



Amended Recognized Obligation Payment Schedule (ROPS) FY 2023-24

City Council Meeting
September 5, 2023

Recognized Obligation Payment Schedule (ROPS)

- The California Supreme Court ruled on the Dissolution Act (AB 1484) to dissolve all Redevelopment Agencies (RDAs) in California effective February 1, 2012.
- AB 1484 established procedures for payment of legally enforceable obligation of the former RDAs by establishing Successor Agencies (SAs) through the annual submission of the ROPS to the State Department of Finance (DOF).
- SB 107 modified the ROPS process and established an annual ROPS starting with ROPS 16-17 and provides for a one time amendment to annual ROPS.
- The Amended ROPS adds a request for \$10M to repay a portion of monies owed to the City from the former RDA for the purchase of real property. The DOF is ordered to make this payment through a judgment issued by the California Supreme Court on February 17, 2023.
- The total amount of the loan as of June 30, 2023 is \$30,464,000, comprised of \$22,400,000 in principal and \$8,064,000 in accrued interest at the three percent interest rate permitted by Health and Safety Code Section 34191.4(3).

Recommended Action

1. Adopt Resolution No. 2023-01, Resolution No. 2023-03, “A Resolution of The Successor Agency to the Redevelopment Agency of the City Of Huntington Beach Approving an Amended Recognized Obligation Payment Schedule 23-24B for the FY 2023-24 Fiscal Period of January 1, 2024 to June 30, 2024, Subject to Submittal to, and Review by the Oversight Board and the State Department of Finance under California Health and Safety Code, Division 24, Part 1.85; and, Authorizing the Posting and Transmittal of the ROPS.”

Per Health and Safety Code Section 34177.7 (o)(1)(E), the Successor Agency may submit an amendment to the annual submitted ROPS to the Countywide Oversight Board and the Department of Finance no later than October 1st for the period under review.