

**MEMORANDUM FOR THE
OVERSIGHT BOARD
FOR THE
SOUTH TAHOE REDEVELOPMENT SUCCESSOR AGENCY**

To: Oversight Board for the South Tahoe Redevelopment Successor Agency

Fr: City of South Lake Tahoe

Re: Resolution of the Oversight Board for the South Tahoe Redevelopment Successor Agency to Approve the Recognized Obligation Payment Schedule (ROPS)
Agenda Item New Business (f)

Attached you will an Agenda Report and Resolution to adopt the ROPS

**OVERSIGHT BOARD FOR THE SOUTH TAHOE
REDEVELOPMENT SUCCESSOR AGENCY
AGENDA REPORT**

BACKGROUND: Upon dissolution of the South Tahoe Redevelopment Agency on February 1, 2012 pursuant to AB X1 26, the Successor Agency to the South Tahoe Redevelopment Agency was constituted and is governed by a board of directors consisting of the members of the South Lake Tahoe City Council.

Pursuant to Health and Safety Code Section 34177, successor agencies are required to prepare Recognized Obligation Payment Schedules (“ROPS”) prior to each six-month fiscal period. Prior to the ROPS, the Successor Agency was required to prepare an Enforceable Obligation Payment Schedule (“EOPS”) for the six-month fiscal period commencing on January 1, 2012 and ending on June 30, 2012. The initial EOPS was approved by the Successor Agency and submitted to the California Department of Finance on _____. The Successor Agency prepared the ROPS for the period commencing July 1, 2012 to December 31, 2012 and submitted it to the County Auditor’s Office on February 17, 2012 for approval and review. As of the date of this meeting (April 26, 2012) the County Auditor’s Office has indicated they have reviewed the document.

The ROPS must also be reviewed and approved by the Oversight Board and submitted to the California Department of Finance and then posted on the Sponsoring Agency or Successor Agency Website. The documents can be found at www.cityofslt.us.

FISCAL IMPACT: Preparation and approval of the second ROPS is in furtherance of allowing the Successor Agency to pay enforceable obligations of the former redevelopment agency.

ENVIRONMENTAL IMPACT: There will be no new environmental impact associated with adoption of the attached Resolution.

RECOMMENDATION: The recommendation is for the Board of Directors of the Oversight Board for the South Tahoe Redevelopment Successor Agency to adopt Resolution No. _____, approving the Recognized Obligation Payment Schedule for the six-month fiscal period commencing on July 1, 2012 and ending on December 31, 2012.

Attachments:

Email to County Auditor’s Office submitting ROPS
Resolution with attached ROPS

-----Original Message-----

From: Christine Vuletich

Sent: Friday, February 17, 2012 5:44 PM

To: sally.zutter@edcgov.us

Cc: MaryAnne Brand

Subject: FW: Scanned from MFP-04601576 02/17/2012 17:38

Hi Sally,

Here is the ROPS we prepared for the successor agency. The EOPS is on the city's website.

Also, this is my last day at South Lake Tahoe. I have taken a new position of Assistant County Manager/Chief Financial Officer with Douglas County Nevada.

MaryAnne Brand has been appointed Interim Finance Director.

It has been a pleasure working with you all these years. Best wishes to you.

Christine Vuletich, MBA, CCMT

Director of Finance

City of South Lake Tahoe

1901 Airport Road

South Lake Tahoe, CA 96150

530-542-6064

RESOLUTION NO. _____

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE
OVERSIGHT BOARD FOR THE SOUTH TAHOE REDEVELOPMENT
SUCCESSOR AGENCY APPROVING A RECOGNIZED OBLIGATION
PAYMENT SCHEDULE PURSUANT TO HEALTH AND SAFETY CODE
SECTION 34177 FOR THE SIX-MONTH FISCAL PERIOD
COMMENCING JULY 1, 2012 AND ENDING DECEMBER 31, 2012, AND
TAKING CERTAIN ACTIONS IN CONNECTION THEREWITH**

RECITALS:

A. WHEREAS, Health and Safety Code Section 34177 provides that before each six-month fiscal period, successor agencies to former redevelopment agencies must prepare a Recognized Obligation Payment Schedule (“ROPS”) for the enforceable obligations of the former redevelopment agency in accordance with the requirements of Section 34177 and submit the ROPS to the Oversight Board and the County Auditor’s Office for approval and subsequently submit it to the California Department of Finance for review and post on the Sponsoring or Successor Agency’s website; and

B. WHEREAS, prior to the establishment of the Oversight Board, the Successor Agency approved an Enforceable Obligation Payment Schedule (“EOPS”) for the first six month period from January 1, 2012 to June 30, 2012. The EOPS was submitted to the County Auditor and the California Department of Finance in accordance with Health and Safety Code Section 34177; and

C. WHEREAS, the next six-month fiscal period for which a ROPS is required is the period that commences on July 1, 2012 and ends on December 31, 2012; and

D. WHEREAS, accordingly, the South Tahoe Redevelopment Successor Agency completed the ROPS for the period of July 1, 2012 to December 31, 2012 and submitted it to the County Auditor’s Office on February 17, 2012; and

E. WHEREAS, In accordance with Health and Safety Code section 34177, a ROPS shall not be deemed valid until the ROPS is submitted to and duly approved by the Oversight Board; and

F. WHEREAS, accordingly, the Board of Directors of the Oversight Board for the South Tahoe Redevelopment Successor Agency desires to adopt this Resolution approving the attached ROPS in accordance with Health and Safety Code Section 34177 for the six-month fiscal period that commences on July 1, 2012 and ends on December 31, 2012.

