

**CALL AND NOTICE OF
SPECIAL MEETING
AT 6:30 PM
OF THE
VALLEJO CITY COUNCIL AS
GOVERNING BOARD OF THE
SUCCESSOR AGENCY TO THE
FORMER VALLEJO
REDEVELOPMENT AGENCY
DECEMBER 14, 2021**

CHAIR
Robert H. McConnell

BOARDMEMBERS:
Vice Chair Rozzana Verder-
Aliga, EdD
Cristina Arriola
Hakeem Brown
Pippin Dew
Mina Loera-Diaz
Katy Miessner

**COUNCIL CHAMBERS
555 Santa Clara Street, Vallejo,
California**

TO THE MEMBERS OF THE VALLEJO CITY COUNCIL AS GOVERNING BOARD OF THE SUCCESSOR AGENCY TO THE FORMER VALLEJO REDEVELOPMENT AGENCY:

You are hereby notified that I do hereby call the Vallejo City Council as Governing Board of the Successor Agency to the former Vallejo Redevelopment Agency in special session to consider only the matters stated on the agenda listed below.

- 1. CALL TO ORDER**
- 2. ROLL CALL**
- 3. CONSENT CALENDAR AND APPROVAL OF AGENDA**

Members of the public wishing to address the Council as the Governing Board of the Successor Agency on Consent Calendar items may do so in person by submitting a completed speaker's card to the City Clerk or via
ZOOM:(<https://ZoomRegular.Cityofvallejo.net>), Option to join by phone: Dial (669) 900-6833. Enter Meeting ID: 914 0075 0676#. Press * 9 to digitally raise your hand from the phone. For additional instructions on how to speak remotely during public comment, please visit, www.cityofvallejo.net/publiccomment. In person speakers will be recognized first. Each speaker is limited to three minutes pursuant to Vallejo Municipal Code Section 2.02.310. Requests for removal of Consent Items received from the public are subject to approval by a majority vote of the Council. Items removed from the

Hybrid Options are available for members of the public to participate. To participate remotely:

<https://ZoomRegular.CityofVallejo.net>

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www.cityofvallejo.net/publiccomment

Consent Calendar will be heard immediately after approval of the Consent Calendar and Agenda.

A. APPROVAL OF MINUTES

Recommendation: Approve minutes of the December 8, 2020 special meeting

Contact: Dawn G. Abrahamson, City Clerk (707) 648-4528

Dawn.Abrahamson@cityofvallejo.net

B. CONSIDERATION OF APPROVAL OF A RESOLUTION APPROVING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR JULY 1, 2022 THROUGH JUNE 30, 2022 ("ROPS 22-23")

Recommendation: Adopt a Resolution approving the Recognized Obligations Payment Schedule for July 1, 2022 through June 30, 2023 ("ROPS 22-23").

Contact: Rekha Nayar, Finance Director, (707) 648-4592

Rekha.Nayar@cityofvallejo.net

4. ACTION CALENDAR

5. ADJOURNMENT

Dated: Tuesday, December 7, 2021



Robert H. McConnell, Mayor

I, Dawn Abrahamson, City Clerk, do hereby certify that I have caused a true copy of the above notice and agenda to be delivered to each of the members of the Vallejo Successor Agency., at the time and in the manner prescribed by law and that this agenda was posted at City Hall, 555 Santa Clara Street, CA at 6:00 p.m., Tuesday, December 7, 2021.



Dated: Tuesday, December 7, 2021

Dawn G. Abrahamson, City Clerk

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**VALLEJO CITY COUNCIL AS GOVERNING BOARD OF
THE SUCCESSOR AGENCY TO THE FORMER VALLEJO
REDEVELOPMENT AGENCY
SPECIAL MEETING MINUTES
VIA TELECONFERENCE**

DECEMBER 8, 2020

1. CALL TO ORDER

The meeting was called to order at 7:30 p.m.

