



February 12, 2015

Ms. Linda Padilla-Smyth, Economic Development & Housing Manager  
City of La Habra  
201 East La Habra Boulevard  
La Habra, CA 90631

Dear Ms. Padilla-Smyth:

Subject: Request for Final and Conclusive Determination

On September 23, 2014, the California Department of Finance (Finance) received the City of La Habra Successor Agency's (Agency) request for a Final and Conclusive determination for Item Nos. 16, 20, 21 and 23 as listed on the January through June 2015 Recognized Obligation Payment Schedule.

Finance has completed its review of your request, which may have included obtaining clarification on items provided or additional supporting documentation. HSC section 34177.5 (i) states the Agency can petition Finance to make a Final and Conclusive determination if the enforceable obligation provides for an irrevocable commitment of property tax revenue and where such revenues are expected to occur over time.

Specifically, Finance determined the following:

- Item No. 16 – The Modification of Owner's Participation Agreement and Implementation Agreement between the Agency and La Habra Associates is funded by both property tax increment and sales tax increment. Therefore, to the extent the obligation requires funding by property tax revenue, this item is Final and Conclusive. Otherwise, while enforceable, this item is not eligible for a Final and Conclusive determination.
- Item Nos. 20, 21, and 23 – The 1999 Community Facilities District bonds are obligations funded by special taxes levied by the former Redevelopment Agency within a Community Facilities District. While these items are enforceable obligations, they do not require an irrevocable commitment of property tax revenue; rather, it requires a commitment of special taxes. Therefore, these items are not eligible for a Final and Conclusive determination.

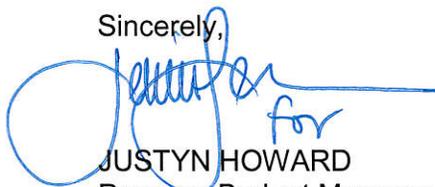
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Please direct inquiries to Nichelle Thomas, Supervisor or Alex Watt, Lead Analyst at (916) 445-1546.

Sincerely,



JUSTYN HOWARD

Program Budget Manager

cc: Mr. John Balderas, Senior Accountant, City of La Habra  
Mr. Frank Davies, Property Tax Manager, Orange County  
California State Controller's Office