



September 4, 2015

Mr. Steve Valenzuela, Chief Executive Officer & CFO
City of Los Angeles Designated Local Authority
448 S. Hill Street, 12/F
Los Angeles, CA 90013

Dear Mr. Valenzuela:

Subject: Request for Final and Conclusive Determinations

On December 23, 2014, the California Department of Finance (Finance) received the City of Los Angeles Designated Local Authority Successor Agency's (Agency) request for final and conclusive determinations on the following obligations related to the Grand Avenue Project previously listed on the January 1, 2012 through June 30, 2012 and January 1, 2013 through June 30, 2013 Recognized Obligation Payment Schedules (ROPS):

- Phase I Off-Site Improvements
- Phase I Affordable Housing
- Phase I Public Space & Streetscape Improvements

Finance has completed its review of your request, which may have included obtaining clarification on items provided or additional supporting documentation. Pursuant to Health and Safety Code (HSC) section 34177.5 (i), Finance has made the following determinations:

Phase I Off-Site Improvements and Phase I Affordable Housing

While these items are enforceable obligations, they do not require an irrevocable commitment of property tax revenue as required by HSC section 34177.5 (i). Therefore, these obligations cannot be considered final and conclusive.

Phase I Public Space & Streetscape Improvements

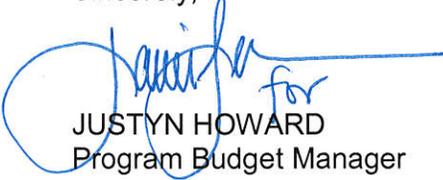
We are pleased to inform you:

- (i) Finance's approval of this item is final and conclusive; and
- (ii) Finance's review of this item in future ROPS will be limited to confirming the scheduled payments are required by the obligation.

Mr. Steve Valenzuela
September 4, 2015
Page 2

Please direct inquiries to Kylie Oltmann, Supervisor or Brian Dunham, Lead Analyst at (916) 445-1546.

Sincerely,



JUSTYN HOWARD
Program Budget Manager

cc: Mr. De Dinh, Senior Accountant, City of Los Angeles Designated Local Authority
Ms. Kristina Burns, Manager, Department of Auditor-Controller, Los Angeles County