



April 7, 2017

Ms. Lani Ha, Accounting Manager
Town of Danville
510 La Gonda Way
Danville, CA 94526

Dear Ms. Ha:

Subject: Last and Final Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34191.6 (b) the Town of Danville submitted a Last and Final Recognized Obligation Payment Schedule (Last and Final ROPS) to the California Department of Finance (Finance) on January 24, 2017. 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 in writing to the following changes made by Finance to the Agency's Last and Final ROPS:

- Item No. 1 – 2001 Certificates of Participation. During our review, which may have included obtaining financial records, Finance determined the Agency had \$12,474 less in Other Funds than requested (\$193,132 requested - \$180,658 actual).

Therefore, with the Agency's concurrence, the Redevelopment Property Tax Trust Fund (RPTTF) amount has been increased by \$12,474 from \$1,026,775 to \$1,039,249.

- Item No. 4 – Successor Agency Administrative Costs in the total amount of \$426,600. After discussions between the Agency and Finance, the Agency has agreed to reduce the administrative costs after each bond is paid-in-full with the following adjustments, resulting in a total reduction of \$40,900:

ROPS Periods	Original	Adjusted	Adjustments	Number of Periods	Total
A Periods					
2027-28 through 2034-35	\$8,000	\$7,700	(\$300)	8	(\$2,400)
B Periods					
2027-28 through 2028-29	\$15,900	\$14,650	(\$1,250)	2	(\$2,500)
2029-30 through 2034-35	\$15,900	\$9,900	(\$6,000)	6	(\$36,000)
Total Adjustment					(\$40,900)

Finance is approving the Agency's Last and Final ROPS with the above amendments and 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 \$23,330,227 as summarized in the Approved RPTTF Distribution table.

Summary of Approved RPTTF Distribution							
ROPS Period	A Periods			B Periods			Annual Total
	RPTTF	Admin RPTTF	A Periods Total	RPTTF	Admin RPTTF	B Periods Total	
Total requested	12,559,048	140,400	12,699,448	10,373,005	286,200	10,659,205	\$23,358,653
Total adjustment	12,474	(2,400)	10,074	0	(38,500)	(38,500)	(28,426)
Total	12,571,522	138,000	12,709,522	10,373,005	247,700	10,620,705	23,330,227

Total RPTTF approved for distribution							
ROPS 17-18	1,039,249	8,000	1,047,249	937,790	15,900	953,690	\$ 2,000,939
ROPS 18-19	1,284,535	8,000	1,292,535	976,280	15,900	992,180	2,284,715
ROPS 19-20	1,287,880	8,000	1,295,880	968,795	15,900	984,695	2,280,575
ROPS 20-21	1,300,183	8,000	1,308,183	955,129	15,900	971,029	2,279,212
ROPS 21-22	1,311,301	8,000	1,319,301	939,513	15,900	955,413	2,274,714
ROPS 22-23	1,320,575	8,000	1,328,575	927,775	15,900	943,675	2,272,250
ROPS 23-24	1,343,500	8,000	1,351,500	914,225	15,900	930,125	2,281,625
ROPS 24-25	1,354,725	8,000	1,362,725	894,225	15,900	910,125	2,272,850
ROPS 25-26	1,364,372	8,000	1,372,372	426,289	15,900	442,189	1,814,561
ROPS 26-27	386,916	8,000	394,916	309,591	15,900	325,491	720,407
ROPS 27-28	393,749	7,700	401,449	286,338	14,650	300,988	702,437
ROPS 28-29	45,903	7,700	53,603	290,903	14,650	305,553	359,156
ROPS 29-30	40,238	7,100	47,338	300,238	9,900	310,138	357,476
ROPS 30-31	34,225	7,100	41,325	304,225	9,900	314,125	355,450
ROPS 31-32	27,981	7,100	35,081	307,981	9,900	317,881	352,962
ROPS 32-33	21,506	7,100	28,606	316,506	9,900	326,406	355,012
ROPS 33-34	14,684	7,100	21,784	317,202	9,900	327,102	348,886
ROPS 34-35	0	7,100	7,100	0	9,900	9,900	17,000
Grand Total	12,571,522	138,000	12,709,522	10,373,005	247,700	10,620,705	23,330,227

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 will 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 obligations 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

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.

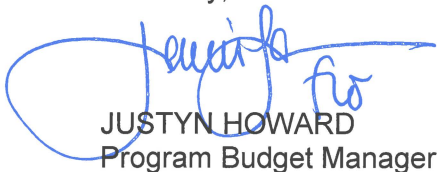
The amount available from the RPTTF is the same as the amount of property tax increment available prior to the enactment of the redevelopment dissolution statutes. Therefore, as a practical matter, the ability to fund the items on the Last and Final ROPS with property tax is limited to the amount of 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 to Finance for review.

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; therefore, if an agency receives a Last and Final ROPS approval after this cutoff date, the most recent annual ROPS 16-17 approval would remain effective through June 30, 2017. The Agency's Last and Final ROPS will become effective beginning with the ROPS for the period July 1, 2017 through June 30, 2018 (ROPS 17-18).

Pursuant to HSC section 34177 (o) (1), the Agency also submitted ROPS 17 18 to Finance on January 24, 2017. Because Finance is approving the Agency's Last and Final ROPS, Finance's approval of the Agency's ROPS 17-18 is no longer necessary and Finance will not be issuing a ROPS 17-18 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 17-18 period.

Please direct inquiries to Nichelle Thomas, Supervisor, or Michael Barr, Lead Analyst, at (916) 322-2985.

Sincerely,


JUSTYN HOWARD
Program Budget Manager

cc: Mr. Robert Ewing, Town Attorney, Town of Danville
Mr. Bob Campbell, Auditor-Controller, Contra Costa County