



July 11, 2013

Mr. Jeff Kay, Administrative Analyst
City of San Leandro
835 East 14th Street
San Leandro, CA 94577

Dear Mr. Kay:

Subject: Request for Final and Conclusive Determination

On April 22, 2013, the California Department of Finance (Finance) received City of San Leandro Successor Agency's (Agency) request for a final and conclusive determination for Item No. 39 - King Ground Lease Settlement as listed on the July through December 2013 Recognized Obligation Payment Schedule (ROPS 13-14A).

Finance has completed its review of your request, which may have included obtaining clarification on items provided or additional supporting documentation. Agency's Oversight Board Resolution No. 2013-02 that authorized the Agency to enter into a Settlement Agreement with the Estate of Douglas King, et al, requiring mandatory payments over the course of five years from the Redevelopment Property Tax Trust Fund was approved by Finance on April 1, 2013. Subsequently, the obligation was approved for payment on ROPS 13-14A.

Pursuant to Health and Safety Code section 34177.5 (i), we are pleased to inform you:

- (i) Finance's approval of Item 39 - King Ground Lease Settlement as an enforceable obligation is final and conclusive; and
- (ii) Finance's review of Item 39 - King Ground Lease Settlement in future ROPS will be limited to confirming the scheduled payments are required by the obligation.

Please direct inquiries to Beliz Chappuie, Supervisor or Todd Vermillion, Lead Analyst at (916) 445-1546.

Sincerely,

STEVE SZALAY
Local Government Consultant

cc: Ms. Cynthia Battenberg, Business Development Manager, City of San Leandro
Ms. Carol S. Orth, Tax Analysis Division Chief, Alameda County
California State Controller's Office