



**CITY OF DESERT HOT SPRINGS**  
**REGULAR MEETING OF THE**  
**RDA SUCCESSOR AGENCY OVERSIGHT BOARD**  
**AGENDA**  
**JANUARY 11, 2017 - 8:00 A.M.**  
**CITY COUNCIL CHAMBERS**  
**11711 West Drive, Desert Hot Springs, California**

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**CALL TO ORDER**

**ROLL CALL**

**PLEDGE OF ALLEGIANCE**

**APPROVAL OF THE AGENDA**

**MINUTES**

1. **Regular Meeting Minutes: December 14, 2016**  
*Deputy City Clerk, Doria Wilms*  
**Recommendation:** Approve Minutes as submitted; or corrected.

**PUBLIC COMMENTS**

*At this time, pursuant to State law, any person may comment on an item, which is NOT on the agenda. PLEASE STATE YOUR NAME FOR THE RECORD.*

*Comments are limited to the first ten (10) speakers at three (3) minutes per speaker. All comments are to be directed to the RDA Successor Agency Oversight Board and shall be devoid of any personal attacks. Members of the public are expected to maintain a professional, courteous decorum during public comments.*

**ADMINISTRATIVE CALENDAR**

1. **Recognized Obligation Payment Schedule (ROPS 17-18) for the Period of July 1, 2017 - June 30, 2018.**  
*Administrative Services Director, Joseph M. Tanner*  
**Recommendation:** Adopt a Resolution of the Successor Agency approving the Recognized Obligation Payment Schedule (ROPS 17-18) and administrative budget for the Successor Agency for the period of July 1, 2017 through June 30, 2018.

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## **BOARD MEMBER COMMENTS**

### **ADJOURN REGULAR MEETING**

#### **NOTICES**

##### **Title 2**

In an effort to comply with the requirements of Title 2 of the Americans With Disabilities Act of 1990, the City of Desert Hot Springs requires that any person in need of any type of special equipment, assistance, or accommodation(s) in order to communicate at a City public meeting, must inform the City Clerk/Agency Secretary a minimum of 72 hours prior to the scheduled meeting to enable the City to make reasonable arrangements.

##### **SB 343**

In accordance with California Government Code Section 54957.5, any writing or document that is a public record, relates to an open session agenda item, and is distributed less than 72 hours prior to a regular meeting will be made available for public inspection in the Community Development Department at City Hall during normal business hours at 65950 Pierson Boulevard, Desert Hot Springs, CA 92240.

If, however, the document or writing is not distributed until the regular meeting to which it relates, then the document or writing will be made available to the public at the location of the meeting, as listed on this agenda at 11711 West Drive, Desert Hot Springs, CA 92240.

#### **DECLARATION OF POSTING**

I, Doria Wilms, Deputy City Clerk, certify that the agenda was posted on January 6, 2017, not less than 72 hours prior to the meeting.

Signature: Doria Wilms Date: January 6, 2017



## CITY OF DESERT HOT SPRINGS

### **REGULAR MEETING OF THE RDA SUCCESSOR AGENCY OVERSIGHT BOARD**

#### **DRAFT ACTION MINUTES**

**DECEMBER 14, 2016 - 8:00 A.M.**

**CARL MAY COMMUNITY CENTER  
CITY COUNCIL CHAMBERS  
11711 West Drive, Desert Hot Springs, California**

#### **CALL TO ORDER**

The meeting was called to order by Chairman Martin at 8:04 A.M.

#### **ROLL CALL**

Present: Chair Martin, Vice Chair Aguilar, Board Members Julie Arthur, Armando Rodriguez, Mary Jane Sanchez-Fulton, Dirk Voss. Board Member Tanner arrived following the call of roll at 8:24 A.M.

#### **PLEDGE OF ALLEGIANCE**

Board Member Sanchez-Fulton led the Pledge of Allegiance.

#### **APPROVAL OF THE AGENDA**

Board Member Voss moved approval of the agenda as presented, motion seconded by Board Member Arthur, motion carried 6/0

***Passed:*** For: 6; Against: 0; Absent: 1 (Tanner); Abstain: 0

#### **MINUTES**

##### **1. Regular Meeting Minutes: June 8, 2016**

*Deputy City Clerk, Doria Wilms*

**Recommendation:** Approve Minutes as submitted; or corrected.

Board Member Voss moved approval of the June 8, 2016 RDA Successor Agency Oversight Board Meeting Minutes as presented, motion seconded by Board Member Arthur, motion carried 6/0

**Passed:** For: 6; Against: 0; Absent: 1 (Tanner); Abstain: 0

### **PUBLIC COMMENTS**

No Public in Attendance.

