pay for a certain RDA Bond as referenced in the MOU; and

WHEREAS, the County has been directly paying this RDA Bond under the MOU as part of the County's deferral of its passthrough amount and will continue to do so until the RDA Bond is fully paid off; and

WHEREAS, the entire deferred amount owed to the County from the former Agency and Successor Agency under both the Agreement and MOU, which includes past and

future RDA Bond payments made by the County, is \$14,805,268.98 ("County Deferred Loan"); and

WHEREAS, on June 27, 2011, the Legislature passed, and the Governor signed Assembly Bill 26 (Stats. 2011, 1st Ex. Sess. 2011–2012, ch. 5) ("ABx1 26") into law that dissolved all redevelopment agencies in the State of California as of February 1, 2011. In June 2012, AB 1484 was signed into law to amend and clarify certain provisions of ABx1 26. Collectively, ABx1 26, AB 1484, and subsequent amendments are known as the "Dissolution Act"; and

WHEREAS, on February 1, 2011, pursuant to the Dissolution Act, the City elected to become the Successor Agency to the former Agency; and

WHEREAS, pursuant to the Dissolution Act, the Successor Agency must pay off all of its approved enforceable obligations that are listed on the Recognized Obligation Payment Schedules ("ROPS"); and

WHEREAS, Health and Safety Code Section 34171(d)(1)(B) defines enforceable obligations to include loans of moneys borrowed by the former redevelopment agency for a lawful purpose, to the extent they are legally required to be repaid pursuant to a required repayment schedule or other mandatory loan term; and

WHEREAS, the County Deferral Loan owed to the County are loans of moneys borrowed by the former Agency for a lawful purpose that meets the definition of enforceable obligations as provided in Health and Safety Code Section 34171(d)(1)(B); and

WHEREAS, due to the Dissolution Act which prohibits future redevelopment projects and the Successor Agency's obligation to pay all its enforceable obligations, the Parties desire to establish a repayment schedule attached hereto as Exhibit A to ensure that the County Deferral Loan is recognized as an enforceable obligation and repaid to the County in a timely manner; and

NOW, THEREFORE, the Parties, for and in consideration of the mutual promises and agreements herein contained, do hereby agree as follows:

1. Paragraph (F) is added to Section 8 Tax Increment Revenue Payments of the Agreement to read as follows:

"F. Notwithstanding anything to the contrary in Paragraph (C) of Section 8, the Parties agree that the County Deferral Loan consisting of deferred pass through payment amounts and unpaid bond payment amounts and totaling [TO BE ADDED] ~~in the amount of \$14,805,268.98~~ is to be repaid by the Successor Agency to the County. This County Deferral Loan comprises of the entire deferral owed to the County under both the Agreement and MOU, including the past and future RDA Bond payments paid by the County. The County shall have no obligation under the Agreement or this Amendment No. 1 to provide any additional County deferral to the former Agency or Successor Agency."

2. Paragraph (G) is added to Section 8 Tax Increment Revenue Payments of the Agreement to read as follows:

"G. Notwithstanding anything to the contrary in Paragraph (C) of Section 8, beginning with the submittal of the Successor Agency's 18-19 ROPS for approval by the Oversight Board and the State Department of Finance~~in the January 1, 2018 Redevelopment Property Tax Trust Fund (RPTTF) distribution~~ and for subsequent ROPS submittals by the Successor Agency governing RPTTF distributions pursuant to the Dissolution Act, the Successor Agency shall take all necessary steps to ~~submit~~include as an enforceable obligation the County Deferral Loan in accordance with the repayment schedule amount attached hereto as Exhibit A ~~as an enforceable obligation to the County for approval by its Oversight Board and State Department of Finance.~~

Upon approval by the Successor Agency's Oversight Board and State Department of Finance and after each RPTTF distribution to the Successor Agency pursuant to Health and Safety Code Section 34183 (a)(2), the Successor Agency shall pay the approved County Deferral Loan amount that is listed on each ROPS to the County until the County Deferral Loan is fully paid.

3. Section 14 Miscellaneous Provisions is added to the Agreement to read:

"SECTION 14. Miscellaneous Provisions of Amendment No. 1.

