

OVERSIGHT BOARD STAFF REPORT

MEETING DATE: *SEPTEMBER 14, 2015*

ITEM VI.C: Adoption of Resolution No. 69 Approving Successor Agency's Recognized Obligation Payment Schedule for the Period of January 1, 2016 Through June 30, 2016 (ROPS 15-16B)

RECOMMENDED ACTION:

Adopt Resolution No. 69 Approving a Recognized Obligation Payment Schedule for the period of January 1, 2016, to June 30, 2016 (ROPS 15-16B).

28

BACKGROUND:

The Dissolution Law requires that the Successor Agency prepare a Recognized Obligation Payment Schedule (ROPS) for January 1, 2016, through June 30, 2016. The ROPS is to be submitted to California Department of Finance (DOF) and the State Controller's Office not later than October 5, 2015. The attached ROPS 15-16B has been prepared by the Successor Agency and follows the form prescribed by DOF.

ATTACHMENTS:

- ROPS 15-16B Schedule
- Resolution No. 69
- County Notice of No Objection to ROPS

RESOLUTION NO. 69

RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY OF THE FORMER MILPITAS REDEVELOPMENT AGENCY APPROVING A RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS 15-16B) FOR THE JANUARY 1 THROUGH JUNE 30, 2016 PERIOD

WHEREAS, the California State Legislature enacted Assembly Bill x1 26 to dissolve redevelopment agencies formed under the Community Redevelopment Law (Health and Safety Code section 33000 et seq.), as amended by Assembly Bill 1484, Statutes of 2012, enacted June 27, 2012 (Dissolution Law); and

WHEREAS, the Dissolution Law requires the Successor Agency to a former redevelopment agency to submit to the Oversight Board for its approval, no later than October 5, 2015, a Recognized Obligation Payment Schedule covering the period January 1, 2016, to June 30, 2016 (ROPS 15-16B); and

WHEREAS, in accordance with AB 1484, the Successor Agency to the former Milpitas Redevelopment Agency (Successor Agency) prepared and submitted ROPS 15-16B to the County Administrative Officer, the County Auditor-Controller, and the Department of Finance at the same time the Successor Agency submitted the ROPS to the Oversight Board of the Successor Agency (Oversight Board) for its consideration and approval; and

WHEREAS, the ROPS 15-16B has been reviewed and considered by the Oversight Board at a public meeting.

NOW, THEREFORE, the Oversight Board of the Successor Agency of the former Milpitas Redevelopment Agency resolves as follows:

Section 1. The recitals set forth above are true and correct and are incorporated herein by reference.

Section 2. The Oversight Board approves the schedule attached as Exhibit A as the Recognized Obligation Payment Schedule 15-16B (ROPS 15-16B).

Section 3. The Oversight Board directs Successor Agency staff to forward the approved ROPS to the Santa Clara County Auditor-Controller, the California Department of Finance, and the California State Controller's Office for certification and approval.

Section 4. This resolution will become effective as provided by Health and Safety Code Section 34179(h).

PASSED AND ADOPTED this 14th day of September, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

ATTEST:

APPROVED:

Barbara Crump
Oversight Board Secretary

Mike McInerney
Oversight Board Chair

Recognized Obligation Payment Schedule (ROPS 15-16B) - Summary
 Filed for the January 1, 2016 through June 30, 2016 Period

Name of Successor Agency: Milpitas
 Name of County: Santa Clara

<u>Current Period Requested Funding for Outstanding Debt or Obligation</u>		<u>Six-Month Total</u>
Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding		
A Sources (B+C+D):		\$ -
B Bond Proceeds Funding (ROPS Detail)		-
C Reserve Balance Funding (ROPS Detail)		-
D Other Funding (ROPS Detail)		-
E Enforceable Obligations Funded with RPTTF Funding (F+G):		\$ 11,036,843
F Non-Administrative Costs (ROPS Detail)		10,908,925
G Administrative Costs (ROPS Detail)		127,918
H Total Current Period Enforceable Obligations (A+E):		\$ 11,036,843