### **DISCUSSIONS/PRESENTATIONS**

**2. Discussion of the Successor Agency Timeline of Major Reporting Requirements and On-Going Reporting for Dissolution of the Former Redevelopment Agency**

*Administrative Services Director, Joseph M. Tanner Jr.*

**Recommendation:** General Review and Discussion

Linda Kelly, Finance Manager presented Staff Report and responded to questions.

A discussion ensued.

Board Member Tanner arrived at 8:24 AM

**3. Update on the Brokers Selection Process**

*Administrative Services Director, Joseph M. Tanner, Jr.*

**Recommendation:** Review and General Discussion

Linda Kelly, Finance Manager presented Staff Report and responded to questions.

A discussion ensued.

**4. Discussion and Update on Marketing and Sales of Successor Agency Property.**

*Administrative Services Director, Joseph M. Tanner, Jr.*

**Recommendation:** General Review and Discussion

Linda Kelly, Finance Manager presented the Staff Report and responded to questions.

### **BOARD MEMBER COMMENTS**

### **ADJOURN REGULAR MEETING**

The meeting was adjourned by Chairman Martin at 8:43 A.M.

DRAFT



## REPORT TO THE SUCCESSOR AGENCY OVERSIGHT BOARD



**DATE:** January 11, 2017

**TITLE:** Recognized Obligation Payment Schedule (ROPS 17-18) for the Period of July 1, 2017 - June 30, 2018.

**Prepared by:** Linda Kelly, Finance Manager

### RECOMMENDATION

**Adopt a Resolution of the Successor Agency Oversight Board approving the Recognized Obligation Payment Schedule (ROPS 17-18) and administrative budget for the Successor Agency for the period of July 1, 2017 through June 30, 2018.**

### DISCUSSION

Health & Safety Code Section 34180 requires that the oversight board ("Oversight Board") to the successor agency ("Successor Agency") of the Redevelopment Agency of the City of Desert Hot Springs ("Former RDA") approve a Recognized Obligation Payment Schedule ("ROPS") every six months following the dissolution of the Former RDA.

The ROPS outlines enforceable obligations to be paid from former tax increment funds, bond proceeds, and redevelopment trust funds. Once approved by the Oversight Board, the ROPS serves as a permanent schedule of obligations authorized to be paid to continue to wind down the affairs of the Former RDA.

The Riverside County Auditor-Controller will allocate property tax increment to the Successor Agency to pay the obligations listed on the ROPS. Obligations not paid from tax increment will be paid from funds held in trust, debt service reserve funds, grant funds, interest income and Low and Moderate Housing unobligated cash approved in prior ROPS periods and through the Housing Due Diligence Review Report.

The Oversight Board has previously approved the following ROPS:

ROPS	Covering Period
First ROPS	January 1, 2012 through June 30, 2012
Second ROPS	July 1, 2012 through December 31, 2012
Third ROPS	January 1, 2013 through June 30, 2013
Fourth ROPS	July 1, 2013 through December 31, 2013
Fifth ROPS	January 1, 2014 through June 30, 2014
Sixth ROPS	July 1, 2014 through December 31, 2014
Seventh ROPS	January 1, 2015 through June 30, 2015
Eighth ROPS	July 1, 2015 through December 31, 2015
Ninth ROPS	January 1, 2016 through June 30, 2016
Tenth ROPS	July 1, 2016 through June 30, 2017



Now each ROPS will be submitted to and approved by the Department of Finance on an annual basis. By no later than February 1, 2017, and pursuant to Health & Safety Code Section 34177(l), the Eleventh ROPS covering the periods of July 1, 2017 through June 30, 2018 ("ROPS 17-18") must be submitted using the application form provided by the Department of Finance as no other means of submission will be accepted. As was done for all previous ROPS, ROPS 17-18 and the Successor Agency Resolution approving ROPS 17-18 will be emailed to the County-Auditor Controller and the State Controller's Office.

The Successor Agency staff has completed its preparation of ROPS 17-18. This ROPS contains the actual and/or estimated payments that will be due and payable for the prescribed time periods. Expenditures are listed according to the funding source that will be used to make the payments. The funding sources include: rental income, grant loan re-payments, interest, administrative allowance, and property tax increment ("RPTTF").