SECTION 14.1. Memorandum of Understanding. Nothing in this Amendment No. 1 nor Agreement is intended, or shall be construed, to amend or supersede any provision of that certain Memorandum of Understanding dated November 1, 1997, entered into by the County, City, and former Agency.

SECTION 14.2 Effective Date of Amendment No. 1. The effective date of this Amendment No. 1 shall be the last date of the following: (i) approval by the Parties' respective governing boards, (ii) approval by the Successor Agency's Oversight Board, (iii) and approval by the State Department of Finance. This Amendment No. 1 may be terminated with written consent of the Parties.

SECTION 14.3. Amended Agreement. Except as provided in this Amendment No. 1, all terms and conditions of the Agreement shall continue to be in full force and effect. This Amendment No. 1 shall modify the terms, conditions and agreements contained in the Agreement, and in case of any inconsistency between the Agreement and the terms of this Amendment No. 1, the terms of this Amendment No. 1 shall control.

SECTION 14.4. Governing Law; Venue. This Amendment No. 1 has been entered into, is to be performed entirely within, and shall be governed by and construed in accordance with, the laws of the State of California. Any action to enforce or interpret this Amendment No. 1 shall be filed and heard in the Superior Court of Los Angeles County, California.

SECTION 14.5. Severability. If any portion of this Amendment No. 1 is held invalid, the remaining provisions shall maintain their full force and effect.

SECTION 14.6. Interpretation The Parties agree that this Amendment #1 is to be construed and interpreted without regard to the identity of the Party drafting or amending this Amendment #1.

SECTION 14.7. Additional Acts. The Parties agree to take such actions and to execute such documents as are necessary to carry out the terms and purposes of this Amendment No. 1.

SECTION 14.8. Counterpart. This Amendment No. 1 may be executed in counterparts, each of which is deemed an original and all of which shall constitute this Amendment No. 1.

IN WITNESS WHEREOF, the Successor Agency to the former Rancho Palos Verdes Redevelopment Agency, the City of Rancho Palos Verdes, and the County of Los Angeles have caused this Amendment No. 1 to be executed on their behalf by their duly authorized representatives.

COUNTY OF LOS ANGELES

By _____
Mark Ridley Thomas
Chair, Board of Supervisors

Date: _____

LORI GLASGOW
Executive Officer
Board of Supervisors of the County of Los Angeles

By _____

APPROVED AS TO FORM:

MARY C. WICKHAM
County Counsel

By _____
Deputy County Counsel

CITY OF RANCHO PALOS VERDES

By _____

Date _____

APPROVED AS TO FORM:

By _____

Date _____

**SUCCESSOR AGENCY TO THE FORMER
RANCHO PALOS VERDES REDEVELOPMENT
AGENCY**

By _____

Date _____

APPROVED AS TO FORM:

