

**VICTOR VALLEY ECONOMIC DEVELOPMENT AUTHORITY
TECHNICAL ADVISORY COMMITTEE
REGULAR MEETING
AGENDA**

Southern California Logistics Airport
18374 Phantom Street, Theater Room
Victorville, CA 92394

Wednesday, August 21, 2013
3:30 P.M.

CALL TO ORDER

ITEM 1 PUBLIC COMMENT

DISCUSSION AGENDA

- ITEM 2 APPROVE MINUTES OF SEPTEMBER 19, 2012 OCTOBER 17, 2012 REGULAR MEETINGS, JANUARY 24, 2013 AND FEBRUARY 27, 2013 SPECIAL MEETINGS.
- ITEM 3 TRANSMITTAL OF SCLAA 13/14 BUDGET
- ITEM 4 FINAL TAX INCREMENT DISTRIBUTION 2012-2013 FISCAL YEAR
- ITEM 5 BUSINESS AND COMMENTS
- ITEM 6 NEXT SCHEDULED MEETING: SEPTEMBER 18, 2013 – REGULAR MEETING
- ITEM 7 ADJOURNMENT

VICTOR VALLEY ECONOMIC DEVELOPMENT AUTHORITY
TECHNICAL ADVISORY COMMITTEE

REGULAR MEETING MINUTES

Southern California Logistics Airport
18374 Phantom Street, Theater Room
Victorville, CA 92394

Wednesday, September 19, 2012
3:30 P.M

PRESENT:

Sophie Escobar, City of Victorville
Marc Puckett, Town of Apple Valley
Jim Hart, City of Adelanto
Dena Fuentes, County of San Bernardino (3:46)

Keith Metzler, Executive Director
Andre de Bortnowsky, Legal Counsel
Jennifer Thompson, Secretary to the Commission

ABSENT:

Steve Lantsberger, City of Hesperia

OTHERS PRESENT:

Gary Hallen, County of San Bernardino (3:46)

Laurie Hunter, County of San Bernardino (4:13)

CALL TO ORDER

Executive Director Metzler called the meeting of the Victor Valley Economic Development Authority Technical Advisory Committee to order at 3:44 p.m.

PUBLIC COMMENT

None

DISCUSSION AGENDA

**APPROVE MINUTES OF THE VICTOR VALLEY ECONOMIC DEVELOPMENT AUTHORITY
TECHNICAL ADVISORY COMMITTEE OF JUNE 20, 2012 REGULAR MEETING**

Motion: That the Technical Advisory Committee approve the minutes as presented.

MOTION: HART SECOND: ESCOBAR
AYES: HART, PUCKETT, ESCOBAR
NOES: NONE
ABSENT: FUENTES, LANTSBERGER
ABSTAIN: NONE

TRANSMITTAL OF SCLAA 12/13 BUDGET

Keith Metzler indicated that this item is provided for information purposes only and does not require any action by TAC or the Board; it allows VVEDA to have an opportunity for non-binding recommendations. Mr. Metzler indicated that it is the operating budget for the airport and is very basically the operating revenues versus expenditures that happen on the airport.

Dena Fuentes commented that the Supervisor may ask question as it relates to debt service coverage for the SCLA authority and between the debt service and trust fund revenues if there is enough to cover debt service payments for the SCLAA.

Keith Metzler answered that the tax increment revenues are not adequate to service the debt service and that the fiscal consultant reports done as a part of the continuing disclosure reports has identified, for the past three years that debt service coverage is below 1. As it relates to this fiscal year and ROPS cycle, nothing has changed. Mr. Metzler went over the change to the budgeting process whereby the debt service is no longer listed in the SCLA budget as we know it today.

Discussion ensued between Keith Metzler, Sophie Escobar and Dena Fuentes in regards to the debt service. It was noted that there will be a shortfall for the December payment of \$3.3 million require relying on reserves with the trustee.

Mr. Metzler indicated that as it relates to this item in the Grand Jury report, it seems to comingle operating and organizational revenue and expenditure basically aggregating everything that the Airport Authority does.

DISCUSSION AND POSSIBLE DIRECTION REGARDING THE 2012 GRAND JURY REPORT

Keith Metzler indicated that this item was requested by the Chairman of the Board and is being presented by Legal Counsel. It was noted that there is some confusion as to whether or not VVEDA needs to respond, but to be cautious, VVEDA should respond in some fashion.

Andre de Bortnowsky advised that there is one recommendation requirement for VVEDA and VVEDA was not really a part of the process. He noted that looking at the Grand Jury report VVEDA is not indicated as one of the entities being investigated, but the report has one comment. Mr. de Bortnowsky went over issues with the Grand Jury report as it relates to this comment whereby they question the delegation that happened in 1997 in the formation of the airport authority. Mr. de Bortnowsky indicated that the Grand Jury questioned three or four transactions and whether or not the Airport Authority and Victorville had been doing them appropriately in accordance with the formation documents. He expressed frustration in the fact that the Grand Jury did not look at all the documents and they did not focus on the redevelopment plan, the report to council and past practices of the VVEDA Board and the philosophy of the Board to give autonomy to the various jurisdictions on how to do things in their jurisdiction. Mr. de Bortnowsky reviewed possible response to the Grand Jury report.

Keith Metzler identified that Section 5 of the Grand Jury report is the pertinent section for VVEDA to review and is similar to issues that were raised by the VVEDA Board in early January 2011 where there were questions and concerns raised by a couple of jurisdictions as it related to tax increment expenditures at SCLA. Mr. Metzler noted that for several months there was correspondence between the member jurisdictions as it relates to tax increment expenditures at SCLA and whether it was consistent with the JPA. It was noted that this information

has been provided to the member jurisdictions and that VVEDA did not make any formal conclusion but was an exercise that VVEDA went through and very similarly the Grand Jury is suggesting that VVEDA go through that exercise. Mr. Metzler indicated that in the Victorville Grand Jury response in noted the exercise taken by VVEDA and that nothing had come of it. Mr. Metzler indicated that it is at the discretion of the Board on how they would like to respond.