<u>Successor Agency Self-Reported Prior Period Adjustment to Current Period RPTTF Requested Funding</u>	
I Enforceable Obligations funded with RPTTF (E):	11,036,843
J Less Prior Period Adjustment (Report of Prior Period Adjustments Column S)	<u>(11,095)</u>
K Adjusted Current Period RPTTF Requested Funding (I-J)	\$ 11,025,748

<u>County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding</u>	
L Enforceable Obligations funded with RPTTF (E):	11,036,843
M Less Prior Period Adjustment (Report of Prior Period Adjustments Column AA)	-
N Adjusted Current Period RPTTF Requested Funding (L-M)	11,036,843

Certification of Oversight Board Chairman:
 Pursuant to Section 34177 (m) 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 agency.

 Emma C. Karlen
 Name

 City Manager/Finance Director
 Title
 /s/ Emma C. Karlen

 8/27/2015
 Signature Date

Milpitas Recognized Obligation Payment Schedule (ROPS 15-16B) - ROPS Detail
 January 1, 2016 through June 30, 2016
 (Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	I	J	K				O	Six-Month Total
										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	Funding Source					
										Non-Redevelopment Property Tax Trust Fund (Non-RPTTF)	RPTTF	Non-Admin	Admin		
										Bond Proceeds	Reserve Balance	Other Funds			
1	2003 Tax Allocation Bonds	Bonds Issued On or Before 6/27/11	6/27/2003	6/1/2032	US Bank County of Santa Clara	Bonds issued to fund redevelopment	Project Area #1	\$ 248,132,288	Y					\$ 5,908,925	
2	Agreement of Purchase and Sale	On or Before 6/27/11	6/27/2003	6/17/2034	City of Milpitas	Administrative costs to wind down RDA	Project Area #1	127,918	N					\$ 127,918	
9	Administrative Costs of Successor Agency	Admin Costs	1/1/2016	6/30/2016	City of Milpitas	Administrative costs to wind down RDA	Project Area #1	40,000	N					\$ 40,000	
11	Property appraisal services	Property Dispositions	7/1/2014	6/30/2015	To be determined	Appraisal of Successor Agency properties	Project Area #1	-	Y					\$ -	
14	Main Street Payment Reconstruction/Bond Expenditure Agreement	Improvement/Infrastructure	10/7/2014	10/7/2024	City of Milpitas	Use unspent bond proceeds in accordance with bond covenants (HSC Section 34191.4 (g))	Project Area #1	-	N					\$ -	
16	2015 Tax Allocation Refunding Bonds	Refunding Bonds Issued After 6/27/12	2/18/2015	9/1/2032	US Bank	Bonds issued to refund 2003 Tax Allocation Bonds	Project Area #1	172,964,350	N					\$ 5,908,925	
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					\$ -	
60									N					\$ -	
61									N					\$ -	
62									N					\$ -	
63									N					\$ -	
64									N					\$ -	
65									N					\$ -	
66									N					\$ -	
67									N					\$ -	
68									N					\$ -	
69									N					\$ -	