By _____

Date _____

FY2017-18 Projected City Loan Balance Last and Final ROPS

City's Consolidated Loan to RDA				
As of June 30 for the years:	LAIF Rate	Principal	Interest	Cumulative Balance
1990		1,279,152	0	1,279,152
1991	4.000%	318,400	63,902	1,661,454
1992	4.000%	165,000	70,502	1,896,956
1993	4.000%	133,000	75,822	2,105,778
1994	4.000%	133,000	81,142	2,319,920
1995	4.000%	457,000	99,422	2,876,342
1996	4.000%	435,000	116,822	3,428,164
1997	4.000%	250,000	126,822	3,804,987
1998	4.000%	200,000	134,822	4,139,809
1999	4.000%	700,000	162,822	5,002,631
2000	4.000%	250,000	172,822	5,425,453
2001	4.000%	0	172,822	5,598,275
2002	4.000%	0	172,822	5,771,097
2003	4.000%	0	172,822	5,943,919
2004	4.000%	0	172,822	6,116,741
2005	4.000%	0	172,822	6,289,563
2006	4.000%	0	172,822	6,462,385
2007	4.000%	0	172,822	6,635,207
2008	4.000%	0	172,822	6,808,029
2009	4.000%	0	172,822	6,980,852
2010	4.000%	0	172,822	7,153,674
2011	4.000%	0	172,822	7,326,496
2012	4.000%	0	172,822	7,499,318
2013	4.000%	0	172,822	7,672,140
2014	4.000%	0	172,822	7,844,962
2015	4.000%	-52,039	170,741	7,963,663
2016	4.000%	-101,515	166,680	8,028,828
2017	4.000%	-117,956	161,962	8,072,834
2018	4.000%	-103,053	157,840	8,127,620
Total Portuguese Bend		3,945,989	4,181,632	
1998	4.000%	1,545,000	61,800	1,606,800
1999	4.000%	0	61,800	1,668,600
2000	4.000%	0	61,800	1,730,400
2001	4.000%	0	61,800	1,792,200
2002	4.000%	0	61,800	1,854,000
2003	4.000%	12,000	62,280	1,928,280
2004	4.000%	40,355	63,894	2,032,529
2005	4.000%	60,907	66,330	2,159,767
2006	4.000%	93,540	70,072	2,323,379
2007	4.000%	80,498	73,292	2,477,169
2008	4.000%	22,207	74,180	2,573,556
2009	4.000%	44,485	75,960	2,694,001
2010	4.000%	86,831	79,433	2,860,265
2011	4.000%	346,483	93,292	3,300,040
2012	4.000%	89,918	96,889	3,486,847
2013	4.000%	0	96,889	3,583,736
2014	4.000%	0	96,889	3,680,625
2015	4.000%	-20,876	96,054	3,755,803
2016	4.000%	-107,018	91,773	3,740,558
2017	4.000%	-66,346	89,119	3,763,332
2018	4.000%	-57,967	86,801	3,792,165
Total Abalone Cove		2,170,017	1,622,148	
Grand Totals		6,116,006	5,803,780	11,919,786

Repayment Guide

Column	Header Name	Description / Calculation
B	N/A	Row Number
C	Fiscal Year	Fiscal Year is from July 1 to June 30
D	Taxable Value Over Base	Current assessed value of the Redevelopment District minus (-) initial assessed value when the District was formed on November 27, 1984.
E	Gross Revenue	Represents tax rate of 1% of the Taxable Value Over Base amount (Column D) plus (+) annual fixed unitary revenue of \$8,369. Unitary revenue includes market values for utilities and railroads.
F	SB2557 Charge	County Administrative Fees estimated at 1.31% of Gross Revenues (Column E).
G	County Taxing Entities	Pass-through payment to the County Taxing Entities (50.9% of Gross Revenue).
H	Consolidated Fire Protection	Pass-through payment to the Consolidated Fire Protection District (17% of Gross Revenue).
I	Tax Revenues	Gross Revenue minus (-) SB2557 Charge, minus (-) Pass-Through payments to the County and Fire District Column E – Columns F, G & H
J	June ROPS (A)	Annual ROPS is remitted to the City in two (2) periods: A & B. The A remittance is received in June and covers the time period July - December.
K	Projected ROPS Amount	50% of annual County Bond payment. Projections begin in FY 18-19. Total annual payment based on initial payment of \$415,000 in FY 18-19 with 3% annual growth in the repayment amount.
L	January ROPS (B)	Annual ROPS is remitted to the City in two (2) periods: A & B. The B remittance is received in January and covers the time period January - June.
M	Projected ROPS Amount	50% of annual County Bond payment. Refer to Column J description for additional details.
N	Successor Agency Admin Allowance	Annual Administrative amount that Successor Agency requests from the County to cover Staff Time, Audit and Legal Services, Insurance, and other miscellaneous costs.
O	Estimated Residual Revenue	Includes 50% of Tax Revenues from prior period plus (+) 50% of Tax Revenues from current period minus (-) County Bond and City Loan Repayment amounts. 50% of Column I (prior period) + 50% of Column I (current period) - Columns K, M & N
P	Available for Repayments from Residual Revenue	50% of Estimated Residual Revenue (Column O)
Q	Allowed Repayment Amount	Represents maximum City Loan repayment amount of available Residual Revenue (Column P) from the prior period.