Similar to the First ROPS, Second ROPS, Third ROPS, Fourth ROPS, Fifth ROPS, Sixth ROPS, Seventh ROPS, and the Eighth ROPS, Ninth ROPS, Tenth ROPS, ROPS 17-18 includes the administrative budget for the applicable 6-month period. Pursuant to Health & Safety Code Section 34171(b), the Successor Agency is permitted to claim up to 3% of the property tax allocated to the Redevelopment Obligation Retirement Fund or \$250,000.00, whichever is greater. The total amount of the administrative budget for the period July 1, 2017 through June 30, 2018 is \$250,000.00. This budget includes expenses related to legal services, staff and consultants.

Staff has highlighted key obligations listed on ROPS 17-18, which may be of note to the Successor Agency (these items are included in the notes section of ROPS 17-18):

Prior to September 2014 a portion of the debt service payment was coming from an escrow account. Due to the recessionary impacts to the economy and the housing market specifically, tax increment received from property taxes began declining in 2008. Because of this, staff worked with the bond trustee to establish an "escrow fund" for the purpose of providing for a portion of the debt service payments for the fiscal year 2010 through 2014. The escrow fund was depleted with the September 1, 2014 debt service payment, and all subsequent funding for this bond payment is to come from RPTTF until the Long Range Property Management Plan is approved by the Department of Finance, which occurred May 5, 2015.

The estimated expenditures for the ROPS 17-18 were projected out for the entire fiscal year based on the new revised ROPS format by the Department of Finance. As on the prior ROPS 16-17 and on this first portion of the one year ROPS format there is no "true up" portion for a prior period, only estimated expenses for the ROPS year July 1, 2017 through June 30, 2018. The Administrative expenses budgeted are consistent with the provisions in HSC Section 34171 (b) and is thus considered fair and reasonable for ROPS 17-18.

Pursuant to Health and Safety Code section 34177 (m), the successor agency shall complete the Recognized Obligation Payment Schedule (ROPS) in the manner provided for by Finance. Successor agencies were previously allowed to download the Excel ROPS workbook from the Redevelopment Agency Dissolution Web Application (RAD APP) either in Excel 2007-2013 format (XLSX) for Excel 1997-2004 (XLS). Beginning January 1, 2016, the RAD APP will only accept the XLSX format.

Annual bond trustee fees, property tax audits, service reports and disclosure reports are requirements of each bond indenture and will be on-going for the life of each bond issue.

Once ROPS 17-18 is approved by the Successor Agency and the Successor Agency Oversight Board, it will simultaneously be submitted to the State Controller's Office, Auditor Controller's



Office and to the Department of Finance. The Oversight Board must approve and submit the approved ROPS 17-18 by February 1, 2017, or penalties will be imposed on the Successor Agency and/or the City of Desert Hot Springs ("City"). The City, as the sponsoring jurisdiction of the Former RDA, is subject to a penalty in the amount of \$10,000 per day if any ROPS is not timely submitted. In addition, the Successor Agency's administrative cost allowance may be reduced by 25% if the ROPS is more than ten (10) days late.

The Auditor-Controller and the Department of Finance will complete their review of the report by April 15, 2017 and will advise all successor agencies of the estimated amounts of property tax increment that will be remitted to each agency on June 1, 2017 and January 2, 2018. If the Successor Agency disputes the determination made by the Department of Finance on ROPS 17-18, the Successor Agency has five (5) business days following the Department of Finance's determination to request a meet and confer to discuss the disputed ROPS 17-18 items. Assembly Bill 1484 includes procedures for conducting the meet and confer process which will be followed by staff as needed.

Due to the timing constraints, the report was presented to the Successor Agency Oversight Board first at their regularly scheduled meeting on January 11, 2017 as required by the Department of Finance. The report will also be presented to the Successor Agency at their regularly scheduled meeting on January 17, 2017.

### **FISCAL IMPACT**

Funding sources for the expenditures listed in ROPS 17-18 will be paid from the Former RDA property tax increment, Successor Agency administrative allowance, rental income, interest earnings, debt reserve accounts, and any loan or grant re-payments, as needed. The total amount of obligations scheduled to be paid during the period July 1, 2017 to June 30, 2018 is \$5,246,650.00. A total of \$4,187,396.00 of such obligations is for debt service principal and interest payments and trustee fees; RPTT shortfall due to the Successor Agency; prior ROPS 14-15 B totaling \$345,463.00; shortfall prior ROPS 15-16 B totaling \$109,791.00 prior ROPS 16-17 A totaling \$125,000.00; implementation costs associated with the LRPMP \$25,000.00; property maintenance funding of \$204,000.00 and an amount of \$250,000.00 for RPTTF administrative fees.