2. ROLL CALL

Present: Mayor Sampayan, Vice Mayor Sunga, Councilmembers Brown, Dew, McConnell, Miessner, and Verder-Aliga

Absent: None

Staff present: City Manager Nyhoff, City Attorney Nebb and City Clerk Abrahamson

3. CONSENT CALENDAR AND APPROVAL OF AGENDA

Action: Moved by Vice Mayor Sunga, and carried unanimously, unless otherwise noted, approval of the Consent Calendar and the Agenda.

**A. THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE
FOR JULY 1, 2021 THROUGH JUNE 30, 2022 ("ROPS 21-22")**

Recommendation: Adopt a Resolution approving the Recognized Obligations Payment Schedule for July 1, 2021 through June 30, 2022 ("ROPS 21-22").

Contact: Rekha Nayar, Finance Director, (707) 648-4592

Rekha.Nayar@cityofvallejo.net

Action: Adopted Resolution No. 20-001.

4. ACTION CALENDAR – None.

5. ADJOURNMENT

The meeting adjourned at 7:37 p.m.

BOB SAMPAYAN, MAYOR

ATTEST:

DAWN G. ABRAHAMSON, CITY CLERK

BOB SAMPAYAN, MAYOR

ATTEST:

DAWN G. ABRAHAMSON, CITY CLERK



DATE: December 14, 2021
TO: Mayor and Members of the City Council
FROM: Rekha Nayar, Finance Director
SUBJECT: **CONSIDERATION OF APPROVAL OF A RESOLUTION APPROVING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR JULY 1, 2022 THROUGH JUNE 30, 2022 ("ROPS 22-23")**

RECOMMENDATION

Adopt a Resolution approving the Recognized Obligations Payment Schedule for July 1, 2022 through June 30, 2023 ("ROPS 22-23").

REASONS FOR RECOMMENDATION

Pursuant to State Health & Safety Code Section 34177, successor agencies to former redevelopment agencies are required to prepare and submit a Recognized Obligation Payment Schedule ("ROPS") to authorize debt service and other disbursements for the upcoming fiscal year. Successor agencies receive an allocation of available property tax increment from the County Redevelopment Property Tax Trust Fund ("RPTTF") up to the amount of approved ROPS disbursements. The proposed Resolution approves \$1.1 million of RPTTF funding for the July 1, 2022 to June 30, 2023 ROPS reporting period.

Following consideration of ROPS 22-23 by the Successor Agency, ROPS 22-23 is scheduled for consideration by the Solano Consolidated Oversight Board to the Successor Agency in January 2022. The approved ROPS 22-23 is due to the State DOF by February 1, 2022.

BACKGROUND AND DISCUSSION

In 2011, the Governor signed into law AB1X 26 (the "Dissolution Act") which immediately suspended most activities of Redevelopment Agencies prior to their elimination effective October 1, 2011. Assembly Bill 1484 ("AB 1484") was signed by the Governor in 2012, adding significant new or modified actions and deadlines. The Dissolution Act was further amended by SB 107 on September 22, 2015.

The Dissolution Act requires successor agencies to prepare a ROPS which sets forth the successor agency's enforceable obligations and scheduled payments for such enforceable obligations for the upcoming ROPS reporting period. The ROPS is the base document used by the County Auditor-Controller (the "CAC") in determining how much property tax increment revenue is needed to meet current Agency obligations and administrative expenses, and if any current residual tax revenue is available to distribute among local taxing entities. The ROPS are prepared by staff and submitted for consideration of approval by the Successor Agency Board and the Oversight Board. All ROPS are further subject to approval by the State DOF and to audit by the CAC.

DOF has created a specific format for the ROPS submission and provides required ROPS templates to successor agencies for completion. ROPS 22-23 is presented as Exhibit 1 to the proposed Resolution (Attachment 1).

FISCAL IMPACT

**Subject: CONSIDERATION OF APPROVAL OF A RESOLUTION APPROVING THE
RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR JULY 1, 2022 THROUGH
JUNE 30, 2022 ("ROPS 22-23")**

The Agency's ROPS 22-23 payment requests total \$1.1 million, as detailed below. These payments will be financed from RPTTF and other funds.