NOW, THEREFORE, THE BOARD OF DIRECTORS OF THE OVERSIGHT BOARD FOR THE SOUTH TAHOE REDEVELOPMENT SUCCESSOR AGENCY (“OVERSIGHT BOARD”), HEREBY FINDS, DETERMINES, RESOLVES, AND ORDERS AS FOLLOWS:

Section 1. The above recitals are true and correct and are a substantive part of this Resolution.

Section 2. This Resolution is adopted pursuant to Health and Safety Code Section 34177.

Section 3. The Board hereby approves the ROPS substantially in the form attached as Exhibit A to this Resolution and incorporated herein by reference.

Section 4. The officers and staff of the Successor Agency are hereby authorized and directed, jointly and severally, to do any and all things which they may deem necessary or advisable to effectuate this Resolution, including, but not limited to, submitting the ROPS to the Controller’s Office and the Department of Finance and to be posted on the Successor Agency’s Internet Web Site.

PASSED AND ADOPTED this 26th day of April, 2012.

Chair

ATTEST:

Secretary

EXHIBIT A

**RECOGNIZED OBLIGATION PAYMENT SCHEDULE
(July 1, 2012 through December 31, 2012)**

South Tahoe Redevelopment Successor Agency

Recognized Payment Obligation Schedule (ROPS)

Revenues/Resources	Description	Total Resource or Obligation	Cash Flow by Month						Period Total
			Jan	Feb	Mar	Apr	May	Jun	
Prior Period Fund Balance Reserved for Debt Service	As of December 31, 2011			772,995					772,995
Property Tax Increment	From 2011-12 Tax Levy		2,500,000					2,675,735	5,175,735
Low/Moderate Income Housing Fund	Fund Balance			1,565,564					1,565,564
Convention Center Project Fund	Fund Balance			337,528					337,528
Project Area #2 Fund	Fund Balance bonded Project Area #1			156,844					156,844
Future Receivable from South Tahoe Joint Powers Financing Authority		585,000							
Other Revenue pledged for Debt Service [2]									
	Total Revenues/Resources	585,000	2,500,000	2,833,931				2,675,735	8,009,666

Expenses/Uses	Description	Total Resource or Obligation	Jan	Feb	Mar	Apr	May	Jun	Period Total
Property Tax Administration Fee	El Dorado County Auditor/Controllers Office		148,900						148,900
Section 33676 Allocations	Various taxing entities		156,625				156,626		313,252
Other Allocations	Lake Tahoe Unified School District						\$ 75,000		75,000
Other Allocations	Lake Tahoe Community College						\$ 75,000		75,000
1999 Refunding Revenue Bonds - Series A	Bondholders paid by Trustee (Bank of New York Mellon)	\$ 14,967,937				\$ 216,339			216,339
2004 Refunding Revenue Bonds - Series A	Bondholders paid by Trustee (Bank of New York Mellon)	\$ 21,041,873				\$ 271,763			271,763
2003 Refunding Revenue Bonds - Series A	Bondholders paid by Trustee (Bank of New York Mellon)	\$ 22,214,011				\$ 287,658			287,658
2005 Refunding Revenue Bonds - Series A	Bondholders paid by Trustee (Bank of New York Mellon)	\$ 56,429,250				\$ 833,750			833,750
2007 Refunding Revenue Bonds - Series A	Bondholders paid by Trustee (Bank of New York Mellon)	\$ 40,528,576				\$ 481,339			481,339
Contracted Financial Services	Trustee services, arbitrage rebate calculations, continuing disclosure reports, pass through calculations)	\$ 6,250	\$ 6,250	\$ 6,250	\$ 6,250	\$ 6,250	\$ 6,250	\$ 6,250	\$ 37,500
Project Area 1 (Park Avenue)	Trustee Settlement	\$ 150,000				\$ 50,000			50,000
Repay Loan from Low/Moderate Income Housing Fund for 2010-11 SEPALF Payment	Per AB X126	\$ 426,210		\$ 426,210					426,210
Insurance	PARSAC					\$ 8,000			8,000
Administration Costs	Costs to Administer Successor Agency (internal debt administration, accounting, financial reporting, legal, and banking fees)	\$ 22,083	\$ 22,083	\$ 22,083	\$ 22,083	\$ 22,083	\$ 22,083	\$ 22,083	\$ 132,500
Contracted Legal Services	Convention Center Project bankruptcy ongoing legal costs pending resolution of lawsuit	\$ 8,333	\$ 8,333	\$ 8,333	\$ 8,333	\$ 8,333	\$ 8,333	\$ 8,333	\$ 50,000
	Total Expenses/Uses:	\$ 155,777,957	\$ 342,193	\$ 462,877	\$ 36,667	\$ 2,185,446	\$ 343,293	\$ 36,667	\$ 3,407,141
	Revenues/Sources Over (Under) Expenses/Uses		2,157,807	2,371,054	(36,667)	(2,185,446)	2,332,442	(36,667)	4,602,525

Period Ending Fund Balance Required to be Reserved for Subsequent Period Debt Service

4,602,525

[1] Reimbursement Agreement between former RDA and South Tahoe Joint Powers Financing Authority dated 12/6/2003, to be repaid when Parking Garage revenues exceed Parking Garage bond debt service and operating expenses.
 [2] Agency Bond debt is secured by a primary pledge of property tax increment. Agency transient occupancy tax is pledged as a secondary security if property tax is insufficient, and only for debt service.