



March 23, 2018

Ms. Tara Schultz, Director of Development Services
City of Alhambra
111 South First Street
Alhambra, CA 91801

Dear Ms. Schultz:

Subject: Last and Final Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34191.6 (b), the City of Alhambra Successor Agency (Agency) submitted a Last and Final Recognized Obligation Payment Schedule (Last and Final ROPS) to the California Department of Finance (Finance) on January 12, 2018. Finance has completed its review of the Agency's Last and Final ROPS.

HSC section 34191.6 (c) authorizes Finance to make amendments or changes to the Last and Final ROPS if the changes are agreed to in writing by the Agency. The Agency has agreed to the following changes made by Finance to the Agency's Last and Final ROPS:

On the ROPS 18-19 form, the Agency reported cash balances and activity for the period of July 1, 2015 through June 30, 2016 (ROPS 15-16). Pursuant to HSC section 34177 (l) (1) (E), the Agency is required to use all available funding sources prior to Redevelopment Property Tax Trust Fund (RPTTF) funding for payment of enforceable obligations. During our review, which may have included obtaining financial records, Finance determined the Agency possesses funds that should be used prior to requesting RPTTF. Therefore, with the Agency's concurrence, the funding in the amount of \$38,526 for Item No. 24 for the ROPS 18-19A period has been reclassified from RPTTF to Other Funds.

In addition, the Agency has approximately \$19,338,352 in Other Funds from property sale proceeds. Pursuant to the Agency's Long-Range Property Management Plan, the sales proceeds will be used to pay certain enforceable obligations on the ROPS and any unused balances will be remitted to the County Auditor-Controller (CAC) for distribution to the affected taxing entities.

Finance is approving the Agency's Last and Final ROPS with the above changes. These changes are reflected in the approved Last and Final ROPS.

The Agency's maximum approved RPTTF distribution for the Last and Final ROPS is \$13,769,224 as summarized in the Approved RPTTF Distribution table on the next page:

Approved Last and Final ROPS RPTTF Distributions							
ROPS Period	A Periods			B Periods			Annual Total
	RPTTF	Admin RPTTF	A Period Total	RPTTF	Admin RPTTF	B Period Total	
Total requested	7,886,000	0	7,886,000	5,921,750	0	5,921,750	\$13,807,750
Total adjustments	(38,526)	0	(38,526)	0	0	0	(38,526)
Total RPTTF approved for distribution							
ROPS 18-19	1,925,724	0	1,925,724	1,971,000	0	1,971,000	3,896,724
ROPS 19-20	1,971,000	0	1,971,000	1,853,375	0	1,853,375	3,824,375
ROPS 20-21	1,853,375	0	1,853,375	2,097,375	0	2,097,375	3,950,750
ROPS 21-22	2,097,375	0	2,097,375	0	0	0	2,097,375
Total approved RPTTF	7,847,474	0	7,847,474	5,921,750	0	5,921,750	\$ 13,769,224

Please refer to the approved Last and Final ROPS schedule used to calculate the total RPTTF approved for distribution:

<http://www.dof.ca.gov/redevelopment/ROPS>

This is Finance's determination related to the enforceable obligations reported on the Last and Final ROPS. HSC section 34191.6 (c) (2) allows agencies to submit no more than two requests to amend the approved Last and Final ROPS.

ROPS distributions occur twice annually, one distribution for the July 1 through December 31 (ROPS A period) and one distribution for the January 1 through June 30 (ROPS B period). The Agency will receive RPTTF distributions up to the maximum approved amount on the Last and Final ROPS.

The Agency shall not expend more than the amount approved for each enforceable obligation listed and approved on the Last and Final ROPS. All unspent RPTTF received for enforceable obligations by the Agency should be retained for distribution to the affected taxing entities pursuant to HSC section 34191.6 (d) (2) (G). Further, any revenues, interest, and earnings of the Agency not authorized for use pursuant to the approved Last and Final ROPS shall be remitted the CAC pursuant to HSC section 34191.6 (c) (3).

Pursuant to HSC section 34187 (e), once an agency has retired or paid off all enforceable obligations and all real property has been disposed of, the Agency is required to dispose of all remaining assets and remit any proceeds to the CAC for distribution to the affected taxing entities.

The amount available from the RPTTF is the same as the amount of property tax increment available prior to the enactment of redevelopment dissolution law. Therefore, as a practical matter, the ability to fund the items on the Last and Final ROPS with property tax is limited to the amount of funding available to the Agency in the RPTTF. However, HSC section 34191.6 (c) (5) provides mechanisms for the Agency to pay enforceable obligations if insufficient RPTTF is available on an approved Last and Final ROPS.

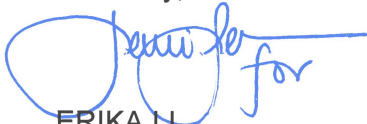
HSC section 34187 (b) defines the process of final dissolution of the Agency. When all enforceable obligations have been retired or paid off, all real property has been disposed of, and all outstanding litigation has been resolved, the Agency shall, within 30 days of meeting these conditions, submit to the Oversight Board (OB) a request to formally dissolve. The OB shall approve the request within 30 days and submit the request for Finance's review and approval.

Pursuant to HSC section 34191.6 (c), a Last and Final ROPS approved less than 15 days before the date of the RPTTF distribution shall not be effective until the subsequent RPTTF distribution period. The most recent annual ROPS 17-18 approval would remain effective through June 30, 2018. The Agency's Last and Final ROPS will become effective beginning with the ROPS for the period July 1, 2018 through June 30, 2019 (ROPS 18-19).

Pursuant to HSC section 34177 (o) (1), the Agency also submitted a ROPS 18-19 to Finance on January 12, 2018. Because Finance is approving the Agency's Last and Final ROPS, Finance's approval of the Agency's ROPS 18-19 is no longer necessary and Finance will not be issuing a ROPS 18-19 determination letter. The Agency's payment of approved enforceable obligations should be in accordance with the approved Last and Final ROPS beginning with the ROPS 18-19 period.

Please direct inquiries to Kylie Oltmann, Supervisor, or Nicole Prisakar, Lead Analyst, at (916) 322-2985.

Sincerely,



ERIKA LI
Program Budget Manager

cc: Ms. Jennifer Rose, Management Analyst, City of Belmont
Mr. Juan Raigoza, Auditor-Controller, San Mateo County