Bond Repayments and Fees (Items 26, 30-31)

The Successor Agency continues annual debt service payment on 2001 bonds. These bonds paid for various infrastructure improvements. Along with related fees, \$419,275 is proposed for scheduled 2022-23 debt service payments.

Administrative Costs (Item 33)

Pursuant to HSC Section 34171 (b), effective July 1, 2016, the administrative cost allowance will be equal to: (i) up to 3% of the actual property tax received by the Successor Agency to make enforceable obligation payments during the preceding fiscal year reduced by the Successor Agency's Administrative Allowance and sponsoring entity loan repayments in the preceding fiscal year; or (ii) not less than \$250,000, unless that amount is reduced by the Oversight Board or by agreement with the Successor Agency (Section 34171(b)(3)). The Administrative Allowance shall not exceed 50 percent of total Redevelopment Property Tax Trust Fund (RPTTF) distributed to pay enforceable obligations in the preceding fiscal year. This formula would allow an Administrative Allowance of approximately \$180,000.

The proposed administrative budget is presented as Attachment 2 and estimated to be \$100,000 which is less than what the Dissolution Law allows. The City, as administrator of the Successor Agency, continues to incur significant work effort to unwind the affairs of the former Redevelopment Agency and claims \$100,000 to reimburse the City for its administrative support. The Agency will continue to evaluate its eligible administrative allowance and underlying work effort to support this draw on an annual basis.

Repayment of City Advances (Item 8)

ROPS 22-23 continues repayment of City/Agency post-1990 loans. Interest accrues at 3% simple interest, as provided in SB 107. The annual allowable loan repayment under the Dissolution Act is 50% of the growth in surplus tax increment since the 2012-13 base year. \$600,000 is proposed for City loan repayments in the 2022-23 ROPS cycle.

ENVIRONMENTAL REVIEW

This action is exempt from the California Environmental Quality Act (CEQA) because it is not a project which has a potential for resulting in either a direct physical change in the environment, or a reasonably foreseeable indirect physical change in the environment, pursuant to CEQA Guideline section 15378.

ATTACHMENTS

1.	Attachment 1-Exhibit 1 Vallejo ROPS 22-23 schedules
2.	Attachment 2 -Vallejo SA Administrative Budget
3.	Attachment 1 - Resolution Approving ROPS 22-23 CAO Stamp

CONTACT

Rekha Nayar, Finance Director, (707) 648-4592
Rekha.Nayar@cityofvallejo.net

Recognized Obligation Payment Schedule (ROPS 22-23) - Summary
Filed for the July 1, 2022 through June 30, 2023 Period

Attachment 1 -Exhibit 1

Successor Agency: Vallejo Successor Agency
County: Solano County

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)		22-23 A Total (July - December)	22-23 B Total (January - June)	ROPS 22-23 Total
A	Enforceable Obligations Funded as Follows (B+C+D):	\$ 42	\$ -	\$ 42
B	Bond Proceeds	-	-	-
C	Reserve Balance	-	-	-
D	Other Funds	42	-	42
E	Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 392,508	\$ 726,725	\$ 1,119,233
F	RPTTF	342,508	676,725	1,019,233
G	Administrative RPTTF	50,000	50,000	100,000
H	Current Period Enforceable Obligations (A+E):	\$ 392,550	\$ 726,725	\$ 1,119,275

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.