Successor Agency to Rancho Palos Verdes Redevelopment Agency

Redevelopment Project No. 1

Projection of Incremental Taxable Value & Tax Increment Revenue



12/19/2017

Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O	Column P	Column Q
Fiscal Year	Total Taxable Value (1)	Taxable Value Over Base	Gross Revenue (2)	SB 2557 Charge	County Taxing Entities	Consolidated Fire Protection	Tax Revenues	June ROPS Period A	Projected ROPS Amount (1)	January ROPS Period B	Projected ROPS Amount (1)	Successor Agency Admin. Allowance Base Residual----->	Estimated Residual Revenue	Available for Repayments from Residual Revenue	Allowed Repayment Amt.
1 2017-18	200,811,625	180,266,078	1,811,030	(23,739)	(921,814)	(307,875)	557,601	17-18A	(336,875)	17-18B	(101,125)	0	431,861	215,931	(147,118)
2 2018-19	208,844,090	188,298,543	1,891,354	(24,792)	(962,699)	(321,530)	582,333	18-19A	(207,500)	18-19B	(207,500)	0	0	0	(215,931)
3 2019-20	217,197,854	196,652,307	1,974,892	(25,887)	(1,005,220)	(335,732)	608,053	19-20A	(213,725)	19-20B	(213,725)	0	166,457	83,228	0
4 2020-21	225,885,768	205,340,221	2,061,771	(27,026)	(1,049,442)	(350,501)	634,803	20-21A	(220,137)	20-21B	(220,137)	0	96,589	48,294	(83,228)
5 2021-22	234,921,198	214,375,651	2,152,126	(28,210)	(1,095,432)	(365,861)	662,622	21-22A	(226,741)	21-22B	(226,741)	0	145,545	72,773	(48,294)
6 2022-23	244,318,046	223,772,499	2,246,094	(29,442)	(1,143,262)	(381,836)	691,554	22-23A	(233,543)	22-23B	(233,543)	0	135,783	67,891	(72,773)
7 2023-24	254,090,768	233,545,221	2,343,821	(30,723)	(1,193,005)	(398,450)	721,644	23-24A	(240,549)	23-24B	(240,549)	0	156,104	78,052	(67,891)
8 2024-25	264,254,399	243,708,852	2,445,458	(32,055)	(1,244,738)	(415,728)	752,937	24-25A	(247,766)	24-25B	(247,766)	0	162,142	81,071	(78,052)
9 2025-26	274,824,575	254,279,028	2,551,159	(33,441)	(1,298,540)	(433,697)	785,481	25-26A	(255,199)	25-26B	(255,199)	0	176,113	88,057	(81,071)
10 2026-27	285,817,558	265,272,011	2,661,089	(34,882)	(1,354,494)	(452,385)	819,328	26-27A	(262,855)	26-27B	(262,855)	0	186,946	93,473	(88,057)
11 2027-28	297,250,260	276,704,713	2,775,416	(36,380)	(1,412,687)	(471,821)	854,528	27-28A	(270,740)	27-28B	(270,740)	0	200,214	100,107	(93,473)
12 2028-29	309,140,271	288,594,724	2,894,316	(37,939)	(1,473,207)	(492,034)	891,137	28-29A	(278,863)	28-29B	(278,863)	0	213,170	106,585	(100,107)
13 2029-30	321,505,881	300,960,334	3,017,972	(39,560)	(1,536,148)	(513,055)	929,209	29-30A	(287,229)	29-30B	(287,229)	0	227,227	113,614	(106,585)
14 2030-31	334,366,117	313,820,570	3,146,575	(41,246)	(1,601,607)	(534,918)	968,805	30-31A	(295,845)	30-31B	(295,845)	0	241,723	120,861	(113,614)
15 2031-32	347,740,761	327,195,214	3,280,321	(42,999)	(1,669,683)	(557,655)	1,009,984	31-32A	(304,721)	31-32B	(304,721)	0	257,033	128,516	(120,861)
