



CITY OF BANNING STAFF REPORT

TO: CITY COUNCIL

FROM: Douglas Schulze, City Manager

PREPARED BY: A'ja Wallace,
Lincoln Bogard, Administrative Services Director

MEETING DATE: February 13, 2024

SUBJECT: Consideration of Resolution 2024-01 SA, Approving the Establishment of Recognized Obligation Payment Schedule (ROPS) 24-25 A and B for the Period of July 2024 through June 2025 and Approving Certain Related Actions

RECOMMENDATION:

Staff recommends that the Successor Agency adopt Resolution 2024-01 SA.

BACKGROUND:

Pursuant to Health and Safety Code (the "HSC") Section 34172(a)(1), the Community Redevelopment Agency of the City of Banning was dissolved on February 1, 2012. Consistent with the provisions of the HSC, the City Council of the City of Banning previously elected to serve in the capacity of the Successor Agency. The Oversight Board has been established pursuant to HSC Section 34179 to assist in the wind-down of the dissolved Redevelopment Agency.

Per HSC Section 34177(o)(1), the Successor Agency is required to prepare a ROPS before each twelve-month fiscal year period. Pursuant to HSC Section 34180(g), Oversight Board approval is required for the establishment of each ROPS. Pursuant to HSC Section 34177(o)(1), an Oversight Board-approved ROPS 24-25 A and B for the period of July 1, 2024 through June 30, 2025 must be submitted to the State Department of Finance, State Controller's Office and to the County Auditor-Controller not later than February 1, 2024. The Oversight Board will approve the establishment of ROPS 24-25 A and B.

The Successor Agency staff has prepared the proposed Recognized Obligation Payment Schedule for the period of July 1, 2024, through June 30, 2025 ("ROPS 24-25"), substantially in the form shown in Exhibit "A", attached hereto and incorporated herein by this reference.

The Successor Agency staff has prepared an administrative budget for the fiscal period commencing on July 1, 2024, and continuing through June 30, 2025 ("FY 2024-25 Administrative Budget"), substantially in the form shown in Exhibit "B", attached hereto and incorporated herein by this reference.

Successor Agency is entitled to an administrative cost allowance (the "Administrative Cost Allowance") pursuant to HSC Sections 34171(b) and 34183(a)(3) in the approximate amount of [\$250,000] for the 2024-25 fiscal year of which approximately [\$125,000] will be disbursed July 1, 2024, and approximately [\$125,000] will be disbursed January 2, 2025.

JUSTIFICATION:

At its meeting on January 18, 2024, the Countywide Oversight Board for the Successor Agency

("Oversight Board") to the dissolved Community Redevelopment Agency of the City of Banning ("Successor Agency") approved the Fiscal Year 2024-2025 Recognized Obligation Payment Schedule ("ROPS") with the adoption of Resolution 2024-024 (Oversight Board Resolution).

FISCAL IMPACT:

Per HSC Section 34177, the Successor Agency is legally required to continue to make payments due for enforceable obligations. The Oversight Board has approved the establishment of ROPS 23-24 A and B, which will ensure that the Successor Agency has the authority to continue to pay its enforceable obligations.

ALTERNATIVES:

1. Adopt Resolution 2024-01 SA as recommended.
2. Adopt Resolution 2024-01 SA with modifications.

ATTACHMENTS:

1. [Resolution 2024-01 SA, ROPS 24-25 A and B.docx](#)
2. [Attachment 1a-Exhibit A ROPS 24-25 City of Banning.pdf](#)
3. [Attachment 1b-Exhibit B City of Banning SA Admin Budget FY 24-25.pdf](#)
4. [Attachment 2-Resolution No. 2024-024_Banning SA ROPS 2024-25 and Admin Budget.pdf](#)