



CITY OF LONG BEACH

AS SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF LONG BEACH

411 West Ocean Blvd., Long Beach, CA 90802 Phone: (562) 570-6615

August 20, 2019

SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY
OF THE CITY OF LONG BEACH
City of Long Beach
California

RECOMMENDATION:

Approve the draft Amended Recognized Obligation Payment Schedule 19-20B, for the period of January 1, 2020 through June 30, 2020. (Citywide)

DISCUSSION

Section 34177(o)(1) of the California Health and Safety Code, as adopted by AB1x 26 (the "Dissolution Act") and amended by Senate Bill (SB) 107, requires the Successor Agency to the Redevelopment Agency of the City of Long Beach (Successor Agency) to prepare an annual Recognized Obligation Payment Schedule (ROPS) covering the period from July 1, 2019 to June 30, 2020. A successor agency may request an amendment to the annual ROPS once during that year as long as the amended ROPS is submitted to the California Department of Finance (DOF) prior to October 1 and the Oversight Board makes a finding that a revision is necessary for the payment of approved enforceable obligations. The attached draft Amended ROPS 19-20B represents the anticipated additional funding ("Requested Adjustments") needed to meet the enforceable obligations for the period of January 1, 2020 through June 30, 2020 (Attachment A). Two adjustments are being requested: (1) reinstate the enforceable obligation for Shoreline Gateway Phase 2; and, (2) increase the funding requested for environmental remediation at 5301 Long Beach Boulevard. The Shoreline Gateway Phase 2 Amended and Restated Owner Participation Agreement obligation was mistakenly defunded. The funding request for 5301 Long Beach Boulevard is due to additional work anticipated as a result of the Regional Water Quality Board's actions.

The Amended ROPS is based on the Enforceable Obligation Payment Schedule, a list of the total outstanding debts and obligations of the Successor Agency, which was certified by the DOF on March 30, 2012.

The Amended ROPS must identify the source of payment for each obligation from among the following:

- The Redevelopment Property Tax Trust Fund (former tax increment, which is also referred to as RPTTF and is maintained by the County)
- Bond Proceeds
- Reserve Balances
- Administrative Cost Allowance
- Other revenue sources including rents, interest earnings, land sale proceeds, and loan repayments

This Amended ROPS also requires approval by the 4th District Consolidated Oversight Board of the City of Long Beach as the Successor Agency to the Redevelopment Agency of the City of Long Beach (Board). It has been scheduled for the Board's review on September 17, 2019.

This matter was reviewed by Deputy City Attorney Richard F. Anthony on July 29, 2019 and by Budget Analysis Officer Julissa José-Murray on August 6, 2019.

TIMING CONSIDERATIONS

Successor Agency action is requested on August 20, 2019, to allow for the transmittal of the Amended ROPS to the Board for approval on September 17, 2019, and to the DOF prior to their submission deadline of October 1, 2019.

FISCAL IMPACT

The total amount requested for funding is \$1,773,643. The amended ROPS requests \$33,355 of other revenues and \$1,740,288 of RPTTF to fund these obligations. If the full amount of the requested RPTTF is expended, it would decrease the City's residual revenues by approximately \$365,460 over the period the obligation is paid. The obligation is incurred on a reimbursement basis and may not reach the full amount of the obligation. Residual revenues are reflected as part of property tax revenue in the General Fund to support citywide operations. By law, funding ROPS obligations takes precedence over the funding of citywide operations. As the ROPS are paid off, the City's share of residual revenue is freed up for General Fund purposes. This recommendation has no staffing impact beyond the normal budgeted scope of duties and is consistent with existing City Council priorities. Approval of this recommendation will provide continued support to the local economy.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



Linda F. Tatum, FAICP
DIRECTOR OF DEVELOPMENT SERVICES

APPROVED:

PATRICK H. WEST
CITY MANAGER

Long Beach ROPS 2019-20 Amended

Item #	Obligation Name	Obligation Type	Total Outstanding Balance	AUTHORIZED AMOUNTS						REQUESTED ADJUSTMENTS						Notes
				Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	Total Authorized	Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	Total Adjusted	
	TOTAL		392,807,571	-	-	-	27,765,283	377,724	28,143,007	-	-	33,355	-	-	33,355	
1	Administrative Costs	Admin Costs	755,448	-	-	-	-	-	-	-	-	-	-	-	-	
3	Bond Administration	Fees	470,000	-	-	-	17,500	-	17,500	-	-	-	-	-	-	
5	Calpers/Post Ret. Health/WC/Vacation/Severance	Unfunded Liabilities	5,344,800	-	-	-	-	-	-	-	-	-	-	-	-	
16	Project Area Administration	Property Maintenance	10,000	-	-	-	-	-	-	-	-	-	-	-	-	
27	Property Maintenance - Successor Agency	Property Maintenance	50,000	-	-	-	5,000	-	5,000	-	-	-	-	-	-	
28	Property Maintenance - Successor Agency	Property Maintenance	50,000	-	-	-	5,000	-	5,000	-	-	-	-	-	-	
29	Property Maintenance - Successor Agency	Property Maintenance	50,000	-	-	-	2,500	-	2,500	-	-	-	-	-	-	
69	Shoreline Gateway	Legal	-	-	-	-	-	-	-	-	-	-	-	-	-	
70	Shoreline Gateway	Professional Services	-	-	-	-	-	-	-	-	-	-	-	-	-	
71	Shoreline Gateway	Project Management Costs	1,000	-	-	-	500	-	500	-	-	-	-	-	-	
83	2010 Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	59,156,695	-	-	-	1,104,288	-	1,104,288	-	-	-	-	-	-	
95	BKBIA	Professional Services	480,548	-	-	-	100,000	-	100,000	-	-	-	-	-	-	
99	Fire Station 12	Litigation	-	-	-	-	-	-	-	-	-	-	-	-	-	
110	Pass Through Payments	Miscellaneous	3,185,000	-	-	-	-	-	-	-	-	-	-	-	-	
112	2002 Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	68,293,046	-	-	-	1,231,497	-	1,231,497	-	-	-	-	-	-	
119	Project Area Administration	Professional Services	84,400	-	-	-	-	-	-	-	-	-	-	-	-	
122	Long Range Property Management Plan	Property Dispositions	17,320	-	-	-	500	-	500	-	-	-	-	-	-	
123	Long Range Property Management Plan	Property Dispositions	53,500	-	-	-	500	-	500	-	-	-	-	-	-	
124	Long Range Property Management Plan	Property Dispositions	58,000	-	-	-	500	-	500	-	-	-	-	-	-	

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125	Property Maintenance - Successor Agency	Property Maintenance	1,000	-	-	-	100	-	100	-	-	-	-	-	-	
161	1669 W. Anaheim Street	Property Maintenance	60,000	-	-	-	20,275	-	20,275	-	-	-	-	-	-	
162	1669 W. Anaheim Street	Project Management Costs	7,000	-	-	-	2,100	-	2,100	-	-	-	-	-	-	
164	5301 Long Beach Blvd.	Project Management Costs	7,000	-	-	-	2,100	-	2,100	-	-	-	-	-	-	
180	Deukmejian Courthouse	OPA/DDA/Construction	5,750,000	-	-	-	-	-	-	-	-	-	-	-	-	
183	Property Based Improvement District (PBID)	Miscellaneous	-	-	-	-	-	-	-	-	-	-	-	-	-	
193	Long Range Property Management Plan	Remediation	380,000	-	-	-	-	-	-	-	-	33,355	-	-	33,355	
194	Long Range Property Management Plan	Legal	8,000	-	-	-	1,000	-	1,000	-	-	-	-	-	-	
197	Project Area Administration	Property Maintenance	10,000	-	-	-	1,000	-	1,000	-	-	-	-	-	-	
198	Permit Fees	Fees	2,000	-	-	-	1,000	-	1,000	-	-	-	-	-	-	
202	North Library Utility Negotiations	Improvement/Infrastructure	105,000	-	-	-	-	-	-	-	-	-	-	-	-	
207	Atlantic and Vernon	OPA/DDA/Construction	5,000	-	-	-	-	-	-	-	-	-	-	-	-	
209	Uptown PBID	Fees	-	-	-	-	-	-	-	-	-	-	-	-	-	
211	Shoreline Gateway	OPA/DDA/Construction	-	-	-	-	-	-	-	-	-	-	-	-	-	Requested adjustment to this line item under RPTTF is \$1,740,288, which is also the outstanding balance.
224	LAUSD Passthrough Calculation	Litigation	-	-	-	-	-	-	-	-	-	-	-	-	-	
227	2015 Tax Allocation Bonds	Refunding Bonds Issued After 6/27/12	209,791,734	-	-	-	2,889,569	-	2,889,569	-	-	-	-	-	-	
228	Los Altos Tax Sharing Agreement Deferral	Miscellaneous	5,497,994	-	-	-	-	-	-	-	-	-	-	-	-	

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229	Los Altos Tax Sharing Agreement Deferral	Miscellaneous	1,419	-	-	-	-	-	-	-	-	-	-	-	-	-
231	2002 Tax Allocation Bonds Prefunding	Bonds Issued On or Before 12/31/10	10,726,497	-	-	-	10,726,497	-	10,726,497	-	-	-	-	-	-	-
232	2010 Tax Allocation Bonds Prefunding	Bonds Issued On or Before 12/31/10	1,889,288	-	-	-	1,889,288	-	1,889,288	-	-	-	-	-	-	-
233	2015 Tax Allocation Bonds Prefunding	Bond Reimbursement Agreements	9,764,569	-	-	-	9,764,569	-	9,764,569	-	-	-	-	-	-	-
234	City/Agency Loan Agreement	City/County Loan (Prior 06/28/11), Cash exchange	10,741,313	-	-	-	-	-	-	-	-	-	-	-	-	-