16 2032-33	361,650,392	341,104,845	3,419,417	(44,822)	(1,740,483)	(581,301)	1,052,811	32-33A	(313,862)	32-33B	(313,862)	0	273,015	136,508	(128,516)
17 2033-34	376,116,408	355,570,861	3,564,078	(46,718)	(1,814,116)	(605,893)	1,097,351	33-34A	(323,278)	33-34B	(323,278)	0	289,790	144,895	(136,508)
18 2034-35	391,161,064	370,615,517	3,714,524	(48,690)	(1,890,693)	(631,469)	1,143,672	34-35A	(266,278)	34-35B	(266,278)	0	440,744	220,372	(144,895)
19 2035-36	406,807,506	386,261,959	3,870,989	(50,741)	(1,970,333)	(658,068)	1,191,846	35-36A	(136,360)	35-36B	(136,360)	0	672,259	336,129	(220,372)
20 2036-37	423,079,807	402,534,260	4,033,712	(52,874)	(2,053,159)	(685,731)	1,241,947	36-37A	(140,451)	36-37B	(140,451)	0	597,361	298,680	(336,129)
21 2037-38	440,002,999	419,457,452	4,202,944	(55,093)	(2,139,298)	(714,500)	1,294,052	37-38A	(144,664)	37-38B	(144,664)	0	677,386	338,693	(298,680)
22 2038-39	457,603,119	437,057,572	4,378,945	(57,400)	(2,228,883)	(744,421)	1,348,242	38-39A	(149,004)	38-39B	(149,004)	0	681,736	340,868	(338,693)
23 2039-40	475,907,244	455,361,697	4,561,986	(59,799)	(2,322,051)	(775,538)	1,404,599	39-40A	(153,474)	39-40B	(153,474)	0	725,785	362,893	(340,868)
24 2040-41	494,943,533	474,397,986	4,752,349	(62,294)	(2,418,946)	(807,899)	1,463,210	40-41A	(158,079)	40-41B	(158,079)	0	751,924	375,962	(362,893)
25 2041-42	514,741,275	494,195,728	4,950,326	(64,889)	(2,519,716)	(841,555)	1,524,165	41-42A	(162,821)	41-42B	(162,821)	0	789,036	394,518	(375,962)
26 2042-43	535,330,926	514,785,379	5,156,223	(67,588)	(2,624,517)	(876,558)	1,587,559	42-43A	(167,706)	42-43B	(167,706)	0	822,764	411,382	(394,518)
27 2043-44	556,744,163	536,198,616	5,370,355	(70,395)	(2,733,511)	(912,960)	1,653,489	43-44A	(172,737)	43-44B	(172,737)	0	860,372	430,186	(411,382)
28 2044-45	579,013,929	558,468,382	5,593,053	(73,314)	(2,846,864)	(950,819)	1,722,056	44-45A	(177,919)	44-45B	(177,919)	0	898,320	449,160	(430,186)
29 2045-46	602,174,486	581,628,939	5,824,658	(76,350)	(2,964,751)	(990,192)	1,793,365	45-46A	(183,256)	45-46B	(183,256)	0	938,472	469,236	(449,160)
30 2046-47	626,261,466	605,715,919	6,065,528	(79,507)	(3,087,354)	(1,031,140)	1,867,527	46-47A	(188,754)	46-47B	(188,754)	0	979,994	489,997	(469,236)
31 2047-48	651,311,925	630,766,378	6,316,033	(82,791)	(3,214,861)	(1,073,726)	1,944,655	47-48A	(194,417)	47-48B	(194,417)	0	1,023,405	511,702	(489,997)
32 2048-49	677,364,401	656,818,854	6,576,558	(86,206)	(3,347,468)	(1,118,015)	2,024,869	48-49A	(200,249)	48-49B	(200,249)	0	1,068,551	534,275	(511,702)
33 2049-50	704,458,978	683,913,431	6,847,503	(89,758)	(3,485,379)	(1,164,076)	2,108,291	49-50A	(206,257)	49-50B	(206,257)	0	1,115,620	557,810	(534,275)
34 2050-51	732,637,337	712,091,790	7,129,287	(93,451)	(3,628,807)	(1,211,979)	2,195,050	50-51A	(212,444)	50-51B	(212,444)	0	1,164,634	582,317	(557,810)
