

Successor Agency Contact Information

Name of Successor Agency: Successor Agency to the Shasta Lake Redevelopment Agency
County: Shasta County

Primary Contact Name: John Duckett
Primary Contact Title: Assistant City Manager
Address: City of Shasta Lake, P.O. Box 777, Shasta Lake, CA 96019
Contact Phone Number: (530) 275-7427
Contact E-Mail Address: jduckett@cityofshastalake.org

Secondary Contact Name: Carol Martin
Secondary Contact Title: City Manager
Secondary Contact Phone Number: (530) 275-7411
Secondary Contact E-Mail Address: cmartin@cityofshastalake.org

SUMMARY OF RECOGNIZED OBLIGATION PAYMENT SCHEDULE

Filed for the January 1, 2013 to June 30, 2013 Period

Name of Successor Agency: Successor Agency to the Shasta Lake Redevelopment Agency

	Total Outstanding Debt or Obligation
Outstanding Debt or Obligation	\$ 10,480,133
Current Period Outstanding Debt or Obligation	Six-Month Total
A Available Revenues Other Than Anticipated RPTTF Funding	-
B Anticipated Enforceable Obligations Funded with RPTTF	727,235
C Anticipated Administrative Allowance Funded with RPTTF	181,891
D Total RPTTF Requested (B + C = D)	909,126
Total Current Period Outstanding Debt or Obligation (A + B + C = E) <i>Should be the same amount as ROPS form six-month total</i>	\$ 909,126
E Enter Total Six-Month Anticipated RPTTF Funding <i>(Obtain from county auditor-controller)</i>	1,126,525
F Variance (E - D = F) <i>Maximum RPTTF Allowable should not exceed Total Anticipated RPTTF Funding</i>	\$ 217,399
Prior Period (January 1, 2012 through June 30, 2012) Estimated vs. Actual Payments (as required in HSC section 34186 (a))	
G Enter Estimated Obligations Funded by RPTTF <i>(Should be the lesser of Finance's approved RPTTF amount including admin allowance or the actual amount distributed)</i>	1,490,019
H Enter Actual Obligations Paid with RPTTF	1,564,954
I Enter Actual Administrative Expenses Paid with RPTTF	205,826
J Adjustment to Redevelopment Obligation Retirement Fund (G - (H + I) = J)	-
K Adjusted RPTTF <i>(The total RPTTF requested shall be adjusted if actual obligations paid with RPTTF are less than the estimated obligation amount.)</i>	\$ 909,126

Certification of Oversight Board Chairman:
Pursuant to Section 34177(m) 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 agency.

_____	_____
Name	Title
_____	_____
Signature	Date

Name of Successor Agency: Successor Agency to the Shasta Lake Redevelopment Agency
 County: Shasta County

RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS III) -- Notes (Optional)
January 1, 2013 through June 30, 2013

Item #	Notes/Comments
1	Proceeds were used to reimburse the Agency for prior money spent on projects, to finance certain activities within or of benefit to the Project Area, to provide a reserve fund, and to pay the cost of issuance of the bonds
2	The Agency must pay the bond trustee \$3,000 in fees every June.
3	Pursuant to the Continuing Disclosure Agreement included as part of the 2006 TAB Agreement, the Agency must provide a Continuing Disclosure Report annually. The report must be completed within 6 months of the close of the fiscal year.
4	In order to expand the Agency's industrial park, they entered into an agreement on October 19, 1996 with the Knauf Fiber Glass Company to fund property acquisition and construction of electrical facilities for a new Knauf manufacturing facility within the Industrial Park.
5	The Agency still owes \$ 345,100 on its contract with the Contractor. In the meantime, the Agency is responsible for the costs of project management that is required to complete the project and oversee the final stages of construction
6	The Agency is responsible for managing the project and coordinating with Northern Valley Catholic Social Services
7	Monthly legal services from John Kenny, City Attorney
8	Contract with EDC for economic development programs
9	Contract with Chamber of Commerce for business and job development
10	This budget has been prepared in accordance with Health & Safety Code Section 34177(j). Payment reflects total FY 2012-13 Admin Budget minus allocation in ROPS II.
11	Pursuant to Health & Safety Code Section 34171(d)(1)(F), the Successor Agency may continue to pay carrying insurance necessary for the operation of the Agency
12	General consulting support related to the implementation of ABx1 26 for the Successor Agency
13	Housing monitoring is contractually required by existing housing contracts the former Redevelopment Agency is party to.
14	Cost of maintaining Successor Agency properties until transfer or sale.