### **EXHIBIT(S)**

- 1) Recognized Obligation Payment Schedule – July 1, 2017 through June 30, 2018.
- 2) Resolution of the Oversight Board of the Successor Agency approving the Recognized Obligation Payment Schedule – July 1, 2017 through June 30, 2018.



# **Recognized Obligation Payment Schedule (ROPS 17-18) - Summary**

Filed for the July 1, 2017 through June 30, 2018 Period

**Successor Agency:**

Desert Hot Springs

**County:**

Riverside

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)		17-18A Total (July - December)	17-18B Total (January - June)	ROPS 17-18 Total
<b>A</b>	<b>Enforceable Obligations Funded as Follows (B+C+D):</b>	<b>\$ 102,000</b>	<b>\$ 102,000</b>	<b>\$ 204,000</b>
<b>B</b>	Bond Proceeds	-	-	-
<b>C</b>	Reserve Balance	-	-	-
<b>D</b>	Other Funds	102,000	102,000	204,000
<b>E</b>	<b>Redevelopment Property Tax Trust Fund (RPTTF) (F+G):</b>	<b>\$ 2,827,952</b>	<b>\$ 2,214,698</b>	<b>\$ 5,042,650</b>
<b>F</b>	RPTTF	2,702,952	2,089,698	4,792,650
<b>G</b>	Administrative RPTTF	125,000	125,000	250,000
<b>H</b>	<b>Current Period Enforceable Obligations (A+E):</b>	<b>\$ 2,929,952</b>	<b>\$ 2,316,698</b>	<b>\$ 5,246,650</b>

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.

Russ Martin

SA OB Chairman

Name

Title

/s/

11-Jan-17

Signature

Date

(Report Amounts in Whole Dollars)

PACKET PAGE 10



Desert Hot Springs Recognized Obligation Payment Schedule (ROPS 17-18) - ROPS Detail																						
July 1, 2017 through June 30, 2018																						
(Report Amounts in Whole Dollars)																						
A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
Item #	Project Name/Debt Obligation	Obligation Type	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Retired	ROPS 17-18 Total	17-18A (July - December)					17-18A Total	17-18B (January - June)					17-18B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
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**Desert Hot Springs Recognized Obligation Payment Schedule (ROPS 17-18) - Report of Cash Balances**  
**(Report Amounts in Whole Dollars)**

Pursuant to Health and Safety Code section 34177 (i), Redevelopment Property Tax Trust Fund (RPTTF) may be listed as a source of payment on the ROPS, but only to the extent no other funding source is available or when payment from property tax revenues is required by an enforceable obligation. For tips on how to complete the Report of Cash Balances Form, see Cash Balance Tips Sheet.

A	B	C	D	E	F	G	H	I
	Cash Balance Information by ROPS Period	Fund Sources						Comments
		Bond Proceeds		Reserve Balance		Other	RPTTF	
		Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS period balances and DDR RPTTF balances retained	Prior ROPS RPTTF distributed as reserve for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin	
ROPS 15-16B Actuals (01/01/16 - 06/30/16)								
1	Beginning Available Cash Balance (Actual 01/01/16)	2,111,734				138,569	3,563	Cell C-1 is held by the Trustee bank as the DSRF. Cells C-1, G-1 and H-1 are carry over amounts from Cells C-7, G-7 and H-7 from the Cash Balances form from ROPS 2016-2017.
2	Revenue/Income (Actual 06/30/16) RPTTF amounts should tie to the ROPS 15-16B distribution from the County Auditor-Controller during January 2016				997,500	95,942	1,461,344	Cell F-2 is funding moved from RPTTF through meet and confer to reserve for future periods of \$997,500. Cell G-2 is rental income. Cell H-2 is RPTTF distribution of \$2,458,844 less adjustment of \$997,500.
3	Expenditures for ROPS 15-16B Enforceable Obligations (Actual 06/30/16)				997,500	201,400	1,464,907	see notes page
4	Retention of Available Cash Balance (Actual 06/30/16) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)	2,111,734				33,111		Cell C-4 is held by the Trustee bank. Cell G-4 is the balance retained for property maintenance and LRPMP expenses due to shortfalls in administrative fees.
5	ROPS 15-16B RPTTF Balances Remaining	No entry required						
6	Ending Actual Available Cash Balance C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	

