

CITY OF PALM DESERT
CITY MANAGER'S OFFICE
INTEROFFICE MEMORANDUM

Date: January 9, 2025
To: Honorable Mayor and Councilmembers
From: Anthony J. Mejia, City Clerk
Subject: City Council Meeting of January 9, 2025

Below you will find questions received from the Mayor or Councilmembers and answers provided by City staff regarding tonight's City Council meeting:

ITEM 13d: APPROVE THE 2025 LIST OF SOCIAL MEDIA COMMEMORATIONS

Q1: Could you provide some background on the history of the city council approving annual commemorations?

A1: Before 2023, the process involved soliciting input from all council members, with the Mayor and Mayor Pro Tem finalizing the list. However, challenges arose when council members had differing perspectives on which dates to include. The process was revised in 2023 to address this challenge. The revised approach involves bringing the proposed list to an open council meeting for discussion and approval by the full council, ensuring transparency and allowing all members to deliberate collectively.

ITEM 13f: APPOINTMENTS TO THE FINANCE COMMITTEE AND PLANNING COMMISSION

Following the January 7, 2025, Study Session, the City Council is requested to ratify the following appointments:

1. Alex Meyerhoff for the Planning Commission with a term ending on June 30, 2027.
2. Bob McCauley for the Finance Committee with a term ending on June 30, 2028.

ITEM 13q: RESOLUTION FOR RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND ADMINISTRATIVE BUDGETS FOR THE FISCAL PERIOD FROM JULY 1, 2025, THROUGH JUNE 30, 2026, PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177 AND TAKING CERTAIN RELATED ACTIONS

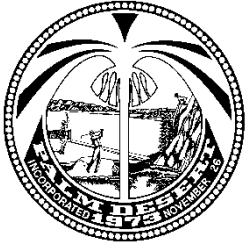
Please see the attached memo regarding a correction to the 2025-26 SARDA ROPS and Admin Budget.

ITEM 15a: INTRODUCTION OF AN ORDINANCE TO AMEND SECTIONS OF TITLE 25 OF THE PALM DESERT MUNICIPAL CODE AND FINDING THE ACTION EXEMPT PURSUANT TO THE CALIFORNIA ENVIRONMENTAL QUALITY ACT

Q1: Could you clarify the origins of this ordinance? Would it make more sense to evaluate it within the broader context of the development code overhaul, given state and local trends toward objective design standards? If the concern is hillside developments, might revisiting the hillside development code address the root issues more effectively than additional noticing requirements?

A1: This ordinance originated from a request made during the October 10, 2024, City Council meeting. At the meeting, Mayor Pro Tem Harnik, seconded by Councilmember Nestande, asked City staff to explore options for increasing the minimum public notification requirements for development projects. On November 14, 2024, City staff presented a study session to the City Council, outlining policy considerations that served as the foundation for the ordinance update. While we are in the process of updating the hillside ordinance to address development concerns, it was the consensus of the City Council to expand the HOAs notification to the HOAs north of Haystack to inform the public better.

While it's important to align our policies, this ordinance enhances public notification requirements for greater transparency and community engagement when a public hearing is required, which is distinct from the broader development code overhaul.



CITY OF PALM DESERT
FINANCE DEPARTMENT
MEMORANDUM

To Mayor and City Council
From Sarah Sullivan, Accountant
Date January 9, 2025
Subject: ITEM 13Q, 2025-26 SARDA ROPS and Admin Budgets

We changed the "02 Exhibit A ROPS 25-26 Submission" attachment to the "2025-26 SARDA ROPS and Admin Budgets." We incorrectly entered the Administrative RPTTF in the wrong line. It was caught and corrected. The amounts did not change, only where they are on the summary page.

**Recognized Obligation Payment Schedule (ROPS 25-26) - Summary
Filed for the July 1, 2025 through June 30, 2026 Period**

Successor Agency: Palm Desert

County: Riverside

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)	25-26A Total (July - December)	25-26B Total (January - June)	ROPS 25-26 Total
A Enforceable Obligations Funded as Follows (B+C+D)	\$ 9,373	\$ -	\$ 9,373
B Bond Proceeds	-	-	-
C Reserve Balance	-	-	-
D Other Funds	9,373	-	9,373
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G)	\$ 9,614,557	\$ 11,089,601	\$ 20,704,158
F RPTTF	9,359,581	10,773,917	20,133,498
G Administrative RPTTF	254,976	315,684	570,660
H Current Period Enforceable Obligations (A+E)	\$ 9,623,930	\$ 11,089,601	\$ 20,713,531

Certification of Oversight Board Chairman:

Pursuant to Section 34177 (o) 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 successor agency.