Dena Fuentes indicated that the discussion that the Supervisor will have with fellow Board members is in alignment with the Grand Jury report as it relates to the ongoing operations and management of VVEDA and the SCLA component under the auspices of Victorville. It will obviously be up to the Board to decide in that perspective. Ms. Fuentes noted that the Supervisor will be asking the Board to submit a formal response to the Grand Jury on behalf of the VVEDA Board and discussion on who should prepare that as it places staff to VVEDA, as they are staff to Victorville, in an awkward situation. Ms. Fuentes indicated that they had reviewed this item with County counsel and that County counsel indicated that since VVEDA was not being investigated as an entity that it did not require a formal response from VVEDA. She advised that she believed the Supervisor would ask VVEDA to formally respond.

Andre de Bortnowsky indicated that some form of a response is advisable.

Discussion ensued between the TAC members as it relates to Harvey Rose, the consultant for the Grand Jury report and issues with Harvey Rose.

BUSINESS AND COMMENT

Dena Fuentes asked question as it relates to the ROPS process and a summary of the dialogue between VVEDA and the DOF as it relates to DOF's view of the funds from VVEDA to the member jurisdictions. Particularly if the member jurisdictions do not have enforceable obligations for those funds. Ms. Fuentes wanted to know if they will treat the JPA as an enforceable obligation or will they look deeper as she is concerned with the sweeping of funds if no enforceable obligations are present.

Ms. Escobar indicated that there is no clear answer for VVEDA because there are some members of VVEDA that are receiving VVEDA funds per the JPA and may not have enforceable obligations. Ms. Escobar noted that the discussion with DOF was that they would accept the JPA as the one enforceable obligation of VVEDA and that the discussion with DOF did not go into that level of detail.

Discussion ensued between TAC members as it relates to the ROPS and the reconciliation process on the ROPS form. It was noted that each member jurisdiction is preparing the ROPS differently and therefore a workshop should be conducted so that all VVEDA members are preparing the ROPS in the same fashion.

It was noted that the next regularly scheduled TAC meeting of October 17, 2012 would be an appropriate time for the ROPS workshop.

CLOSED SESSION

Conference with legal counsel regarding existing litigation pursuant to Government Code Section 54956.9(a): Victor Valley Economic Development Authority v. State of California, et al., Sacramento Superior Court Case No. 34-2012-80001113

Closed Session Called at 4:28 p.m.
Closed Session Adjourned at 4:40 p.m.

There was no reportable action.

ADJOURNMENT

Executive Director Metzler adjourned the regular meeting of the Victor Valley Economic Development Authority Technical Advisory Committee at 4:40 p.m.

MOTION: FUENTES SECOND: HART
AYES: HART, FUENTES, ESCOBAR, PUCKTT
NOES: NONE
ABSENT: LANTSBERGER
ABSTAIN: NONE

STATE OF CALIFORNIA
COUNTY OF SAN BERNARDINO

I, Jennifer Thompson, Secretary to the Commission of the Victor Valley Economic Development Authority, and the Successor Agency to the Victor Valley Economic Development Authority hereby certify the foregoing to be a full, true, and correct copy of the record of the action taken by said Committees by vote of the members present, as the same appears in the Official Minutes of the Victor Valley Economic Development Authority at its regular meeting of September 19, 2012.

(SEAL)

Jennifer Thompson
Secretary to the Commission

VICTOR VALLEY ECONOMIC DEVELOPMENT AUTHORITY
TECHNICAL ADVISORY COMMITTEE

REGULAR MEETING MINUTES

Southern California Logistics Airport
18374 Phantom Street, Theater Room
Victorville, CA 92394

Wednesday, October 17, 2012
3:30 P.M

PRESENT:

Sophie Escobar, City of Victorville
Frank Robinson, Town of Apple Valley
Jim Hart, City of Adelanto
Gary Hallen, County of San Bernardino
Steve Lantsberger, City of Hesperia

Keith Metzler, Executive Director
Andre de Bortnowsky, Legal Counsel
Jennifer Thompson, Secretary to the Commission
Marc Puckett, Town of Apple Valley

ABSENT:

None

OTHERS PRESENT:

Tamara Torres, City of Victorville

Vanessa Martinez – City of Adelanto

CALL TO ORDER

Executive Director Metzler called the meeting of the Victor Valley Economic Development Authority Technical Advisory Committee to order at 3:32 p.m.

PUBLIC COMMENT

None

DISCUSSION AGENDA

**APPROVE MINUTES OF THE VICTOR VALLEY ECONOMIC DEVELOPMENT AUTHORITY
TECHNICAL ADVISORY COMMITTEE OF SEPTEMBER 19, 2012 REGULAR MEETING**

Motion: That the Technical Advisory Committee approve the minutes as presented.

MOTION: HART SECOND: ROBINSON
AYES: HART, ROBINSON, ESCOBAR. HALLEN
NOES: NONE
ABSENT: NONE
ABSTAIN: LANTSBERGER

WORKSHOP REGARDING ROPS PREPARATION

Keith Metzler indicated that at the last TAC meeting it was suggested that a workshop be conducted to help identify how VVEDA is preparing its ROPS and to help decide how the respective member jurisdictions should be approving their ROPS as there may have been differences in how member jurisdictions were filing.

Sophie Escobar reviewed information provided from the Department of Finance for the preparation of VVEDA's ROPS and the additional input provided on how the member jurisdictions of VVEDA should prepare their ROPS.

