

**THE CITY OF HERCULES AS SUCCESSOR AGENCY TO THE HERCULES
REDEVELOPMENT AGENCY**

DATE: January 14, 2020

TO: The City of Hercules as Successor Agency to the Hercules
Redevelopment Agency

SUBMITTED BY: David Biggs, City Manager/Executive Director
Edwin Gato, Director of Finance

SUBJECT: Recognized Obligation Payment Schedule for the period of July 1, 2020
through June 30, 2021 (ROPS 20-21A and ROPS 20-21B)

RECOMMENDED ACTION:

Adopt a resolution approving the Recognized Obligation Payment Schedule for the period July 1, 2020 through June 30, 2021 (ROPS 20-21A and ROPS 20-21B).

DISCUSSION:

AB X1 26 (Section 34177) requires that Successor Agencies must, amongst other things, prepare a Recognized Obligation Payment Schedules (ROPS) for each upcoming six-month period. A ROPS is the document that sets forth the minimum payment amounts and due dates of payments required by enforceable obligations. Enforceable obligations are defined in Section 34171(d) of AB X1 26 and include the payment of bonds and loans, payments required by the federal government, judgments or settlements, any legally binding agreement or contract, and contracts or agreements necessary for the administration or operation of the successor agency.

Health & Safety Code section 34177(1) requires successor agencies to submit the ROPS electronically and in a manner prescribed by the State of California Department of Finance. Successor Agencies must continue to submit the Excel ROPS and Oversight Board resolution via e-mail to the County-Auditor Controller and the State Controller's Office.

The ROPS template (excel workbook) used for the ROPS 20-21 includes the ROPS 20-21A and ROPS 20-21B and includes the following worksheets in the excel workbook:

- 1. Recognized Obligation Payment Schedule Summary**
- 2. Recognized Obligation Payment Schedule – ROPS Detail** - This worksheet includes a section for ROPS 20-21 A (July 1, 2020 through December 31, 2020) and a section for ROPS 20-21 B (January 1, 2021 through June 30, 2021).
- 3. Recognized Obligation Payment Schedule – Report of Cash Balances**
- 4. Recognized Obligation Payment Schedule – Notes**

Highlights for ROPS 20-21

Included on the ROPS 19-20 is the Summary worksheet which includes ROPS 20-21A and ROPS 20-21B. Enforceable Obligations for ROPS 20-21A is \$57,646,589. Details of the amounts for ROPS 20-21A are on the ROPS Detail worksheet. The bulk of the request is a \$50,496,029 loan repayment owed under a Cooperation Agreement between the City and former Redevelopment Agency. The advances were made between fiscal years 1984-85 and 2010-11 for various redevelopment projects including but not limited to library, park and wastewater improvements. Its repayment is subject to review and approval by the Department of Finance.

Also, included on the ROPS 20-21 Summary worksheet is ROPS 20-21B. Enforceable Obligations for ROPS 20-21B is \$4,495,637. Details of the amounts for ROPS 20-21B are on the ROPS Detail worksheet.

The ROPS 20-21 Report of Cash Balance worksheet shows the Redevelopment Property Tax Trust Fund (RPTTF) money received for ROPS 17-18 (July 1, 2017 through June 30, 2018), which totals \$10,167,964 and was fully expended.

The Recognized Obligation Payment Schedule (ROPS) are posted on the City of Hercules website (www.ci.hercules.ca.us).

ATTACHMENTS:

1. Resolution approving the Recognized Obligation Payment Schedule (ROPS) for the period July 1, 2020 through June 30, 2021
2. ROPS