Name Title

/s/ _____
Signature Date

Palm Desert
Recognized Obligation Payment Schedule (ROPS 25-26) - ROPS Detail
July 1, 2025 through June 30, 2026

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
Item #	Project Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Project Area	Total Outstanding Obligation	Retired	ROPS 25-26 Total	ROPS 25-26A (Jul - Dec)					25-26A Total	ROPS 25-26B (Jan - Jun)					25-26B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
								\$526,989,388		\$20,713,531	\$-	\$-	\$9,373	\$9,359,581	\$254,976	\$9,623,930	\$-	\$-	\$-	\$10,773,917	\$315,684	\$11,089,601
9	Indian Springs Stipulated Agreement	Litigation	02/27/2009	02/27/2039	Indian Springs Mobilehome Park	Judgement related to ISMHP	1	6,815,747	N	\$139,673	-	-	-	69,837	-	\$69,837	-	-	-	69,836	-	\$69,836
32	Stipulated Judgement Case No. 51124	Litigation	11/20/1991	11/25/2032	Various	Duties required under said court order. Desert Rose, Etc. PDHA subsidy for 1,100 Afford Units	1	221,173,384	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	\$-
43	Agency Owned Properties	Property Maintenance	07/01/2013	06/30/2028	Utilities, Maint Services, HOA Dues, Etc.	Agency owned properties monthly carrying costs prior to disposition.	1	400,000	N	\$80,000	-	-	-	40,000	-	\$40,000	-	-	-	40,000	-	\$40,000
44	Additional Disclosures on TAB's	Fees	07/01/2013	06/30/2042	Willdan	Additional disclosures that will be required to report changes in the allocation of tax increment and the payment on tax allocation bonds due to AB 26. These disclosures would not have been necessary without this legislative change.	1	30,000	N	\$1,500	-	-	-	750	-	\$750	-	-	-	750	-	\$750
56	2003 Tax	Bonds	03/12/	08/01/2033	US Bank	Semi-Annual	2	17,349,816	N	\$1,975,726	-	-	-	317,863	-	\$317,863	-	-	-	1,657,863	-	\$1,657,863

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W	
Item #	Project Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Project Area	Total Outstanding Obligation	Retired	ROPS 25-26 Total	ROPS 25-26A (Jul - Dec)					25-26A Total	ROPS 25-26B (Jan - Jun)					25-26B Total	
											Fund Sources						Fund Sources						
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		
	Allocation Bond Issue - \$15,745,000	Issued On or Before 12/31/10	2003			Debt Service Payment																	
61	City Loan for formation of Project Area No. 2- 1986	City/County Loan (Prior 06/28/11), Cash exchange	12/05/1986	07/15/2038	City of Palm Desert	Formation of PA/Prop Acquisition	2	7,890,000	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	-	\$-
86	Stipulated Judgement Case No. 51124	Litigation	11/20/1991	07/15/2038	Various	Duties required under said court order. Vineyards, Emerald Brook (Palm Desert 103) PDHA subsidy for 1,100 Afford Units	2	63,072,039	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	-	\$-
119	Stipulated Judgement Case No. 51124	Litigation	11/20/1991	07/15/2038	Various	Duties required under said court order. Falcon Crest Afford Housing Dev - Homeowners at lots 1 through 93, et al. PDHA Subsidy for 1,100 Affordable Units	3	16,602,589	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	-	\$-
160	Stipulated Judgement Case No. 51124	Litigation	11/20/1991	07/15/2038	Various	Duties required under said court order. PDHA subsidy for 1,100 Affordable Units	4	49,236,464	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	-	\$-
189	Project Area Administration	Admin Costs	11/25/1981	07/19/2044	Various	Allowable Costs per Admin Plan-staff, utilities, professional	1-4	6,626,342	N	\$580,033	-	-	9,373	-	254,976	\$264,349	-	-	-	-	-	315,684	\$315,684