It was noted that the Department of Finance's key question in determining which entities ROPS items should be listed under was geared to which entity would be writing the check. The Department of Finance requested that VVEDA's ROPS #2 be revised and limit that ROPS to the VVEDA obligations. It was noted that through the discussion with the DOF, the DOF found that the one obligation that VVEDA has is the JPA itself. The DOF has deemed the JPA as the enforceable obligation of VVEDA. It was noted that ROPS #1 was revised pursuant to DOF direction as well and ROPS #3 was submitted with the JPA as the only enforceable obligation and the DOF has approved all three ROPS in their entirety. As it relates to the preparation of the member entities ROPS it was noted that the source of funds should be "other." This would represent the incoming funds from the VVEDA JPA with the specific obligations of the member entities that those funds would pay. Sophie indicated that there is still uncertainty about the reconciliation and how the DOF would handle the reconciliation or those funds.

Discussion ensued amongst all TAC members about enforceable obligations and the possible sweeping of funds.

It was noted that any enforceable obligations even if they will not happen for several years should be listed on the ROPS and included in the DDR as 1484 allows for the creation of reserves for obligations.

BUSINESS AND COMMENT

None

NEXT MEETING

Next Technical Advisory Committee Meeting is scheduled for November 21, 2012 at 3:30 p.m. It was determined that this meeting would be cancelled.

ADJOURNMENT

Executive Director Metzler adjourned the regular meeting of the Victor Valley Economic Development Authority Technical Advisory Committee at 4:09 p.m.

MOTION: HART SECOND: ROBINSON
AYES: HART, HALLEN, ESCOBAR, ROBINSON, LANTSBERGER
NOES: NONE
ABSENT: NONE
ABSTAIN: NONE

STATE OF CALIFORNIA
COUNTY OF SAN BERNARDINO

I, Jennifer Thompson, Secretary to the Commission of the Victor Valley Economic Development Authority, and the Successor Agency to the Victor Valley Economic Development Authority hereby certify the foregoing to be a full, true, and correct copy of the record of the action taken by said Committees by vote of the members present, as the same appears in the Official Minutes of the Victor Valley Economic Development Authority at its regular meeting of October 17, 2012.

(SEAL)

Jennifer Thompson
Secretary to the Commission

VICTOR VALLEY ECONOMIC DEVELOPMENT AUTHORITY
TECHNICAL ADVISORY COMMITTEE

SPECIAL MEETING MINUTES

Southern California Logistics Airport
18374 Phantom Street, Theater Room
Victorville, CA 92394

Thursday, January 24, 2013
4:00 P.M

PRESENT:

Steve Lantsberger, City of Hesperia
Frank Robinson, Town of Apple Valley
Jim Hart, City of Adelanto
Gary Hallen, County of San Bernardino

Keith Metzler, Executive Director
Andre de Bortnowsky, Legal Counsel
Jennifer Thompson, Secretary to the Commission
Marc Puckett, Treasurer
Kofi Antobam, Controller

ABSENT:

Doug Robertson, City of Victorville

OTHERS PRESENT:

Thurston "Smitty" Smith, City of Hesperia

CALL TO ORDER

Executive Director Metzler called the meeting of the Victor Valley Economic Development Authority Technical Advisory Committee to order at 4:00 p.m.

PUBLIC COMMENT

None

DISCUSSION AGENDA

TAX INCREMENT DISTRIBUTION – 2012-2013 FISCAL YEAR

Marc Puckett introduced the new Controller to VVEDA, Kofi Antobam. Mr. Puckett reviewed the tax increment distribution and indicated that \$12,153,476 was available for distribution to the member entities.

Steve Lantsberger questioned the housing allocation and was wondering if the DOF could come after these funds.

Marc Puckett indicated that the report from RSG did not adjust the formulas to remove the reference to low-mod set aside as it is just amount that we are allowed to received and RSG simply did not adjust the

formula in their model to reflect that change.

Gary Hallen requested that there be documentation to indicate that there are no housing funds in this distribution.

Marc Puckett clarified that the amounts that are being distributed are distributed pursuant to the recognized obligations approved by the Department of Finance in ROPS #3. The amounts that were passed through were pursuant to that recognized obligation; that being the VVEDA JPA itself that spells out the pass through of the tax increment to the member agencies. At this point all that we are receiving is the payment for the tax increment pursuant to the one recognized obligation on ROPS #3.

Frank Robinson questioned if it would be appropriate for us to ask RSG to clean the schedule up.

Andre de Bortnowsky indicated that it would be appropriate to ask the Board to approve with modifications by RSG so we have documentation in our records that indicates there are no low-mod funds.

Motion: That the Technical Advisory Committee recommend the Board approve the distribution of funds with the modification by RSG of the schedule to remove reference to low-mod funds.

MOTION: ROBINSON SECOND: HART
AYES: HART, ROBINSON, HALLEN, LANTSBERGER
NOES: NONE
ABSENT: ROBERTSON
ABSTAIN: NONE

PUBLIC ENTITY RISK MANAGEMENT AUTHORITY (PERMA) JOINT POWERS AGREEMENT AMENDMENT

Keith Metzler reviewed the PERMA JPA amendment and in essence the purpose of the amendment is to allow PERMA to appoint internal officers.

Motion: That the Technical Advisory Committee recommend that the Board approve the amendment to the PERMA JPA.

MOTION: HART SECOND: ROBINSON
AYES: HART, ROBINSON, HALLEN, LANTSBERGER
NOES: NONE
ABSENT: ROBERTSON
ABSTAIN: NONE

BUSINESS AND COMMENT

Frank Robinson requested guidance as it relates to questions he has been receiving on the future of VVEDA. It was noted that VVEDA as an organization plans to continue but right now what we are doing is challenging the

State's identification of VVEDA as a redevelopment agency which impacts the funding, but VVEDA as an entity would continue.

