



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 on Item Nos. 9 and 10 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. Based on our review, a Final and Conclusive determination for Item Nos. 9 and 10 is not applicable pursuant to Health and Safety Code (HSC) section 34177.5 (i).

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, a Final and Conclusive determination for these obligations is not applicable because the loan agreement and promissory note between the Agency and Howard's Appliances does not provide for an irrevocable commitment of property tax revenues as required by HSC section 34177.5 (i). Therefore, while enforceable, these items are not eligible for a Final and Conclusive determination.

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