



October 28, 2015

Mr. Alex Gann, County Executive Officer
Riverside County
4080 Lemon Street, 4th Floor
Riverside, CA 92501

Dear Mr. Gann:

Subject: Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (m) (1) (A), the Riverside County Successor Agency (Agency) submitted a Recognized Obligation Payment Schedule for the period January 1 through June 30, 2016 (ROPS 15-16B) to the California Department of Finance (Finance) on September 17, 2015. Finance has completed its review of the ROPS 15-16B.

Based on our review, Finance is approving all of the items listed on the ROPS 15-16B at this time.

Various obligations related to the Mission Plaza Project in the amount of \$440,000 requested for the ROPS 15-16B period are allowed. Based on the Settlement Agreement dated December 2, 2014 among the Agency, the Housing Authority for the County of Riverside, and Finance, Finance will recognize Mission Plaza Project ROPS Items as enforceable obligations up to \$10,000,000 payable from the 2011 Bond Proceeds from the Jurupa Valley Redevelopment Project Area plus lease payments received under the Cardenas Lease. The Agency was authorized bond proceeds funding in the amounts of \$34,000 during January 1 through June 30, 2015 (ROPS 14-15B) period, \$2,925,000 during the ROPS 15-16A period, and \$440,000 during the ROPS 15-16B. Therefore, the amount remaining that can be requested on future ROPS for Mission Plaza Project items is \$6,601,000. Please refer to the reconciliation table in Attachment A.

Pursuant to HSC section 34186 (a) (1), the Agency was required to report on the ROPS 15-16B form the estimated obligations versus actual payments (prior period adjustment) associated with the January through June 2015 period (ROPS 14-15B). HSC section 34186 (a) (1) also specifies the prior period adjustment self-reported by the Agency is subject to review by the county auditor-controller (CAC). The amount of Redevelopment Property Tax Trust Fund (RPTTF) approved in the table below includes the prior period adjustment resulting from the CAC's review of the Agency's self-reported prior period adjustment.

The Agency's maximum approved RPTTF distribution for the reporting period is \$19,394,847 as summarized in the Approved RPTTF Distribution table below:

Approved RPTTF Distribution For the period of January through June 2016	
Total RPTTF requested for non-administrative obligations	22,607,633
Total RPTTF requested for administrative obligations	678,229
Total RPTTF requested for obligations on ROPS 15-16B	\$ 23,285,862
Total RPTTF authorized for non-administrative obligations	22,607,633
Total RPTTF authorized for administrative obligations	678,229
Total RPTTF authorized for obligations	\$ 23,285,862
ROPS 14-15B prior period adjustment	(3,891,015)
Total RPTTF approved for distribution	\$ 19,394,847

On the ROPS 15-16B form, the Agency reported cash balances and activity for the period January 1 through December 31, 2015. Finance will perform a review of the Agency's self-reported cash balances on an ongoing basis. Please be prepared to submit financial records and bridging documents to support the cash balances reported upon request. If it is determined the Agency possesses cash balances that are available to pay approved obligations, HSC section 34177 (l) (1) (E) requires these balances be used prior to requesting RPTTF.

Please refer to the ROPS 15-16B schedule used to calculate the total RPTTF approved for distribution:

<http://www.dof.ca.gov/redevelopment/ROPS>

Absent a Meet and Confer, this is Finance's final determination related to the enforceable obligations reported on your ROPS for January 1 through June 30, 2016. This determination only applies to items when funding was requested for the six-month period. Finance's determination is effective for this time period only and should not be conclusively relied upon for future ROPS periods. All items listed on a future ROPS are subject to review and may be denied even if it was not denied on this ROPS or a preceding ROPS. The only exception is for items that have received a Final and Conclusive determination from Finance pursuant to HSC section 34177.5 (i). Finance's review of Final and Conclusive items is limited to confirming the scheduled payments as required by the obligation.

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 ROPS with property tax is limited to the amount of funding available to the Agency in the RPTTF.

Please direct inquiries to Cindie Lor, Supervisor or Medy Lamorena, Lead Analyst at (916) 445-1546.

Sincerely,



JUSTYN HOWARD
Program Budget Manager

cc: Ms. Rohini Dasika, Senior Management Analyst, Riverside County
Ms. Pam Elias, Chief Accountant Property Tax Division, Riverside County

Attachment A: Mission Plaza Reconciliation

Item #	Project Name/ Debt Obligation	Obligation Type	Approved Amount
ROPS 14-15B			\$ 34,000
ROPS 15-16A			2,925,000
ROPS 15-16B:			
79	Mission Plaza	Professional Services	150,000
81	Mission Plaza	Professional Services	10,000
82	Mission Plaza	Fees	15,000
84	Mission Plaza	Remediation	5,000
86	Mission Plaza	Fees	5,000
98	Mission Plaza	Fees	5,000
127	Bond Funded Project Staff Costs	Project management Costs	150,000
128	Bond Funded Consel Review	Legal	50,000
386	Mission Plaza	Professional Services	50,000
			440,000
Total amount approved from ROPS 14-15B through 15-16B			3,399,000
Total 2011 Bond Proceeds allowed per Settlement Agreement			10,000,000
Balance Available for Future ROPS			\$ 6,601,000