Andre de Bortnowsky noted that VVEDA and SCLAA must continue to exist because it is the lessee on the leases from the federal government so in order to comply with the BRAC process/contracts. It would be an impairment of contract for us not to continue to exist. The redevelopment powers which are taken away by AB 26 are just one of VVEDA's multiple powers.

NEXT MEETING

Next Technical Advisory Committee Meeting is scheduled for February 20, 2013 at 3:30 p.m.

ADJOURNMENT

Executive Director Metzler adjourned the regular meeting of the Victor Valley Economic Development Authority Technical Advisory Committee at 4:27 p.m.

MOTION: LANTSBERGER SECOND: HART
AYES: HART, ROBINSON, HALLEN, LANTSBERGER
NOES: NONE
ABSENT: ROBERTSON
ABSTAIN: NONE

STATE OF CALIFORNIA
COUNTY OF SAN BERNARDINO

I, Jennifer Thompson, Secretary to the Commission of the Victor Valley Economic Development Authority Technical Advisory Committee, hereby certify the foregoing to be a full, true, and correct copy of the record of the action taken by said Committees by vote of the members present, as the same appears in the Official Minutes of the Victor Valley Economic Development Authority Technical Advisory Committee at its regular meeting of January 24, 2013.

(SEAL)

Jennifer Thompson
Secretary to the Commission

VICTOR VALLEY ECONOMIC DEVELOPMENT AUTHORITY
TECHNICAL ADVISORY COMMITTEE

SPECIAL MEETING MINUTES

Southern California Logistics Airport
18374 Phantom Street, Theater Room
Victorville, CA 92394

Wednesday, February 27, 2013
3:30 P.M

PRESENT:

Steve Lantsberger, City of Hesperia
Frank Robinson, Town of Apple Valley
Jim Hart, City of Adelanto
Gary Hallen, County of San Bernardino
Sophie Escobar, City of Victorville

Keith Metzler, Executive Director
Andre de Bortnowsky, Legal Counsel
Jennifer Thompson, Secretary to the Commission
Marc Puckett, Treasurer (3:48)
Kofi Antobam, Controller (3:46)

ABSENT:

None

OTHERS PRESENT:

Curt Emick, Town of Apple Valley
Ron Frame, County of San Bernardino (3:47)

Eric Schmidt, City of Hesperia (3:42)
Jim Cox, City of Victorville (3:50)

CALL TO ORDER

Executive Director Metzler called the meeting of the Victor Valley Economic Development Authority Technical Advisory Committee to order at 3:35 p.m.

PUBLIC COMMENT

None

DISCUSSION AGENDA

RESOLUTION NO S-13-002 – RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS) FOR JULY 1, 2013 THROUGH DECEMBER 31, 2013

Keith Metzler noted that this ROPS primarily recognized the JPA as the enforceable obligation.

Sophie Escobar advised that the amounts for each entity and amounts to be listed under the RPTTF portion were based on RSG's estimates of tax increment for the whole project area for 13-14. RSG divided that amount in half and RSG would like VVEDA to request that amount in RPTTF funding in addition to the admin allowance.

Steve Lantsberger questioned the admin allowance approved by the Department of Finance and advised that 1484 allows for that amount to be accrued.

Motion: That the Technical Advisory Committee recommend the Board adopt Resolution S-13-002.

MOTION: LANTSBERGER SECOND: HART
AYES: HART, ROBINSON, HALLEN, LANTSBERGER, ESCOBAR
NOES: NONE
ABSENT: NONE
ABSTAIN: NONE

BUSINESS AND COMMENT

None

NEXT MEETING

Next Technical Advisory Committee Meeting is scheduled for March 20, 2013 at 3:30 p.m.

ADJOURNMENT

Executive Director Metzler adjourned the regular meeting of the Victor Valley Economic Development Authority Technical Advisory Committee at 3:52 p.m.

STATE OF CALIFORNIA
COUNTY OF SAN BERNARDINO

I, Jennifer Thompson, Secretary to the Commission of the Victor Valley Economic Development Authority Technical Advisory Committee, hereby certify the foregoing to be a full, true, and correct copy of the record of the action taken by said Committees by vote of the members present, as the same appears in the Official Minutes of the Victor Valley Economic Development Authority Technical Advisory Committee at its regular meeting of January 24, 2013.

(SEAL)

Jennifer Thompson
Secretary to the Commission

VICTOR VALLEY ECONOMIC DEVELOPMENT AUTHORITY
MEETING OF: August 21, 2013

SUBMITTED BY:

Keith C. Metzler 
Executive Director

DATE: August 14, 2013

SUBJECT:

TRANSMITTAL OF SCLAA 13/14 BUDGET

RECOMMENDATION:

Item presented for informational purposes only. No action required.

DISCUSSION:

On June 18, 2013, the Victorville City Council, acting as the Southern California Logistics Airport Authority, adopted its operating budget for the 2013/2014 fiscal year. The budget, attached hereto, projects revenues and expenditures of \$9,046,017 capital. The airport is relying on \$1,658,028 in existing fund balance to balance its expenditures. Not included in this year's SCLA budget are the financial expenses associated with its tax allocation bonds as those expenses have been transferred to be a part of the budgeting for the VVEDA and Victorville ROPS. This has been due to SCLAA's debt service being primarily paid from tax increment generated through VVEDA. In fact, the pledged security for SCLAA bonds is the tax increment provided to SCLAA pursuant to Section 4(ii)(f) of the VVEDA JPA. In addition to tax increment, SCLAA relies on miscellaneous grants to assist in funding capital improvements. Finally, with respect to the funding of administration and operations of the airport, SCLA relies on the generation of operating revenues which primarily consist of facility lease revenues, fuel flowage fees and landing fees.

This item is being presented to the Board as Section 28 of the VVEDA Joint Powers Agreement (JPA) requires that Victorville provide the SCLAA budget for informational purposes and its non-binding recommendations, if any.

