

**FIFTH SUPERVISORIAL DISTRICT CONSOLIDATED
OVERSIGHT BOARD FOR THE SUCCESSOR AGENCY OF THE
FORMER REDEVELOPMENT AGENCY OF THE CITY OF ARCADIA**

STAFF REPORT

DATE: January 14, 2021

TO: 5th District Consolidated Oversight Board, Stephen Dickinson, Chair

FROM: Tim Schwehr, Senior Management Analyst, City of Arcadia

SUBJECT: FIFTH SUPERVISORIAL DISTRICT CONSOLIDATED OVERSIGHT BOARD RESOLUTION NO. ARC-47 APPROVING AND ADOPTING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE (“ROPS”) FOR THE SUCCESSOR AGENCY OF THE FORMER REDEVELOPMENT AGENCY TO THE CITY OF ARCADIA FOR THE PERIOD OF JULY 1, 2021, THROUGH JUNE 30, 2022

SUMMARY

The City of Arcadia is the Successor Agency of the Former Arcadia Redevelopment Agency to the City of Arcadia (“Successor Agency”). Pursuant to Health and Safety Code Section 34179, the Oversight Board is responsible for approving the actions of the Successor Agency. One of those actions is the approval of the Recognized Obligation Payment Schedule (ROPS) for each six-month period since the end of redevelopment. This ROPS covers two six-month periods from July 1 – December 31, 2021, and from January 1 – June 30, 2022. The ROPS must be approved by the State Department of Finance (“DOF”) before the Successor Agency will receive any payment from the Los Angeles County Auditor-Controller.

BACKGROUND

The Arcadia Redevelopment Agency was dissolved on February 1, 2012. Following dissolution, the Successor Agency has prepared and submitted to its local Oversight Board and the Fifth Supervisorial District Consolidated Oversight Board (“5th District Consolidated Oversight Board”) 14 previous ROPS documents. All previous ROPS documents were approved by the State Department of Finance (“DOF”), and funds received have successfully paid all obligations of the Successor Agency to date.

On December 15, 2020, the Successor Agency adopted Resolution No. SA-19 approving and adopting the Recognized Obligation Payment Schedule for the period of July 1, 2021, through June 30, 2022. The ROPS is now subject to approval by the 5th District Consolidated Oversight Board.

DISCUSSION

This ROPS covers the period of July 1, 2021, through June 30, 2022, reflecting the 2021-22 Fiscal Year. It includes the enforceable obligations of the former Redevelopment Agency bonds, payments for bond trustee services and financial analysis, annual financial

auditing, legal costs, and costs for Successor Agency staffing and administrative functions. The bond obligations for this ROPS have been updated to reflect the refunding of two Agency bonds and issuance of the Arcadia Redevelopment Agency Tax Allocation Refunding Bond Series 2020A in September of 2020. Additionally, several expenses related to the maintenance and sale of the former Agency-owned property at 35 W. Huntington Drive (Arcadia Self-Storage) have been removed from this ROPS following the sale of this property in May 2020. The ROPS 2021-22 payment schedule indicates these previously approved line items as now retired.

The proposed ROPS calls for \$232,002 in funding for the period of July 1, 2021, through June 30, 2022. The ROPS was approved by the Successor Agency at its December 15, 2020 meeting. Following approval by the 5th District Consolidated Oversight Board, the ROPS will be submitted to the DOF, the California State Controller, and the Los Angeles County Auditor-Controller prior to the February 1, 2021 deadline.

CALIFORNIA ENVIRONMENTAL QUALITY ACT (“CEQA”)

The ROPS is exempt from the California Environmental Quality Act under Section 15061(b)(3) because it is considered to be “not a project”.

RECOMMENDATION

It is recommended that the 5th District Consolidated Oversight Board approve and adopt Resolution No. ARC-47, approving the Successor Agency’s Recognized Obligation Payment Schedule for the period of July 1, 2021 – June 30, 2022.

ATTACHMENT

Resolution No. ARC-47
Arcadia Successor Agency Resolution No. SA-19
Refunding Bond Series 2020A Payment Schedule