Milpitas Recognized Obligation Payment Schedule (ROPS 15-16B) - Report of Cash Balances
(Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177 (j), 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 Fund Sources				G	H	I
				Bond Proceeds	Reserve Balance	Prior ROPS RPTTF distributed as reserve for future period(s)	Other			
Cash Balance Information by ROPS Period										
ROPS 14-15B Actuals (01/01/15 - 06/30/15)										
1	Beginning Available Cash Balance (Actual 01/01/15)									
2	Revenue/Income (Actual 06/30/15)	3,989,878					3,027		186,190	
	RPTTF amounts should tie to the ROPS 14-15B distribution from the County Auditor-Controller during January 2015		149,227,315				2,764		8,675,466	
3	Expenditures for ROPS 14-15B Enforceable Obligations (Actual 06/30/15)									
	RPTTF amounts, H3 plus H4 should equal total reported actual expenditures in the Report of PPA, Columns L and Q	3,989,878	149,212,088				5,791		8,742,207	
4	Retention of Available Cash Balance (Actual 06/30/15)									
	RPTTF amount retained should only include the amounts distributed as reserve for future period(s)									
5	ROPS 14-15B RPTTF Prior Period Adjustment									
	RPTTF amount should tie to the self-reported ROPS 14-15B PPA in the Report of PPA, Column S								11,095	
6	Ending Actual Available Cash Balance									
	C to G = (1 + 2 - 3 - 4); H = (1 + 2 - 3 - 4 - 5)	\$ -	\$ 15,227	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 108,354	\$15,227 represents remaining bal. in Cost of Issuance Account
ROPS 15-16A Estimate (07/01/15 - 12/31/15)										
7	Beginning Available Cash Balance (Actual 07/01/15)									
	(C, D, E, G = 4 + 6, F = H4 + F4 + F6, and H = 5 + 6)	\$ -	\$ 15,227	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 119,449	
8	Revenue/Income (Estimate 12/31/15)									
	RPTTF amounts should tie to the ROPS 15-16A distribution from the County Auditor-Controller during June 2015								10,118,132	
9	Expenditures for ROPS 15-16A Enforceable Obligations (Estimate 12/31/15)									
									10,223,722	
10	Retention of Available Cash Balance (Estimate 12/31/15)									
	RPTTF amount retained should only include the amounts distributed as reserve for future period(s)									
11	Ending Estimated Available Cash Balance (7 + 8 - 9 - 10)	\$ -	\$ 15,227	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,859	

County of Santa Clara

Finance Agency
Controller-Treasurer

County Government Center
70 West Hedding Street, East Wing 2nd floor
San Jose, California 95110-1705
(408) 299-5206 FAX 287-7629



NOTICE OF NO OBJECTION TO ROPS

August 28, 2015

City of Milpitas Successor Agency
455 E Calaveras Blvd
Milpitas, CA 95035

City of Milpitas Oversight Board
455 E Calaveras Blvd
Milpitas, CA 95035

Department of Finance
915 L Street
Sacramento, CA 95814

ROPS Period: ROPS 15-16B (January 1, 2016 – June 30, 2016)
Successor Agency: City of Milpitas

To the Successor Agency, Oversight Board, and Department of Finance:

Pursuant to Health and Safety Code section 34182.5, our office has reviewed the Recognized Obligation Payment Schedule (ROPS) submitted by the above-noted successor agency for the above-noted period. After reviewing all items and funding sources, the Santa Clara County Auditor-Controller does not object to any items or funding sources on the submitted ROPS.

Please note that items and/or funding sources not questioned during this review are subject to subsequent review if they are included on a future ROPS. We also reserve the right to object to an item and/or funding source (including, but not limited to, the use of fund balance) on a future ROPS, even if no objection was made on a preceding ROPS.

Board of Supervisors: Mike Wasserman, Cindy Chavez, Dave Cortese, Ken Yeager, S. Joseph Simitian
County Executive: Jeffrey V. Smith

Successor Agency: City of Milpitas
Notice of No Objection to ROPS
August 28, 2015

Additionally, pursuant to Health and Safety Code section 34186(a), the County Auditor-Controller may review the prior period payments and the prior period estimated versus actual payments reported on the ROPS. This review is ongoing, and this letter does not apply to the true-up of prior period payments. In addition, my office is continuing its review of the cash balances reported by the successor agency on the ROPS. The results of this review will be transmitted to the Department of Finance as soon as possible.

Sincerely yours,



Alan Minato
Controller-Treasurer
County of Santa Clara

Attachment: ROPS 15-16B as submitted to the County Auditor-Controller by Successor Agency