

A RESOLUTION OF THE SAN DIEGO COUNTYWIDE REDEVELOPMENT
SUCCESSOR AGENCY OVERSIGHT BOARD APPROVING THE LOAN
AGREEMENT BETWEEN THE CITY OF IMPERIAL BEACH AND THE
IMPERIAL BEACH REDEVELOPMENT AGENCY SUCCESSOR AGENCY
IN ORDER FOR THE SUCCESSOR AGENCY TO PAY CERTAIN
ENFORCEABLE OBLIGATIONS AND ADMINISTRATIVE COSTS

WHEREAS, the Recognition Obligation Payment Schedule covering the 12-month fiscal year period from July 1, 2024, through June 30, 2025 (“ROPS 24-25”) was duly submitted by the Imperial Beach Redevelopment Agency Successor Agency (Successor Agency) and approved by the Oversight Board and the State Department of Finance (DOF), with certain changes in the amount of Redevelopment Property Tax Trust Fund (RPTTF) funds approved for allocation to the Successor Agency for payment of its enforceable obligations during the 2024-2025 Fiscal Year including payment of debt service on outstanding bonds of the Successor Agency and other obligations. In particular, as a part of the ROPS, there is a summary of cash balances, including the expenditures and excess cash during the 12-month fiscal year period from July 1, 2021, through June 30, 2022 (i.e. the ROPS 21-22 period) that become a prior period adjustment (“PPA”) to the amount of RPTTF approved for allocation to the Successor Agency for the ROPS 24-25 period; and

WHEREAS, staff of the Successor Agency has advised that the PPA for ROPS 21-22 was mistakenly calculated by not including a bond payment expenditure of One Million One Hundred Seventy-Nine Thousand Five Hundred Eighty-Nine Dollars and Seventy-Eight Cents (\$1,179,589.78) made during a bond refunding process in Fiscal Year 2021-2022 and, as a result, reduced the amount of RPTTF approved to be paid to the Successor Agency for the Successor Agency’s ROPS 24-25 enforceable obligations by a total PPA amount of One Million One Hundred Sixty-Four Thousand Three Hundred Sixty Dollars (\$1,164,360); and

WHEREAS, staff of the Successor Agency has further advised that there were other inaccuracies in the calculations of funds that the DOF had presumed were available to pay for the Successor Agency’s ROPS 24-25 enforceable obligations. Therefore, DOF reduced the amount of RPTTF approved for distribution in the Fiscal Year 2024-2025 to pay for the Successor Agency’s ROPS 24-25 enforceable obligations. As a result, staff of the Successor Agency has advised that the RPTTF that has been received on June 1, 2024, and that will be received on January 2, 2025, to pay enforceable obligations from July 1, 2024, through June 30, 2025 is insufficient to pay all approved ROPS 24-25 enforceable obligations, including certain tax allocation bond debt and reserve payments that are due by the Successor Agency in May/June 2025, administrative costs, and other obligations; and

WHEREAS, to enable the Successor Agency to meet its fiduciary responsibilities to holders of enforceable obligations, including certain tax allocation bond debt and reserve payments that are due by the Successor Agency in May/June 2025, and to have adequate funds for administration costs and other obligations, the Successor Agency is seeking the Oversight Board’s adoption of Oversight Board Resolution No. OB-2025-018 approving the proposed Loan

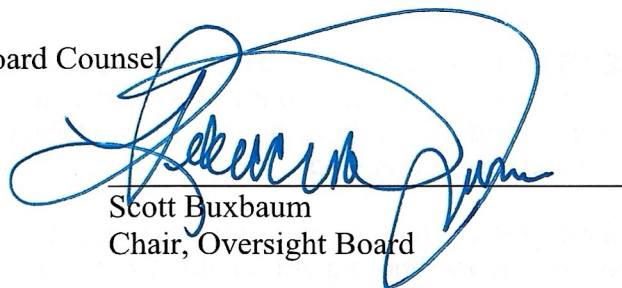
Agreement between the City and the Successor Agency in order for the Successor Agency to pay certain enforceable obligations and administrative costs. The Loan Agreement provides for the City's loan to the Successor Agency in a not-to-exceed amount of One Million Three Hundred Fifteen Thousand Nine Hundred Twenty Dollars (\$1,315,920).

NOW, THEREFORE, BE IT RESOLVED by the Oversight Board that, the Oversight Board approves: (i) the proposed Loan Agreement between the City of Imperial Beach and the Imperial Beach Redevelopment Agency Successor Agency as an enforceable obligation under the Dissolution Law, wherein the City of Imperial Beach would provide the Loan to the Imperial Beach Redevelopment Agency Successor Agency in a not-to-exceed amount of One Million Three Hundred Fifteen Thousand Nine Hundred Twenty Dollars (\$1,315,920) for the purpose of paying the enforceable obligations, including administrative costs, set forth in the Loan Agreement; and (ii) the Imperial Beach Redevelopment Agency Successor Agency's repayment of the Loan to the City of Imperial Beach in each fiscal year period with a pledge of property taxes payable from the Redevelopment Property Tax Trust Fund, at an interest rate on the Loan equal to the rate applicable to funds on deposit in the Local Agency Investment Fund.

IT IS FURTHER RESOLVED by the Oversight Board that, the Oversight Board authorizes (i) the Executive Director of the Imperial Beach Redevelopment Agency Successor Agency to sign the proposed Loan Agreement with the City of Imperial Beach consistent with the terms of the Loan Agreement and the Loan approved by this Resolution, including without limitation the City's loan/advance of the Loan in the amount not to exceed One Million Three Hundred Fifteen Thousand Nine Hundred Twenty Dollars (\$1,315,920); (ii) the Imperial Beach Redevelopment Agency Successor Agency to repay the Loan to the City of Imperial Beach in each fiscal year period with a pledge of property taxes payable from the Redevelopment Property Tax Trust Fund, at an interest rate on the Loan equal to the rate applicable to funds on deposit in the Local Agency Investment Fund; and (iii) the Executive Director of the Imperial Beach Redevelopment Agency Successor Agency to make, subject to approval of Oversight Board Counsel, changes to the Loan Agreement needed to comply with administrative direction from the DOF.

PASSED AND ADOPTED by the Oversight Board at a duly noticed special meeting of the Oversight Board held on January 27, 2025.

Approved as to Form and Legality
By Adam U. Lindgren, Oversight Board Counsel



Scott Buxbaum
Chair, Oversight Board