Name of Successor Agency:

Successor Agency to the Shasta Lake Redevelopment Agency

County:

Shasta County

**Pursuant to Health and Safety Code section 34186 (a)
PRIOR PERIOD ESTIMATED OBLIGATIONS vs. ACTUAL PAYMENTS
RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS I)
January 1, 2012 through June 30, 2012**

Page/Form	Line	Project Name / Debt Obligation	Payee	Description/Project Scope	Project Area	LMIHF		Bond Proceeds		Reserve Balance		Admin Allowance		RPTTF		Other	
						Estimate	Actual	Estimate	Actual	Estimate	Actual	Estimate	Actual	Estimate	Actual	Estimate	Actual
Grand Total						\$ 2,700	\$ 2,700	\$ -	\$ -	\$ 204,060	\$ 184,432	\$ 296,043	\$ 205,826	\$ 1,585,749	\$ 1,564,954	\$ -	\$ -
ROPS/1	1	2006 Tax Allocation Bonds	Union Bank of California	Principal and interest payments due on bond	Shasta Dam Redevelopment Project Area									355,834	\$ 355,833.75		
ROPS/1	2	2006 TAB Bond Reserve	Union Bank of California	Bond reserve fund	Shasta Dam Redevelopment Project Area									488,580	\$ 488,580.00		
ROPS/1	3	Fiscal Agent Fees	Union Bank of California	Bond Trustee fees that must be paid annually	Shasta Dam Redevelopment Project Area									3,000	\$ 2,198.00		
ROPS/1	4	Continuing Disclosure	RSG, Inc.	Continuing disclosure is required by the Bond Agreement	Shasta Dam Redevelopment Project Area									1,300	1,300		
ROPS/1	5	Knauf Fiber Glass Agreement	Knauf Fiber Glass GmbH	repaying a loan from Knauf for a City industrial park project	Shasta Dam Redevelopment Project Area									310,117	310,117		
ROPS/1	6	Law Enforcement Center	Lakmann Construction, Inc	Balance due on construction of the New Sheriff's Station	Shasta Dam Redevelopment Project Area									24,030	35,691		
ROPS/1	7	Meade Street Senior Housing	Northern Valley Catholic Social Services	Partnership for a low-income senior housing project	Shasta Dam Redevelopment Project Area	2,700	2,700										
ROPS/1	8	Contract for Legal Services	John Kenny, City Attorney	General Legal Services	Shasta Dam Redevelopment Project Area							6,600	120				
ROPS/1	9	Contract for Economic Development Services	Economic Development Corporation	Contract with EDC for economic development programs	Shasta Dam Redevelopment Project Area									12,600	13,876		
ROPS/1	10	Contract for Business Development	Shasta Lake Chamber of Commerce	Contract with Chamber of Commerce for business and job development	Shasta Dam Redevelopment Project Area									10,998	10,000		
ROPS/1	11	Successor Agency Administrative	Successor Agency Employees	Cost of operating the Successor Agency	Shasta Dam Redevelopment Project Area							226,207	159,841				
ROPS/1	12	Liability Insurance	Small Cities Org Risk Effort	Required liability insurance	Shasta Dam Redevelopment Project Area							6,402	6,903				
ROPS/1	13	Successor Agency Support	RSG, Inc.	Services to perform certain admin duties	Shasta Dam Redevelopment Project Area							50,000	35,823				
ROPS/1	14	Housing Monitoring Services	City of Shasta Lake Employees	Affordable Housing Monitoring as required by housing contracts	Shasta Dam Redevelopment Project Area									46,290	26,168		
ROPS/1	15	Property Carry Costs	Commercial Center	Maintenance and operations of property owned by the Agency	Shasta Dam Redevelopment Project Area									13,000	1,190		
ROPS/1	16	MOU for City Staff	City of Shasta Lake	Collective bargaining agreement for staff	Shasta Dam Redevelopment Project Area							6,834	3,139				
ROPS/1	17	HOME Program Repayment	State of California HCD HOME Program	Repayment to the State from City Downpayment Assistance Program	Shasta Dam Redevelopment Project Area									320,000	320,000		
EOPS/1	13	Street Improvements 2011	Northwest Paving	Street paving projects 2011	Shasta Dam Redevelopment Project Area					100,856	100,856						
EOPS/1	9	Fire Station 3 Parking Lot	RAC Construction	Capital Project - Parking Lot Construction	Shasta Dam Redevelopment Project Area					2,313	2,642						
EOPS/1	10	Downtown Parking Lot	B & J Paving	Capital Project - Parking Lot Construction	Shasta Dam Redevelopment Project Area					3,685	4,268						
EOPS/1	11	Reclaimed Water Line	Water Works Engineers	Capital Project - Reclaimed Water	Shasta Dam Redevelopment Project Area					27,206	6,666						
EOPS/1	12	Lift Station Upgrade/Rehab	MDS Engineering and Construction	Capital Project - Lift Station Rehab	Shasta Dam Redevelopment Project Area					70,000	70,000						



September 28, 2012

Mr. John Duckett, Assistant City Manager
City of Shasta Lake
1650 Stanton Drive
Shasta Lake, CA 96019

Dear Mr. Duckett:

Subject: Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (m), the City of Shasta Lake (City) Successor Agency (Agency) submitted a Recognized Obligation Payment Schedule (ROPS III) to the California Department of Finance (Finance) on August 15, 2012 for the period January through June 2013. Finance has completed its review of your ROPS III, which included obtaining clarification for various items.