Staff remains available for questions or comments you might have.

KCM:jt

**CITY OF VICTORVILLE
ESTIMATED REVENUES BY FUND
FY 2013-2014**

		Estimated Revenue	Reductions in Fund Balance	Total
100	GENERAL FUND	48,822,218	-	48,822,218
120	FUELING STATIONS	477,219	-	477,219
200	STREET LIGHTING DISTRICT	854,286	411,858	1,266,144
201	TRAFFIC SAFETY	768,000	-	768,000
202	STORM DRAIN UTILITY	1,415,881	593,675	2,009,556
205	LOW MOD INCOME HSNG ASSET	-	52,500	52,500
220	GAS TAX	3,459,933	633,112	4,093,045
230	LOCAL TRANSPORTATION FUND	1,392,518	133,637	1,526,155
233	TRANSPORTATION DEV ARTICLE 3	75,000	-	75,000
234	MOTOR VEHICLE AB 2766	80,000	318,631	398,631
240	STATE ASSET SEIZURE	12,000	31,830	43,830
241	RESTRICTED ASSET SEIZURE	500	3,500	4,000
250	MEAS I - PROJECTS (50%)	174,000	805,855	979,855
251	MEAS I - TRAFFIC (50%)	-	1,972,939	1,972,939
255	MEASURE I STREET ARTERIALS	-	699,645	699,645
265	LOCAL GRANTS	320,000	-	320,000
275	FEDERAL GRANTS	11,125,440	-	11,125,440
280	NSP PROGRAM INCOME	-	121,930	121,930
350	DIF PUBLIC BLDGS	290,000	-	290,000
351	DIF FIRE SERVICE	40,000	-	40,000
352	DIF ROAD SERVICE	835,411	-	835,411
353	DIF PUBLIC SAFETY	41,436	-	41,436
354	DIF RECREATION SERVICE	412,530	-	412,530
355	DIF NISQUALLI OVERPASS	15,897	-	15,897
356	DIF GOODWILL OVERPASS	13,150	-	13,150
357	DIF STORM FEE NORTH & CENTRAL	112,526	-	112,526
358	DIF STREET LIGHTING DEV FEES	4,000	-	4,000
359	DIF FIRE HYDRANT DEV FEES	5,646	-	5,646
370	LMAD'S/DFAD'S DISTRICT	2,161,566	438,659	2,600,225
400	GOLF COURSES	1,983,485	-	1,983,485
420	VICTORVILLE UTILITY	11,191,909	-	11,191,909
421	VV UTILITY-PUBLIC PURPOSE	596,775	-	596,775
422	VMUS - CAP & TRADE	212,385	38,798	251,183
425	SANITARY/SEWER TREATMENT	13,281,981	2,633,973	15,915,954
426	SOLID WASTE MANAGEMENT	12,941,339	1,211,276	14,152,615
427	LANDFILL MITIGATION	120,000	-	120,000
610	CFD 90-01	859,767	-	859,767
611	CFD 01-01	314,599	1,194,927	1,509,526
612	CFD 07-01	161,990	-	161,990
620	SIDEWALK ASSESSMENT DISTRICT	15,000	-	15,000
630	WID #2 - A.D. 2	576,400	-	576,400
		115,164,787	11,296,745	126,461,532



**SOUTHERN CALIFORNIA LOGISTICS AIRPORT AUTHORITY
ANNUAL OPERATING REVENUE BUDGET
FY 2013-2014**



450	AIRPORT OPERATION	7,286,989	1,658,028	8,945,017
452	OFF-AIRPORT OPERATIONS	101,000	-	101,000
		7,387,989	1,658,028	9,046,017

**VICTORVILLE WATER DISTRICT
ANNUAL OPERATING REVENUE BUDGET
FY 2013-2014**

410	VICTORVILLE WATER	27,031,000	-	27,031,000
411	WATER DISTRICT #2	1,462,950	-	1,462,950
		28,493,950	-	28,493,950

TOTAL 151,046,725 12,954,773 164,001,498

**CITY OF VICTORVILLE
ESTIMATED APPROPRIATIONS BY FUND
FY 2013-2014**

			Additions to Unappropriated Fund Balance	
	General Operations	CIP		Total
100	GENERAL FUND	48,762,397	59,821	48,822,218
120	FUELING STATIONS	387,655	17,000	477,219
200	STREET LIGHTING DISTRICT	1,266,144	-	1,266,144
201	TRAFFIC SAFETY	768,000	-	768,000
202	STORM DRAIN UTILITY	1,329,930	679,626	2,009,556
205	LOW MOD INCOME HSNG ASSET	52,500	-	52,500
220	GAS TAX	3,380,945	712,100	4,093,045
230	LOCAL TRANSPORTATION FUND	466,155	1,060,000	1,526,155
233	TRANSPORTATION DEV ARTICLE 3	-	44,000	75,000
234	MOTOR VEHICLE AB 2766	-	398,631	398,631
240	STATE ASSET SEIZURE	43,830	-	43,830
241	RESTRICTED ASSET SEIZURE	4,000	-	4,000
250	MEAS I - PROJECTS (50%)	10,855	969,000	979,855
251	MEAS I - TRAFFIC (50%)	1,611,897	361,042	1,972,939
255	MEASURE I STREET ARTERIALS	21,645	678,000	699,645
265	LOCAL GRANTS	-	320,000	320,000
275	FEDERAL GRANTS	-	11,125,440	11,125,440
280	NSP PROGRAM INCOME	121,930	-	121,930
350	DIF PUBLIC BLDGS	290,000	-	290,000
351	DIF FIRE SERVICE	40,000	-	40,000
352	DIF ROAD SERVICE	11,009	471,000	835,411
353	DIF PUBLIC SAFETY	-	-	41,436
354	DIF RECREATION SERVICE	-	-	412,530
355	DIF NISQUALLI OVERPASS	4,417	-	11,480
356	DIF GOODWILL OVERPASS	4,015	-	9,135
357	DIF STORM FEE NORTH & CENTRAL	4,511	-	108,015
358	DIF STREET LIGHTING DEV FEES	3,570	-	430
359	DIF FIRE HYDRANT DEV FEES	3,570	-	2,076
370	LMAD'S/DFAD'S DISTRICT	2,235,632	364,593	-
400	GOLF COURSES	1,983,485	-	1,983,485
420	VICTORVILLE UTILITY	10,926,035	200,657	65,217
421	VV UTILITY-PUBLIC PURPOSE	586,582	-	10,193
422	VMUS - CAP & TRADE	251,183	-	-
425	SANITARY/SEWER TREATMENT	11,987,428	3,928,526	-
426	SOLID WASTE MANAGEMENT	13,707,661	444,954	-
427	LANDFILL MITIGATION	89,175	-	30,825
610	CFD 90-01	859,767	-	859,767
611	CFD 01-01	314,599	1,194,927	1,509,526
612	CFD 07-01	161,990	-	161,990
620	SIDEWALK ASSESSMENT DISTRICT	-	-	15,000
630	WID #2 - A.D. 2	576,400	-	576,400
		102,268,912	23,029,317	1,163,303
				126,461,532

