



Transmitted via e-mail

April 8, 2021

David Defanti, Deputy County Executive Officer
Placer County
175 Fulweiler Avenue
Auburn, CA 95603

2021-22 Annual Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1), the Placer County 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 27, 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 Nos. 23 and 24 - Unfunded liabilities for the former Redevelopment Agency's (RDA) Public Employee Retirement System Fund and Other Post Employee Benefits Fund for the total outstanding amounts of \$841,950 and \$387,000, respectively, are not allowed. Previously, during the July 1, 2017 through June 30, 2018 (ROPS 17-18) period, the Agency was unable to provide an agreement or contract between the RDA and the California Public Employees' Retirement System (CalPERS) or any other benefits provider to support the RDA's obligation. No new documentation was provided during the review of the ROPS 21-22. Therefore, these items are not enforceable obligations, and the requested amounts of \$187,100 and \$86,000, respectively, in Redevelopment Property Tax Trust Fund (RPTTF) funding are not allowed.
- Item No. 60 – Tax Allocation Refunding Bonds, Series 2015A bond payment. The Agency requested to use the July 1, 2018 through June 30, 2019 (ROPS 18-19) prior period adjustment (PPA) of \$140,729 as Reserve Balances for this obligation on the ROPS 21-22. However, the PPA process requires these funds to be used to offset the ROPS 21-22 RPTTF distribution. In order to not duplicate the RPTTF adjustment, Finance is reclassifying \$140,729 from Reserve Balances to RPTTF and retaining the \$140,729 PPA. The total approved funding for this item remains at \$608,582 (\$24,691 Other Funds + \$583,891 RPTTF).

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

The Agency's maximum approved RPTTF distribution for the reporting period is \$1,699,368, 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 items, 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.

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.

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

Sincerely,

Original signed by Cheryl L. McCormick for:

JENNIFER WHITAKER
Program Budget Manager

cc: Vanessa Lieberman, Management Analyst Sr., Placer County
Roxanne Nored, Managing Accountant Auditor, Placer County

Approved RPTTF Distribution July 2021 through June 2022			
	ROPS A	ROPS B	Total
RPTTF Requested	\$ 1,306,610	\$ 575,858	\$ 1,882,468
Administrative RPTTF Requested	45,000	45,000	90,000
Total RPTTF Requested	1,351,610	620,858	1,972,468
RPTTF Requested	1,306,610	575,858	1,882,468
<u>Adjustment(s)</u>			
Item No. 23	(93,550)	(93,550)	(187,100)
Item No. 24	(43,000)	(43,000)	(86,000)
Item No. 60	140,729	0	140,729
	4,179	(136,550)	(132,371)
RPTTF Authorized	1,310,789	439,308	1,750,097
Administrative RPTTF Authorized	45,000	45,000	90,000
ROPS 18-19 prior period adjustment (PPA)	(140,729)	0	(140,729)
Total RPTTF Approved for Distribution	\$ 1,215,060	\$ 484,308	\$ 1,699,368