



OFFICE OF THE EXECUTIVE DIRECTOR

65 Civic Avenue

Pittsburg, California 94565-3814

DATE: January 28, 2019

TO: Countywide Oversight Board

FROM: Garrett D. Evans, Acting Executive Director

RE: Adoption of a Countywide Oversight Board Resolution Approving the July 1, 2019 – June 30, 2020 Recognized Obligation Payment Schedule for the Successor Agency for the Redevelopment Agency of the City of Pittsburg

EXECUTIVE SUMMARY

The Successor Agency for the Redevelopment Agency of the City of Pittsburg (the “Successor Agency”) has prepared the Recognized Obligation Payment Schedule (the “ROPS”) for the period of July 1, 2019 – June 30, 2020 (“ROPS 19-20”), pursuant to the Dissolution Act.

FISCAL IMPACT

There is no fiscal impact to adopting ROPS 19-20. Rather, ROPS 19-20 identifies the Successor Agency’s anticipated financial obligations for July 1, 2019 – June 30, 2020. ROPS 19-20 will be reflected in the Successor Agency budget that will be considered along with the City’s budget in June 2019 for Fiscal Year 2019-2020.

RECOMMENDATION

Staff recommends that the Countywide Oversight Board approve ROPS 19-20.

BACKGROUND

On June 29, 2011, the Governor signed into law AB 26, also referred to as the “Dissolution Act” which automatically suspended redevelopment activities and on December 29, 2011, the California State Supreme Court upheld the provisions of AB 26, thereby dissolving all redevelopment agencies on February 1, 2012.

While redevelopment successor agencies may not initiate any new activities nor incur new indebtedness, they are nevertheless required under legislative statute and court order to

continue making those payments necessary for day to day operations pursuant to contractual commitments/enforceable obligations, regulatory authorities, and indebtedness entered into prior to the enactment of AB 26.

On June 27, 2012, the Governor signed into law budget trailer bill AB 1484. AB 1484 imposed new requirements on successor agencies with regard to the submittal of the ROPS.

Budget trailer bill SB 107 was approved and signed by the Governor and took immediate effect on September 22, 2015. The primary purpose of SB 107 is to make technical and substantive amendments to the existing Dissolution Act. Pursuant Section 34177, as amended, changed the review of ROPS from semi-annual to annual.

Pursuant to Health and Safety Code Section 34179 (j), on and after July 1, 2018 in each county where more than one oversight board was created, there shall be only one countywide oversight board. As of July 1, 2018, the California Department of Finance (the "DOF") can only recognize the newly-created Countywide Oversight Board. The actions of the Successor Agency's ROPS or other oversight board required approved actions cannot be submitted without the Countywide Oversight Board's approval.

SUBCOMMITTEE FINDINGS

Not Applicable

STAFF ANALYSIS

ROPS 19-20 consists of debt service related expenses, administrative expenses, and other eligible enforceable obligation. Upon receiving Countywide Oversight Board approval, ROPS 19-20 will be submitted to the DOF on or before February 1, 2019.

ATTACHMENTS: Resolution
Recognized Obligation Payment Schedule for the period of July 1,
2019 – June 30, 2010

Garrett D. Evans, Acting Executive Director

Report Prepared By: _____
Maria M. Aliotti, Director of Community Services
Brad Farmer, Finance Director
Diane Agar, Finance Division Manager