* SOUTHERN CALIFORNIA LOGISTICS AIRPORT AUTHORITY *
ANNUAL OPERATING EXPENDITURE BUDGET
FY 2013-2014

450	AIRPORT OPERATION	7,105,144	1,839,873	-	8,945,017
452	OFF-AIRPORT OPERATIONS	49,762	-	51,238	101,000
		7,154,906	1,839,873	51,238	9,046,017

VICTORVILLE WATER DISTRICT
ANNUAL OPERATING EXPENDITURE BUDGET
FY 2013-2014

410	VICTORVILLE WATER	19,373,237	5,870,000	1,787,763	27,031,000
411	WATER DISTRICT #2	638,350	-	824,600	1,462,950
		20,011,587	5,870,000	2,612,363	28,493,950

TOTAL 129,435,405 30,739,190 3,826,904 164,001,499

**CITY OF VICTORVILLE
FUND 450
AIRPORT OPERATIONS**

FUND	OBJECT	DESCRIPTION	2011	2012	2013 BUDGET	2013	2014 BUDGET
			ACTUALS	ACTUALS		ACTUALS AS OF 5-28-13	
450	40100	PROPERTY TAX	21,862	15,494	20,000	10,304	12,000
450	42150	PENALTY/LATE FEE	11,542	1,269	-	44,807	-
450	44600	LANDING FEES	1,851,612	2,084,454	1,908,283	1,571,168	1,645,536
450	44605	AIRCRAFT PARKING FEES	-	49,078	62,400	69,307	100,800
450	44610	FUEL FLOWAGE FEES	686,695	478,511	480,000	239,276	240,000
450	44620	PORT FEES	-	257	-	-	-
450	44625	FILMING AT SCLA FEE	-	2,000	-	13,000	-
450	44630	WASH RACK FEES	24,600	10,180	12,000	3,700	3,600
450	44640	AIRCRAFT TIEDOWN FEES	1,920	2,984	2,880	1,760	1,920
450	44660	ANNUAL FEE-GP ZONE	55,666	18,333	5,000	11,000	5,000
450	44661	ANNUAL FEE-SUBZONE	-	-	10,000	-	10,000
450	45119	INTEREST INCOME	-	-	-	298	-
450	45200	LEASE OCCUPANCY	5,122,614	5,642,500	5,115,387	3,985,121	4,616,298
450	45210	LEASE OCCUPANCY - PAST	474,439	-	-	-	-
450	45220	LEASES - GROUND	575,838	544,718	477,783	447,192	486,632
450	46100	SALE OF REAL/PERSONAL	-	38,000	-	-	-
450	47220	REIMBURSED UTILITY BIL	104,418	115,560	108,003	76,731	89,603
450	47230	REIMBURSEMENTS - OTHER	18,525	16,743	124,026	145,920	60,000
450	47310	CONCESSIONS & VENDING	10,005	8,524	12,000	5,743	9,600
450	47400	MISCELLANEOUS REVENUE	153,828	29,899	12,000	21,064	6,000
TOTAL REVENUES			9,113,564	9,058,506	8,349,761	6,646,392	7,286,989
450	51100	FULL TIME WAGES	860,431	967,682	1,072,641	967,633	1,302,930
450	51110	OVERTIME WAGES	48,551	105,358	70,000	118,399	88,176
450	51120	PART TIME WAGES	48,056	86,027	72,066	45,387	19,918
450	51200	FRINGE BENEFITS	347,306	393,965	433,195	373,983	525,515
450	51220	RETIREE EXPENSE	3,050	8,232	8,763	7,697	8,232
450	51300	PAYROLL TAXES	38,633	36,597	55,288	15,532	68,420
450	52010	UTILITIES-ELECTRICITY	315,571	304,127	328,200	232,465	328,000
450	52020	UTILITIES-WATER USAGE	7,695	6,292	6,500	6,136	7,500
450	52030	UTILITIES-NATURAL GAS	32,256	34,352	28,000	40,920	48,000
450	52040	UTILITIES-SANITATION	16,396	12,475	11,900	8,370	10,000
450	52060	TELEPHONE	70,971	82,144	80,500	81,797	91,600
450	52110	SUPPLIES	15,526	10,152	12,100	11,494	12,400
450	52130	SUBS /PUBLICATIONS / DUES	2,155	2,800	4,000	3,123	4,000
450	52140	TRAINING AND EDUCATION	3,270	16,246	11,400	10,051	15,570
450	52150	TRAVEL & MEETINGS	4,090	18,053	14,000	11,341	19,000
450	52160	MARKETING & PROMOTION	-	13,058	82,700	45,027	81,000
450	52201	VEHICLE FUEL	16,300	29,713	25,200	25,886	30,200
450	52202	EQUIPMENT FUEL	11,600	28,734	25,000	24,862	30,000
450	52220	EQUIPMENT EXPENSE	22,337	49,039	30,000	67,880	83,000
450	52230	VEHICLE EXPENSE	14,855	31,417	35,000	18,435	35,000
450	52240	SMALL TOOLS & FURNITURE	20,156	35,162	28,000	46,181	50,000
450	52250	RENTALS - EQUIP/STRUCTURE	2,713	5,105	35,000	8,491	20,000
450	52260	COMPUTER EQUIPMENT <\$5000	235	24,340	30,000	21,494	40,000
450	52300	CONTRACT SERVICES	2,256,755	3,071,157	2,958,844	2,556,900	2,718,865
450	52340	INSURANCE	199,957	211,069	215,000	206,839	207,500
450	52350	LEGAL	(507)	78,492	150,000	41,963	428,000
450	52360	FEDERAL/STATE /LOCAL FEES	25,344	29,229	30,000	28,849	30,000
450	52410	BUILDING MAINTENANCE	87,954	77,629	197,492	118,777	89,100
450	52420	GROUNDS MAINTENANCE	11,336	13,623	30,000	24,954	30,000
450	52440	INFRASTRUCTURE REPAIRS	135,236	168,337	335,472	259,368	169,000

