



City Council Staff Report

Subject: Recognized Obligation Payment Schedule (ROPS) 2025/26

Date: December 10, 2024

Submitted By: Angela Doyle, Senior Accountant
Daniel Choe, Deputy Director of Administrative Services

Department: Administrative Services - Finance

Recommendation:

Adopt a Resolution of the Successor Agency of the City of Rocklin Approving the Successor Agency's Recognized Obligation Payment Schedule (ROPS) for Fiscal Year 2025-26, and Authorizing Successor Agency Staff to Submit the ROPS to the Placer County Oversight Board.

Background:

Pursuant to Assembly Bills 1X26 and 1484 (Bills), all redevelopment agencies in the State of California were dissolved on February 1, 2012. The Bills authorized certain local agencies, such as a city or county, to become the Successor Agency. On January 1, 2012, the City Council elected to become the Successor Agency for the former Rocklin Redevelopment Agency. The Successor Agency is responsible for winding down the affairs of the former redevelopment agency, which includes making payments due for enforceable obligations, disposition of the assets of the former redevelopment agency. The three-acre parcel of the former Big Gun Quarry is the last remaining property owned by the former Rocklin Redevelopment Agency. Staff is currently working on the disposition of the property.

California Health and Safety Code (HSC) Section 34177(l)(1) requires Successor Agencies to prepare a Recognized Obligation Payment Schedule (ROPS) before the period to include the nature, amount, and source(s) of payment of all enforceable obligations of the dissolved Rocklin Redevelopment Agency.

On September 22, 2015, Senate Bill 107 was passed which amended HSC section 34177(o)(1) to require agencies to submit an Oversight Board approved annual ROPS to the California Department of Finance and the County Auditor Controller by February 1, 2016 and each February 1 thereafter.

The City of Rocklin Successor Agency will submit the ROPS 2025/26 to the Placer County Consolidated Oversight Board for approval in January 2025. Approval of the ROPS by the County Oversight Board is required before submission to the Department of Finance by February 1, 2025.

The ROPS for July 1, 2025 through June 30, 2026 requests a total of \$1,604,725 to pay current obligations of: Tax Allocation Bond Debt Service, audit fees, bank fees, property maintenance and administrative costs. The City has other funds on hand of \$7,827 from interest earned, that must be used towards these obligations. The remaining \$1,596,898 is requested from Redevelopment Property Tax Trust Fund (RPTTF) moneys.

The Current Period Enforceable Obligations for ROPS 2024/25 was \$1,612,950. The decrease to \$1,604,725 for ROPS 2025/26 is due to payments required by the Bond debt service payment schedule. Administrative obligations have remained at \$70,000 on both prior ROPS 2024/25 and current ROPS 2025/26 due to the continued efforts by City Staff and outside consultants to sell the last remaining property owned by the Successor Agency. Administration also consists of staff costs for salary and benefits for employees that perform services directly for the Successor Agency. These services include accounting and audit functions, management of the long range property management plan, debt management, report preparation including the ROPS, budget, disclosures, correspondence, public information, contract preparation, review, legislative analysis, legal services, Oversight Board meeting preparation, meeting attendance, and document management. Once the last property owned by the Rocklin Redevelopment Agency is sold, staff costs will be reduced.

Fiscal Impact:

There is no direct fiscal impact to the City's General Fund from accepting ROPS 2025/26.

The ROPS for July 1, 2025 through June 30, 2026 is requesting a total of \$1,604,725, which include Administrative Costs of \$70,000. Funding is requested as follows: \$1,596,898 from RPTTF and \$7,827 from Other Funds on hand at the City.

As authorized pursuant to HSC Section 34183(a)(3), the proposed source of payment for the administrative cost allowance is the RPTTF established and maintained by the County Auditor-Controller pursuant to HSC Section 34170.5(b).

ATTACHMENTS:

1. [Successor Agency Resolution](#)
2. [Resolution Exhibit A - ROPS 2025-26](#)