HSC section 34171 (d) defines enforceable obligations. Based on a sample of line items reviewed and application of the law, the following do not qualify as enforceable obligations:

- Administrative costs funded by RPTTF exceed the allowance by \$128,109. HSC section 34171 (b) limits fiscal year 2012-13 administrative costs to three percent of property tax allocated to the successor agency or \$250,000, whichever is greater. The Agency is eligible for an administrative cost allowance cap of \$250,000. The Shasta County Auditor-Controller distributed \$68,109 of RPTTF to fund July through December 2012 administrative costs. Therefore, \$181,891 remains to fund administrative costs for the January through June 2013 period. Item Nos. 7, 9, and 10 were reclassified as administrative costs bringing total claimed administrative costs to \$310,000. As a result, \$128,109 of excess administrative costs claimed is not allowed.
- Item No. 11 – Housing Monitoring Services in the amount of \$46,290. HSC 34176 (a) states that the city, county, or city and county may elect to retain the authority to perform housing functions previously performed by the former redevelopment agency. On July 20, 2012 the City filed with Finance a Housing Assets List effectively assuming and accepting housing functions and responsibilities of the Agency. Further, the City did not list a \$46,290 Low – Mod Encumbrance on Exhibit C to fund housing monitoring activity. Therefore, the Agency is not permitted to fund housing administration costs out of RPTTF.

Except for item(s) denied in whole or in part as enforceable obligation(s) as noted above, Finance is approving the remaining items listed in your ROPS III. If you disagree with the determination with respect to any items on your ROPS III, you may request a Meet and Confer within five business days of the date of this letter. The Meet and Confer process and guidelines are available at Finance's website below:

http://www.dof.ca.gov/redevelopment/meet_and_confer/

The Agency's maximum approved Redevelopment Property Tax Trust Fund (RPTTF) distribution for the reporting period is: \$909,126 as summarized below:

Approved RPTTF Distribution Amount For the period of January through June 2013	
Total RPTTF funding requested for obligations	\$ 809,927
Less: Six-month total for item(s) denied or reclassified as administrative cost	
Item No. 7*	5,000
Item No. 9*	6,402
Item No. 10*	25,000
Item No. 11	46,290
Total approved RPTTF for enforceable obligations	<u>\$ 727,235</u>
Plus: Allowable RPTTF distribution for administrative cost for ROPS III	<u>181,891</u>
Total RPTTF approved:	\$ 909,126

* Reclassified as administrative cost

Administrative Cost Calculation	
Total RPTTF for the period July through December 2012	\$ 649,595
Total RPTTF for the period January through June 2013	727,235
Total RPTTF for fiscal year 2012-13:	\$ 1,376,830
Allowable administrative cost for fiscal year 2012-13 (Greater of 3% or \$250,000)	250,000
Administrative allowance for the period of July through December 2012	68,109
Allowable RPTTF distribution for administrative cost for ROPS III:	\$ 181,891

Pursuant to HSC section 34186 (a), successor agencies were required to report on the ROPS III form the estimated obligations and actual payments associated with the January through June 2012 period. The amount of RPTTF approved in the above table will be adjusted by the county auditor-controller to account for differences between actual payments and past estimated obligations. Additionally, these estimates and accounts are subject to audit by the county auditor-controller and the State Controller.

Please refer to the ROPS III schedule that was used to calculate the approved RPTTF amount:

<http://www.dof.ca.gov/redevelopment/ROPS/ROPS III Forms by Successor Agency/>.

All items listed on a future ROPS are subject to a subsequent review. An item included on a future ROPS may be denied even if it was not questioned from the preceding ROPS.

Mr. John Duckett
September 28, 2012
Page 3

The amount available from the RPTTF is the same as the property tax increment that was available prior to enactment of ABx1 26 and AB 1484. This amount is not and never was an unlimited funding source. Therefore, as a practical matter, the ability to fund the items on the ROPS with property tax is limited to the amount of funding available to the successor agency in the RPTTF.

Please direct inquiries to Robert Scott, Supervisor or Derk Symons, Lead Analyst at (916) 445-1546.

Sincerely,



STEVE SZALAY
Local Government Consultant

cc: Ms. Carol Martin, City Manager, City of Shasta Lake
Ms. Connie Regnell, Auditor-Controller, Shasta County
Ms. Sherri Jenkins, Managing Accountant, Shasta County
California State Controller's Office