## Desert Hot Springs Recognized Obligation Payment Schedule (ROPS 17-18) - Notes July 1, 2017 through June 30, 2018

Item #	Notes/Comments
1	Trustee Services are billed during the "A" ROPS cycle
2	EO Debt Service payment for 2008 A-1 Series bond using RPTTF - Interest and principal payment was divided evenly into two equal payments
3	EO Debt Service payment for 2008 A-2 Series Bond using RPTTF - Interest and principal payment was divided evenly into two equal payments
4	EO Debt Service payment for 2006 Series Bond using RPTTF - Interest and principal payment was divided evenly into two equal payments
6	EO Debt Service payment for 2009 Series Bond using RPTTF - Interest and principal payment was divided evenly into two equal payments
8	This item has been subsumed by item No. 14, Administration and is therefore retired.
9	Graffiti Abatement Program - A contractor is on call for the City to perform graffiti abatement on any Successor Agency owned properties as needed due to the vandalism. The contractor is only used on an as needed basis and the dollar amount on the current ROPS is only estimated. If the graffiti abatement is needed the costs could increase. The funding source for this is rental income (i.e., "Other Funds")
10	Valley Lock and Safe - This vendor is one that the City/Successor Agency uses on an "on Call" basis to service all of the Successor Agency properties as needed due to the vandalism and breaking and entering illegally to fix and or change locks and keys. The dollar amount on the current ROPS is only estimated and the funding source for this item is rental income (i.e. "Other Funds").
11	Successor Agency Property Management - Repair and Maintenance for all Successor Agency properties - The Successor Agency property maintenance is provided with the use of rental income for various vendors including but not limited to the following: Mission Springs Water District, Southern California Edison, The Gas Company, Total Watch Security Alarm, Nicol Construction and Nicol Climate Control, Southwest Plumbing, Frasier Pest Control, Dumphy's Externa Pest Control, La Salle Lighting, Desert Valley Disposal, Inland Contracting, All Surfacing Roofing, Allen Fence and other contractors as needed. These vendors provide maintenance and on going services for the Successor Agency properties.
14	The amount requested for the Administrative Allowance is consistent with the provisions of HSC § 34171 (b) and is thus considered fair and reasonable.
17	Due to the Successor Agency's RPTTF cash-flow insufficiency, this item has been deferred to a later ROPS during which PTTF will be sufficient.
20	This EO has been completed and is therefore being retired.
32	This EO is to recover the new RPTTF shortfall incurred during the ROPS 15-16A. The \$347,693 indicated is the result of subtracting the amount shown for EO #20 from the \$899,075 actual RPTTF shortfall (i.e., \$899,075 less \$551,382 = \$347,693). This offset is required to ensure that the amount shown for EO #20 is not double counted in EO #32. Per a prior discussion with DOF management, the Successor Agency was advised to add this to the ROPS until paid.
36	On May 15, 2015, DOF approved the Successor Agency's RRPMP. The amount requested is to fund the costs of specialized vendors for services needed to implement the LRPMP that cannot be paid from land sale proceeds
37	This EO is to recover the RPTTF shortfall incurred during ROPS 15-16B. The \$109,788 indicated is the result of subtracting the amount shown for EO #20 (after adjusted) and from EO #32 from \$798,846 actual RPTTF shortfall (i.e. \$798,846 less \$341,365 less \$347,693 = \$109,788). This offset is required to ensure that amount in EO #20 and E #32 is not double counted in EO #37 as stated. Per a prior discussion with DOF management, the Successor Agency was advised to add this to the ROPS until paid.
38	The Successor Agency did not receive sufficient funding from the Auditor Controller in June 2016 to cover any administrative costs for the period of January 1, 2016 through June 30, 2016 so a total of \$125,000.
Item #	<b>Cash Balance Sheet</b>
3-F	Line 3 column F - is RPTTF that was moved by Department of Finance as part of meet and confer for approval of 2016-2017 ROPS
3-G	Line 3 column G actual expenses using other funding but RPTTF - a portion of debt service payments were paid using interest totaling \$28.00 and the balance of \$201,372 is for property maintenance and shortfall of admin costs not received.