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
Item #	Project Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Project Area	Total Outstanding Obligation	Retired	ROPS 25-26 Total	ROPS 25-26A (Jul - Dec)					25-26A Total	ROPS 25-26B (Jan - Jun)					25-26B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
						services, etc.																
190	Costs Associated with Disposition of Assets	Property Dispositions	07/01/2013	06/30/2028	City of Palm Desert	Remediation of Health and Safety Issues and costs related to sale of properties owned by former RDA	1-4	325,000	N	\$30,500	-	-	-	15,250	-	\$15,250	-	-	-	15,250	-	\$15,250
192	2017 NHA Tax Allocation Refunding Bond Issue - \$52,390,000	Bonds Issued After 12/31/10	01/23/2017	10/01/2033	US Bank	Semi-Annual Debt Service Payment	1-4	32,865,750	N	\$7,357,750	-	-	-	4,181,500	-	\$4,181,500	-	-	-	3,176,250	-	\$3,176,250
193	2017 NHB Tax Allocation Refunding Bond Issue - \$140,130,000	Bonds Issued After 12/31/10	01/23/2017	10/01/2041	US Bank	Semi-Annual Debt Service Payment	1-4	99,893,791	N	\$9,864,956	-	-	-	4,391,372	-	\$4,391,372	-	-	-	5,473,584	-	\$5,473,584
194	2017 HA Tax Allocation Refunding Bond Issue - \$7,365,000	Bonds Issued After 12/31/10	01/23/2017	10/01/2031	US Bank	Semi-Annual Debt Service Payment	HA	4,708,466	N	\$683,393	-	-	-	343,009	-	\$343,009	-	-	-	340,384	-	\$340,384

Palm Desert
Recognized Obligation Payment Schedule (ROPS 25-26) - Report of Cash Balances
July 1, 2022 through June 30, 2023
(Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177 (l), Redevelopment Property Tax Trust Fund (RPTTF) may be listed as a source of payment on the ROPS, but only to the extent no other funding source is available or when payment from property tax revenues is required by an enforceable obligation.							
A	B	C	D	E	F	G	H
	ROPS 22-23 Cash Balances (07/01/22 - 06/30/23)	Fund Sources					Comments
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF	
		Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS RPTTF and Reserve Balances retained for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin	
1	Beginning Available Cash Balance (Actual 07/01/22) RPTTF amount should exclude "A" period distribution amount.			953,209	(4,255)	427,812	Other funds of FY 22/23 \$611,063 + FY 23/24 \$153,220 + FY 24/25 \$188,926 (revised from FY24/25 DOF Letter) = \$953,209 (\$4,255) is from the overstatement of Other Funds from DOF letter FY 24/25 Prior PPA's of FY22/23 \$87,582 + FY 23/24 \$202,267 + FY 24/25 \$137,963 = \$427,812
2	Revenue/Income (Actual 06/30/23) RPTTF amount should tie to the ROPS 22-23 total distribution from the County Auditor-Controller				13,628	27,206,681	\$13,628 from accounts 703-3611000 \$257.07 + 703-3611400 \$8,556.15 + 703-3611500 \$4,815 \$27,206,681 from RPTTF's FY 22/23A \$13,513,349 + FY 22/23B \$13,693,332
3	Expenditures for ROPS 22-23 Enforceable Obligations (Actual 06/30/23)			514,206		27,228,542	\$514,206 from actual other funds PPA FY 22/23 \$27,228,542 from PPA RPTTF \$26,478,911 + RPTTF Admin \$749,631
4	Retention of Available Cash Balance (Actual 06/30/23) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)			439,003		340,230	\$439,003 from other funds of \$611,063 - \$514,206 exp = \$96,857. Then adding \$153,220 + \$188,926 + \$96,857 \$340,230 from Prior PPA's FY 23/24 \$202,267 + FY 24/25 \$137,963

Pursuant to Health and Safety Code section 34177 (l), Redevelopment Property Tax Trust Fund (RPTTF) may be listed as a source of payment on the ROPS, but only to the extent no other funding source is available or when payment from property tax revenues is required by an enforceable obligation.

A	B	C	D	E	F	G	H
	<p align="center">ROPS 22-23 Cash Balances (07/01/22 - 06/30/23)</p>	Fund Sources					Comments
Bond Proceeds		Reserve Balance	Other Funds	RPTTF			
Bonds issued on or before 12/31/10		Bonds issued on or after 01/01/11	Prior ROPS RPTTF and Reserve Balances retained for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin		
5	<p>ROPS 22-23 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 22-23 PPA form submitted to the CAC</p>		No entry required				
6	<p>Ending Actual Available Cash Balance (06/30/23) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)</p>	\$-	\$-	\$-	\$9,373	\$65,721	<p>\$65,721 matches current PPA FY 25/26 Will put \$9,373 to admin other funds</p>

Palm Desert
Recognized Obligation Payment Schedule (ROPS 25-26) - Notes
July 1, 2025 through June 30, 2026

Item #	Notes/Comments
9	
32	Do not retire
43	
44	
56	
61	Do not retire
86	Do not retire
119	Do not retire
160	Do not retire
189	
190	
192	
193	
194	