Signature

Title

Signature

Title

(Vallejo Successor Agency) Recognized Obligation Payment Schedule (ROPS 22-23) - ROPS Detail July 1,2022 through June 30, 2023 (Report Amounts in Whole Dollars)																	
A	B	F	G	H	I	J	K	L	M	N	O	P	Q	T	U	V	W
Item #	Project Name/Debt Obligation	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Retired	ROPS 22-23 Total	22-23 A (July - December)					22-23 A Total	22-23 B (January - June)			22-23 B Total
								Fund Sources						Fund Sources			
								Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Other Funds	RPTTF	Admin RPTTF	
					\$ 11,022,338		\$ 1,119,275	\$ -	\$ -	\$ 42	\$ 342,508	\$ 50,000	\$ 392,550	\$ -	\$ 676,725	\$ 50,000	\$ 726,725
5	1989 Tax Allocation Bonds	Wells Fargo Bank	Waterfront Development	Merged Project Area	-	Y	\$ -						\$ -				\$ -
6	1990 Tax Allocation Bonds	Wells Fargo Bank	Marina Vista & Vallejo Central development	Merged Project Area	-	Y	\$ -			-	-		\$ -		-		\$ -
8	Advances from City	City of Vallejo General Fund	Redevelopment Activities	Merged Project Area	4,081,394	N	\$ 600,000						\$ -		600,000		\$ 600,000
26	Tax Allocation Bond, Certification of Participations, Tax Relief Bond.	Bondlogistix LLC, Wells Fargo	Debt Service Admin Fee	Merged Project Area	-	N	\$ -				-		\$ -		-		\$ -
30	2001 Vallejo Housing Set-aside	Bondligistix, Wells Fargo Bank	Debt Service Admin Fee	Low-Mod	5,900	N	\$ 5,900			42	3,858		\$ 3,900		2,000		\$ 2,000
31	2001 Vallejo Housing Set-aside	Wells Fargo Bank	Vallejo Housing Set Aside Bond	Low-Mod	3,286,350	N	\$ 413,375				338,650		\$ 338,650		74,725		\$ 74,725
33	Administration	City of Vallejo	Administration Cost	N/A	250,000	N	\$ 100,000					50,000	\$ 50,000			50,000	\$ 50,000
47	Advances from City	City of Vallejo	Redevelopment Activities		3,398,694												
						N	\$ -						\$ -				\$ -
							\$ -						\$ -				\$ -

(Vallejo Successor Agency Name) **Recognized Obligation Payment Schedule (ROPS 22-23) - Report of Cash Balances**
July 1, 2019 through June 30, 2020
(Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H
	ROPS 19-20 Cash Balances (07/01/19 - 06/30/20)	Fund Sources					Comments
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF	
		Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS RPTTF and Reserve Balances retained for future period(s)	Rent, Grants, Interest, etc.	Non-Admin and Admin	
1	Beginning Available Cash Balance (Actual 07/01/19) RPTTF amount should exclude "A" period distribution amount	808,248			43,102	606	
2	Revenue/Income (Actual 06/30/20) RPTTF amount should tie to the ROPS 19-20 total distribution from the County Auditor-Controller				32,900	1,806,543	all income reported to others - no more bond procee
3	Expenditures for ROPS 19-20 Enforceable Obligations (Actual 06/30/20)				4,496	1,748,592	ROPS 16-17 \$225 PPA applied in 19-20 ROPS
4	Retention of Available Cash Balance (Actual 06/30/20) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)	808,248				-	
5	ROPS 19-20 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 19-20 PPA form submitted to the CAC	No entry required				58,176	19-20 PPA \$58,176 applied in FY 22-23 ROPS
6	Ending Actual Available Cash Balance (06/30/20) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$ 0	\$ 0	\$ 0	\$ 71,506	\$ 381	Other Funds: \$19,285 applied in 20-21 ROPS, \$52,221 applied in 21-22 ROPS18-19 RPTTF PPAs: 18-19 PPA \$263 applied in 21-22 ROPS, 17-18 PPA \$119 applied in 20-21 ROPS

(Vallejo Successor Agency Name) **Recognized Obligation Payment Schedule (ROPS 22-23) - Notes July 1, 2022 through June 30, 2023**