35 2051-52	761,942,830	741,397,283	7,422,342	(97,293)	(3,777,972)	(1,261,798)	2,285,279	51-52A	(223,656)	51-52B	(223,656)	0	1,206,025	603,012	(582,317)
36 2052-53	792,420,543	771,874,996	7,727,119	(101,288)	(3,933,104)	(1,313,610)	2,379,117	52-53A	0	52-53B	0	0	1,724,494	862,247	(603,012)
37 2053-54	824,117,365	803,571,818	8,044,087	(105,443)	(4,094,440)	(1,367,495)	2,476,709	53-54A	0	53-54B	0	0	1,560,787	780,393	(862,247)
38 2054-55	857,082,060	836,536,513	8,373,734	(109,764)	(4,262,231)	(1,423,535)	2,578,205	54-55A	0	54-55B	0	0	1,741,989	870,994	(780,393)
39 2055-56	891,365,342	870,819,795	8,716,567	(114,258)	(4,436,733)	(1,481,816)	2,683,760	55-56A	0	55-56B	0	0	1,882,726	941,363	(742,978)
40 2056-57	927,019,956	906,474,409	9,073,113	(118,931)	(4,618,215)	(1,542,429)	2,793,538	56-57A	0	56-57B	0	0	2,733,160	1,366,580	
41 2057-58	964,100,754	943,555,207	9,443,921	(123,792)	(4,806,956)	(1,605,467)	2,907,707	57-58A	0	57-58B	0	0	2,844,914	1,422,457	
42 2058-59	1,002,664,784	982,119,237	9,829,561	(128,847)	(5,003,247)	(1,671,025)	3,026,442	58-59A	0	58-59B	0	0	2,961,138	1,480,569	
43 2059-60	1,042,771,375	1,022,225,828	10,230,627	(134,104)	(5,207,389)	(1,739,207)	3,149,927	59-60A	0	59-60B	0	0	3,082,011	1,541,005	
44 2060-61	1,084,482,230	1,063,936,683	10,647,736	(139,571)	(5,419,698)	(1,810,115)	3,278,352	60-61A	0	60-61B	0	0	3,207,718	1,603,859	
45 2061-62	1,127,861,520	1,107,315,973	11,081,529	(145,258)	(5,640,498)	(1,883,860)	3,411,913	61-62A	0	61-62B	0	0	3,338,454	1,669,227	
46 2062-63	1,172,975,981	1,152,430,434	11,532,673	(151,171)	(5,870,131)	(1,960,554)	3,550,817	62-63A	0	62-63B	0	0	3,474,420	1,737,210	
47 2063-64	1,219,895,020	1,199,349,473	12,001,864	(157,322)	(6,108,949)	(2,040,317)	3,695,277	63-64A	0	63-64B	0	0	3,615,824	1,807,912	
48 2064-65	1,268,690,821	1,248,145,274	12,489,822	(163,718)	(6,357,319)	(2,123,270)	3,845,515	64-65A	0	64-65B	0	0	3,762,884	1,881,442	
49 2065-66	1,319,438,453	1,298,892,906	12,997,298	(170,370)	(6,615,625)	(2,209,541)	4,001,763	65-66A	0	65-66B	0	0	3,915,827	1,957,913	
50 2066-67	1,372,215,991	1,351,670,444	13,525,073	(177,288)	(6,884,262)	(2,299,262)	4,164,261	66-65A	0	66-65B	0	0	4,074,887	2,037,443	

296,718,928 (3,889,419) (151,029,934) (50,442,218) 91,357,357

(11,919,786)

- Notes:
- (1) Assumes assessed value growth at 4.2% per year.
 - (2) Revenue reflects tax rate of 1% and unitary revenue at 2016-17 allocated amount of \$8,369 held constant
 - (3) County SB2557 estimated at 1.31% of Gross Tax Revenues
 - (4) County Taxing Entities (50.9%) and Consolidated Fire Protection District (17%) assumed to receive their full tax sharing amounts with no deferral for County bond payments beginning in FY 2017-18.
 - (5) Assumes annual repayment of County Bond payments and County pass through deferral split into two equal amounts annually. Total annual payment based on an initial payment with 3% annual growth in payment amount.