**CITY OF VICTORVILLE
FUND 450
AIRPORT OPERATIONS**

FUND	OBJECT	DESCRIPTION	2013				
			2011 ACTUALS	2012 ACTUALS	2013 BUDGET	ACTUALS AS OF 5-28-13	2014 BUDGET
450	52470	SAI LEASE PARTICIPATIO	-	1,329	1,875	1,850	1,875
450	54020	COST ALLOCATIONS PAID	939,871	868,916	891,522	445,761	512,343
450	55060	UNCOLLECTABLE WRITE-OF	-	115,500	-	-	-
TOTAL EXPENDITURES			5,558,100	6,936,350	7,309,658	5,877,844	7,105,144
450	95002	FUEL FARM RELOCATION-PHASE 2 EDA GRANT MATCHING					240,222
450	95043	RAMP REHAB PHASE 2 - FAA GRANT MATCHING					120,000
450	95045	R/W 321 RECONSTRUCTION-DESIGN FAA GRANT MATCHING					35,490
450	95060	R/W 321 RECONSTRUCTION-CONSTRUCTION FAA GRANT MATCHING					420,000
450	95046	RUNWAY 17/35 ASPHALT REPAIR					675,000
450	95047	AIRPORT SECURITY INFRASTRUCTURE EXPANSION					50,000
450	95048	DELUGE SYSTEM PUMP 1 & 2 - RECIRCULATION LINES					80,000
450	95049	AIRFIELD ELECTRICAL RECONFIGURATION FOR VMUS METERING					20,000
450	95050	GEORGE ENTRANCE - RECONFIGURE ENTRANCE					75,000
450	95051	RADIO EQUIPMENT SYSTEM					30,000
450	97017	ELECTRICIAN STANDBY VEHICLE					20,657
450	95052	AIRPORT SERVICE TRUCK (2)					70,000
450	36009	CISCO CATALYST 2960S					3,504
TOTAL CAPITAL IMPROVEMENT PROJECTS							1,839,873
TOTAL EXPENDITURES AND CIP							8,945,017
REVENUES LESS EXPENDITURES							(1,658,028)

VICTOR VALLEY ECONOMIC DEVELOPMENT AUTHORITY
TECHNICAL ADVISORY COMMITTEE AND BOARD OF COMMISSIONERS
MEETING OF: August 21, 2013

SUBMITTED BY: Marc Puckett
Treasurer

DATE: August 14, 2013

SUBJECT: Final Tax Increment Distribution
2012-2013 Fiscal Year

RECOMMENDATIONS: That the Honorable Board of Commissioners approve a final distribution of taxes to its member jurisdictions and the affected taxing entities.

FISCAL IMPACT: \$10,116,572

DISCUSSION: From December 14, 2012 through April 30, 2013, VVEDA has collected \$14,332,864 in tax increment revenues. Of that amount, the San Bernardino County remitted \$3,855,552 in pass-through payments to affected taxing entities and paid County Administrative Fees of \$250,260. In addition, staff is recommending withholding \$110,480 for fiscal year 2013-14 Administrative Cost Allowance as approved by the Department of Finance on ROPS 13-14A. VVEDA's fiscal consultant, the Rosenow Spevacek Group (RSG) has prepared a tax increment distribution analysis based on the tax increment revenues received by VVEDA through April 30, 2013. The RSG tax increment distribution analysis reconciled receipts from the original project area and Amendment 4 and 8 areas in the amount of \$14,082,604. The tax increment distribution is provided in Table 1 attached to this report.

A tax distribution of the reconciled receipts (the fifth column on Table 1) less the amount of pass-through payments, County Administrative Fees paid by the San Bernardino County and withholding of 2013-14 Administrative Cost Allowance would result in the distribution of \$10,116,572 to member jurisdictions. Any remaining amounts will be reconciled as part of the fiscal year end process and will be distributed at that time.

Staff remains available for any questions or comments you might have.