Item #	Notes/Comments

FY 2022/23 Vallejo Successor Agency - Administrative Budget

Type of Admin Costs 1/	<u>Jul - Dec 2022</u>	<u>Jan - Jun 2023</u>
Direct Administrative Costs:		
Legal Expenses	10,000	10,000
Property Maintenance & Appraisal	2,000	2,000
Other (audit, consultants, postage, utilities, training, travel, office supplies, printing, etc.)	5,000	5,000
Indirect City Support Services 2/	33,000	33,000
Total Administrative Expenses	50,000	50,000
Total Administrative Expenses Funded by RPTTF		100,000

Notes:

1/ Activities may be added, revised, or deleted from the listing as necessary and appropriate during the course of the the Successor Agency wind-down process. Costs shown for each category are estimates only. Actual costs required for each category may be higher or lower than the amount shown, not to exceed the aggregate total amount.

2/ Indirect cost recovery for administrative and financial activities will be charged based on the City's Indirect Cost plan developed by third-party consultant.

Approved as to form:

By:  for
Veronica Nebb, City Attorney

SUCCESSOR AGENCY RESOLUTION NO. _____

**RESOLUTION OF THE SUCCESSOR AGENCY OF THE CITY OF VALLEJO
APPROVING THE RECOGNIZED OBLIGATIONS PAYMENT SCHEDULE FOR
THE PERIOD JULY 1, 2022 TO JUNE 30, 2023 (ROPS 22-23)**

WHEREAS, pursuant to AB 1X 26, enacted June 28, 2011 (as found constitutional and as partially reformed by the California Supreme Court in its decision in *California Redevelopment Association v. Matosantos* on December 29, 2011), and as amended by AB 1484, enacted June 27, 2012 (the "Dissolution Act"), the Vallejo Redevelopment Agency, along with all other redevelopment agencies in the State, was dissolved as of February 1, 2012; and

WHEREAS, pursuant to the authority provided in Health and Safety Code Section 34173, as enacted by AB 1X 26, the City Council of the City of Vallejo ("City") elected and determined that the City shall become the "successor agency" to the former Redevelopment Agency, and upon dissolution of the Redevelopment Agency under AB 1X 26, all authorities, rights, powers, duties and obligations previously vested with the former Redevelopment Agency, under the Community Redevelopment Law (Health and Safety Code Section 33000 et seq.), were vested in the Successor Agency; and

WHEREAS, pursuant to Health and Safety Code Section 34173(g), added by AB 1484, the Successor Agency has been designated as a separate public entity from the City; and

WHEREAS, pursuant to the Dissolution Act, an Oversight Board has been selected to oversee, direct and approve specified actions of the Successor Agency; and

WHEREAS, also pursuant to the Dissolution Act, Successor Agency staff is required to prepare a "recognized obligation payment schedule" ("ROPS"), listing outstanding obligations of the Agency to be paid in the time period July 1, 2022 through June 30, 2023 ("ROPS 22-23"), submit it for approval by the Solano Consolidated Oversight Board, and submit an electronic copy to the State Department of Finance ("DOF") by February 1, 2022;

NOW, THEREFORE, THE SUCCESSOR AGENCY OF THE CITY OF VALLEJO DOES HEREBY RESOLVE AS FOLLOWS:

Section 1. The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference.

Section 2. The approval of the ROPS through this Resolution does not commit the Successor Agency to any action that may have a significant effect on the environment. As a result, such action does not constitute a project subject to the requirements of the California Environmental Quality Act.

Section 3. The Successor Agency hereby approves and adopts the July 1, 2022 through June 30, 2023 ROPS (ROPS 22-23), in substantially the form attached to this Resolution as Exhibit 1, authorizes staff to submit this information in the DOF-approved electronic format as required under the Dissolution Act, and to seek approval of this action by the Solano Consolidated Oversight Board.

This resolution was adopted by those present and voting at a regular meeting of the Successor Agency of the City of Vallejo held on December 14, 2021 by the following vote:

AYES:

NOES:

ABSENT:

ABSTENTIONS:

ROBERT H. MC CONNELL, Chairperson

ATTEST:

DAWN G. ABRAHAMSON, Secretary