**Desert Hot Springs Recognized Obligation Payment Schedule (ROPS 17-18) - Notes July 1, 2017 through June 30, 2018**

[illegible]

**RESOLUTION NO. \_\_\_\_\_**

**RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF DESERT HOT SPRINGS APPROVING A RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS) FOR THE PERIOD JULY 1, 2017 THROUGH JUNE 30 2018, PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177(I)**

**WHEREAS**, the City Council of the City of Desert Hot Springs agreed to serve as the successor agency to the Redevelopment Agency of the City of Desert Hot Springs ("Redevelopment Agency") commencing upon dissolution of the Redevelopment Agency on February 1, 2012 pursuant to Assembly Bill x1 26; and

**WHEREAS**, pursuant to Health and Safety Code Section 34177(I), before each six-month fiscal period, the successor agency to a dissolved redevelopment agency is required to adopt a draft Recognized Obligation Payment Schedule ("ROPS") that lists all of the obligations that are "enforceable obligations" within the meaning of Health and Safety Code Section 34171, and which identifies a source of payment for each such obligation from among (i) the Low and Moderate Income Housing Fund; (ii) bond proceeds; (iii) reserve balances; (iv) the administrative cost allowance; (v) revenues from rents, concessions, interest earnings, and asset sales; and (vi) the Redevelopment Property Tax Trust Fund established by the County Auditor-Controller to the extent no other source of funding is available or payment from property tax is contractually or statutorily required; and

**WHEREAS**, the successor agency to the Redevelopment Agency ("Successor Agency") has prepared a ROPS and an administrative budget covering the period July 1, 2017 through June 30, 2018 ("ROPS 17-18"); and

**WHEREAS**, the successor agency to the Redevelopment Agency ("Successor Agency") administrative budget covering the period July 1, 2017 through June 30, 2018 ("ROPS 17-18") is consistent with the provisions of HSC Section 34171 (b) and is thus considered fair and reasonable; and

**WHEREAS**, the draft ROPS must be concurrently submitted to the County Administrative Officer, the County Auditor-Controller, the State Department of Finance, and the Successor Agency's oversight board.

**NOW THEREFORE**, the Oversight Board of the Successor Agency to the Redevelopment Agency of the City of Desert Hot Springs hereby resolves:

**Section 1. RECITALS**

That the Recitals set forth above are true and correct.

**Section 2. APPROVAL OF ROPS 17-18 AND ADMINISTRATIVE BUDGET**

That the Oversight Board hereby approve and adopt ROPS 17-18 and the related administrative budget, in substantially the form attached hereto as Exhibit A.

**Section 3. TRANSMITTAL**

That Successor Agency staff is directed to transmit the ROPS 17-18 to the County Administrative Officer, the County Auditor-Controller, and the State Department of Finance, to the extent the same has not already been transmitted.

**Section 4. OTHER ACTS**

That each officer of the Successor Agency, including Successor Agency General Counsel, is hereby authorized and directed, jointly and severally, to execute and deliver such documents and instruments and to do such things which may be necessary or proper to effectuate the purposes of this Resolution, and any such actions previously taken by such officers are hereby ratified, approved and confirmed. Such acts shall include, but shall not be limited to, reformatting of the ROPS 17-18 as may be required by the Department of Finance.

**Section 5. SEVERABILITY**

That if any provision of this Resolution or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of this Resolution which can be given effect without the invalid provision or application, and to this end the provisions of this Resolution are severable. The Successor Agency Oversight Board hereby declares that it would have adopted this Resolution irrespective of the invalidity of any particular portion thereof.

**Section 6. EFFECTIVE DATE**

That this Resolution shall take effect immediately upon adoption.

**Section 7. CERTIFICATION**

That the City Clerk acting for the Successor Agency's Oversight Board shall certify to the passage of this Resolution and enter it into the book of original resolutions.

[SIGNATURES FOLLOW ON THE NEXT PAGE]

**PASSED, APPROVED AND ADOPTED** on this 11th day of January, 2017 by the following votes:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST:

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Doria Wilms, Deputy City Clerk  
Acting for Oversight Board

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Russ Martin  
Oversight Board Chair

**APPROVED AS TO FORM:**

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Barry J. Shultz  
Oversight Board Legal Counsel

**EXHIBIT "A"**

**ROPS 16-17 COVERING THE PERIOD OF JULY 1, 2016  
THROUGH JUNE 30, 2017  
AND  
RELATED ADMINISTRATIVE BUDGET**

**SEE ATTACHED**