



Transmitted via e-mail

April 12, 2021

Mark Uribe, Director of Finance
City of Camarillo
601 Carmen Drive
Camarillo, CA 93010

2021-22 Annual Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1), the City of Camarillo Successor Agency (Agency) submitted an annual Recognized Obligation Payment Schedule for the period July 1, 2021 through June 30, 2022 (ROPS 21-22) to the California Department of Finance (Finance) on January 29, 2021. Finance has completed its review of the ROPS 21-22.

Based on a sample of line items reviewed and application of the law, Finance made the following determinations:

- Item 37 - 2014 Refunding Tax Allocation Bond Shortfall/ROPS 18-19 in the total outstanding amount of \$120,500 is not allowed. The Agency claims the shortfall is the result of a reclassification of Redevelopment Property Tax Trust Fund (RPTTF) impacting the July 1, 2016 through June 30, 2017 (ROPS 16-17) period. However, the reclassification applied in the July 1, 2018 through June 30, 2019 (ROPS 18-19) period does not factor into the ROPS 16-17 distribution.

Furthermore, the Ventura County Auditor-Controller (CAC) did not report a shortfall in Redevelopment Property Tax Trust Fund (RPTTF) funding for the ROPS 18-19 period. Pursuant to HSC section 34173 (h), the City may loan funds to the Agency for administrative costs or enforceable obligations when the Agency receives an insufficient distribution of RPTTF, or other approved sources of funding are insufficient to pay approved enforceable obligations in the ROPS period. Since the Agency had available funding in the ROPS period to meet obligations and there was no evidence of a City loan, the requested \$120,500 in RPTTF is not allowed.

- Item 38 - Underreported Administrative Costs/ROPS 17-18 in the total outstanding amount of \$48,921 is not allowed. The Agency claims that administrative expenses in the amount of \$48,921 were incurred in the ROPS 16-17 period and paid in July 1, 2017 through June 30, 2018 (ROPS 17-18) period, and the expenditure wasn't accounted for in the cash balance review, leading to a shortfall of cash. It was determined the administrative expenditures had been accounted for in a prior review, and there was no support to show a shortfall of funding for administrative costs. Therefore, the requested \$48,921 in RPTTF is not allowed.

Pursuant to HSC section 34186, successor agencies are required to report differences between actual payments and past estimated obligations (prior period adjustments) for the July 1, 2018 through June 30, 2019 (ROPS 18-19) period. The ROPS 18-19 prior period adjustment (PPA) will offset the ROPS 21-22 RPTTF distribution. The amount of RPTTF authorized includes the PPA resulting from the CAC's review of the PPA form submitted by the Agency.

The Agency's maximum approved RPTTF distribution for the reporting period is \$3,581,131, as summarized in the Approved RPTTF Distribution table (see Attachment).

RPTTF distributions occur biannually, one distribution for the July 1, 2021 through December 31, 2021 period (ROPS A period), and one distribution for the January 1, 2022 through June 30, 2022 period (ROPS B period), based on Finance's approved amounts. Since this determination is for the entire ROPS 21-22 period, the Agency is authorized to receive up to the maximum approved RPTTF through the combined ROPS A and B period distributions.

Except for the adjusted item, Finance does not object to the remaining items listed on the ROPS 21-22. If the Agency disagrees with our determination with respect to any items on the ROPS 21-22, except items which are the subject of litigation disputing our previous or related determinations, the Agency may request a Meet and Confer within five business days from the date of this letter. The Meet and Confer process and guidelines are available on our website:

http://dof.ca.gov/Programs/Redevelopment/Meet_And_Confer/

The Agency must use the RAD App to complete and submit its Meet and Confer request form.

Absent a Meet and Confer, this is our final determination regarding the obligations listed on the ROPS 21-22. This determination only applies to items when funding was requested for the 12-month period. If a determination by Finance in a previous ROPS is currently the subject of litigation, the item will continue to reflect the determination until the matter is resolved.

The ROPS 21-22 form submitted by the Agency and this determination letter will be posted on our website:

<http://dof.ca.gov/Programs/Redevelopment/ROPS/>

This determination is effective for the ROPS 21-22 period only and should not be conclusively relied upon for future ROPS periods. All items listed on a future ROPS are subject to Finance's review and may be adjusted even if not adjusted on this ROPS or a preceding ROPS. The only exception is for items that have received a Final and Conclusive determination from Finance pursuant to HSC section 34177.5 (i). Finance's review of Final and Conclusive items is limited to confirming the scheduled payments as required by the obligation.

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The amount available from the RPTTF is the same as the amount of property tax increment available prior to the enactment of the redevelopment dissolution law. Therefore, as a practical matter, the ability to fund the items on the ROPS with property tax increment is limited to the amount of funding available to the Agency in the RPTTF.

Please direct inquiries to Todd Vermillion, Supervisor, or Preston Saitta, Staff, at (916) 322-2985.

Sincerely,

Original signed by Cheryl L. McCormick for:

JENNIFER WHITAKER
Program Budget Manager

cc: Brian Richie, Accounting Manager, City of Camarillo
Michelle Yamaguchi, Chief Deputy Director, Ventura County

Approved RPTTF Distribution July 2021 through June 2022			
	ROPS A	ROPS B	Total
RPTTF Requested	\$ 3,820,146	\$ 0	\$ 3,820,146
Administrative RPTTF Requested	55,500	0	55,500
Total RPTTF Requested	3,875,646	0	3,875,646
RPTTF Requested	3,820,146	0	3,820,146
<u>Adjustment(s)</u>			
Item No. 37	(120,500)	0	(120,500)
Item No. 38	(48,921)	0	(48,921)
	(169,421)	0	(169,421)
RPTTF Authorized	3,650,725	0	3,650,725
Administrative RPTTF Authorized	55,500	0	55,500
ROPS 18-19 prior period adjustment (PPA)	(125,094)	0	(125,094)
Total RPTTF Approved for Distribution	\$ 3,581,131	\$ 0	\$ 3,581,131