MP:ka

Attachments: RSG Final Distribution of Taxes

VVEDA

TABLE 1

DISTRIBUTION OF TAX INCREMENT REVENUE (DECEMBER 14, 2012 THROUGH APRIL 30, 2013)

TAXING ENTITY	Actual Revenue Received					Total Amount to be Distributed to Member Jurisdictions
	1993 Received Revenue As of (Dec 14th to April 30th)	Amendment IV Received Revenue (Dec 14th to April 30th)	Amendment VIII Received Revenue (Dec 14th to April 30th)	Total Received Revenue Through April 30, 2013	Administrative Cost Allowance (VVEDA)	
Total Pass Through Payments	3,779,711	75,841	-	3,855,552		
Apple Valley (JPA Member)						
Total	1,129,839	-	-	1,129,839	(22,096)	1,107,743
Hesperia (JPA Member)						
Total	161,748	-	-	161,748	(22,096)	139,652
SB County (JPA Member)						
Total	373,334	53,085	-	426,419	(22,096)	404,323
Victorville (JPA Member)						
Total	3,964,150	20,245	(9,638)	3,974,757	(22,096)	3,952,661
Adelanto (JPA Member)						
Total	-	117,833	-	117,833	(22,096)	95,737
SCLA	4,309,123	113,740	(6,407)	4,416,456		4,416,456
Subtotal - Distribution to Member Jurisdictions	9,938,195	304,903	(16,046)	10,227,052	(110,480)	10,116,572
TOTAL	13,717,906	380,744	(16,046)	14,082,604		

TABLE 1

VVEDA		TABLE A				
2012-13 CALCULATED PASS THROUGHS OF RECEIVED REVENUE FOR 1993 PROJECT AREA						
	SCLA	Victorville	Heaperia	Apple Valley	SB County	TOTAL
Total Tax Increment Collected by County (Dec 14, 2012 to April 30, 2013)	2,814,720	7,507,317	364,406	2,467,069	808,394	13,961,907
Member Jurisdiction Pro Rata Share	20%	54%	3%	18%	6%	100%
Administrative Fees to County Auditor-Controller	13,271	35,395	1,718	11,632	3,811	65,827
SB2557 Administration Fees	35,920	95,804	4,650	31,483	10,316	178,173
Low/Mod Housing (20%)	562,944	1,501,463	72,881	493,414	161,679	2,792,381
Total FY 2012-13 Pass Throughs	730,153	2,075,169	107,423	657,689	209,277	3,779,711
	REMAINING TAX INCREMENT TO BE DIVIDED (Net of Admin, Pass Throughs, and Low/Mod)					
	1,472,433	3,799,486	177,733	1,272,851	423,311	7,145,814
ALLOCATION TO MEMBER JURISDICTIONS						
Member Jurisdiction (50%) (Except SCLA 100%)	1,472,433	1,899,743	88,867	636,426	211,655	4,309,123
Member Jurisdictions' Allocation to SCLA (see below)	2,836,690					2,836,690
TOTAL MEMBER JURISDICTION ALLOCATIONS	4,309,123	1,899,743	88,867	636,426	211,655	7,145,814
MEMBER JURISDICTIONS' ALLOCATION TO SCLA						
Remaining Tax Increment to SCLA (50%)		1,899,743	88,867	636,426	211,655	2,836,690
						9,938,195

VVEDA		TABLE B			
2012-13 CALCULATED PASS THROUGHS OF RECEIVED REVENUE FOR AMENDMENT IV					
	Victorville	Adelanto	SB County	TOTAL	
Total Tax Increment Collected by County (Dec 14, 2012 to April 30, 2013)	40,995	238,618	107,501	387,112	
Member Jurisdiction Pro Rata Share	11%	62%	28%	100%	
Administrative Fees to County Auditor-Controller	185	1,074	484	1,743	
SB2557 Administration Fees	490	2,851	1,284	4,625	
Low/Mod Housing (20%)	8,199	47,723	21,500	77,422	
Total FY 2012-13 Pass Throughs	8,031	46,747	21,063	75,841	
	REMAINING TAX INCREMENT TO BE DIVIDED (Net of Admin, Pass Throughs, and Low/Mod)				
	24,091	140,220	63,169	227,480	
ALLOCATION TO MEMBER JURISDICTIONS					
Member Jurisdiction (50% net of Admin, Pass Throughs, and Low/Mod)	12,046	70,110	31,585	113,740	
Member Jurisdictions' Allocation to SCLA (50% net of Admin, Pass Throughs, and Low/Mod)	12,046	70,110	31,585	113,740	
TOTAL MEMBER JURISDICTION ALLOCATIONS	24,091	140,220	63,169	227,480	
				304,903	

VVEDA		TABLE C				
2012-13 CALCULATED PASS THROUGHS OF RECEIVED REVENUE FOR AMENDMENT VIII						
	Victorville	Adelanto	SB County	Apple Valley	TOTAL	
Total Tax Increment Collected by County (Dec 14, 2012 to April 30, 2013)	(16,155)	-	-	-	(16,155)	
Member Jurisdiction Pro Rata Share	100%	0%	0%	0%	100%	
Administrative Fees to County Auditor-Controller	(73)	-	-	-	(73)	
SB2557 Administration Fees	(36)	-	-	-	(36)	
Low/Mod Housing (20%)	(3,231)	-	-	-	(3,231)	
Total FY 2012-13 Pass Throughs	-	-	-	-	-	
	REMAINING TAX INCREMENT TO BE DIVIDED (Net of Admin, Pass Thrus, and Low/Mod)					
	(12,815)	-	-	-	(12,815)	
ALLOCATION TO MEMBER JURISDICTIONS						
Member Jurisdiction (50% net of Admin, Pass Throughs, and Low/Mod)	(6,407)	-	-	-	(6,407)	
Member Jurisdictions' Allocation to SCLA (50% net of Admin, Pass Throughs, and Low/Mod)	(6,407)	-	-	-	(6,407)	
TOTAL MEMBER JURISDICTION ALLOCATIONS	(12,815)	-	-	-	(12,815)	
					(16,048)	