



April 14, 2016

Ms. Christa Buhagiar, Finance Director
City of West Covina
1444 West Garvey Avenue
West Covina, CA 91790

Dear Ms. Buhagiar:

Subject: 2016-17 Annual Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1), the City of West Covina Successor Agency (Agency) submitted a Recognized Obligation Payment Schedule for the period July 1, 2016 through June 30, 2017 (ROPS 16-17) to the California Department of Finance (Finance) on January 29, 2016. Finance has completed its review of the ROPS 16-17.

Based on a sample of line items reviewed and application of the law, Finance made the following determinations:

- Item No. 3 – 2006 Lease Revenues Bonds in the amount of \$824,015 for the July 1, 2016 through December 31, 2016 (ROPS A period) is partially allowed. It is our understanding the Agency inadvertently forgot to request \$360,861 for the June 2016 debt service payment during the January through June 2016 (ROPS 15-16B) period and requested funding under Item No. 125 in the amount of \$368,682. As stated below, funding for Item No. 125 was moved to this line item. However, funding requested for the June 2016 debt service payment is exceeded by \$7,821 (\$368,682 - \$360,861). Therefore, only \$816,194 (\$824,015 - \$7,821) is eligible for funding. As such, the excess \$7,821 is not allowed.
- Item Nos. 6 and 7 – 2010 and 2011 Low and Moderate Income Housing Fund (LMIHF) loan repayments for purposes of the Supplemental Educational Revenue Augmentation Fund (SERAF) in the total outstanding amounts of \$3,160,818 and \$744,377, respectively. The Agency requested to reduce funding by \$502,656 from \$757,688 to \$255,032, for each ROPS A and January 1, 2017 through June 30, 2017 (B period) periods totaling \$1,005,312 (\$502,656 + \$502,656) in Redevelopment Property Tax Trust Fund (RPTTF) funding reduction for Item No. 6. Likewise, the Agency requested to reduce funding by \$229,184 from \$294,656 to \$65,472, for each ROPS A and B periods totaling \$458,378 (\$229,184 + \$229,184) in RPTTF funding for Item No. 7. As such, RPTTF requested has been reduced by \$1,436,680 (\$1,005,312 + \$458,378).
- Item Nos. 13 and 23 through 27 – City of West Covina (City) loan repayments in the total outstanding amount of \$47,593,351 are not allowed. Finance denied four City loans in our OB Resolution No. OB-0045 determination letter dated March 9, 2016 related to

these obligations. As such, these loans are not enforceable obligations and not eligible for funding. Specifically, Finance denied the four City loans for the following reasons:

- Item Nos. 13 and 27 – The Cooperation Agreement and Implementation Agreement makes no mention that the City will enter into contracts with third parties for the purposes of infrastructure; therefore, this is not an enforceable obligation pursuant to HSC section 34191.4 (b) (2) (C). In addition, the Agency did not provide any City-third party contracts entered into prior to June 27, 2011. As such, the Cooperation and Implementation Agreements are considered reimbursement agreements. HSC section 34191.34 (b) (c) defines a “loan agreement” as a loan of money. Since there was no actual loan of moneys from the City to the RDA, the reimbursement agreement is not an enforceable obligation. Therefore, the requested amounts of \$19,610,214 for Item No. 13 and \$20,000 for Item No. 27 are not eligible for RPTTF funding.
- Item Nos. 23 through 25 – In February 1972, the RDA and the City entered into a Funding Agreement where the City made periodic advances through the budgeting appropriation process to the RDA for administrative, overhead and capital improvement expenses. Under dissolution law, reimbursements for City personnel and use of City facilities would not be considered a loan eligible for repayment. Therefore, the 1972 Funding Agreement is not an enforceable obligation and the requested amount of \$728,142 for each line item, totaling \$2,184,426 is not eligible for RPTTF funding.
- Item No. 26 – The sales and use tax revenue received by the RDA per the 2005 Sales Tax Reimbursement Agreement are not funds transferred from the City and; therefore, are not considered loans of monies. Since this is a reimbursement agreement and there was no actual loan of moneys from the City to the RDA, the 2005 Reimbursement Agreement is not an enforceable obligation. Therefore, the requested amount of \$611,890 is not eligible for RPTTF funding.
- Item Nos. 17, 78, 79, and 126 through 128 – Litigation fees totaling \$55,800 are not allowed. Litigation expenses not associated with challenging redevelopment dissolution statutes are generally considered an enforceable obligation outside the administrative cap. However, adequate documentation was not provided to show these expenditure requests are for on-going cases. To the extent the Agency can provide documentation, such as status of litigation, court documents, or previous litigation invoices, the Agency may be able to obtain RPTTF in the future. Therefore, these items are not eligible for RPTTF funding. Specifically for the ROPS 16-17 period, Finance is denying Item No. 17 for \$5,000, Item No. 78 for \$1,000, Item No. 79 for \$1,000, Item No. 126 for \$5,000, Item No 127 for \$38,800, and Item No. 128 for \$5,000.
- Item No. 22 – Property Management Plan costs in the amount of \$112,740 are not allowed. The Agency requests to increase the ROPS A period amount by \$52,740 to \$97,740 for water basin repairs on Agency owned property. However, the Agency could not provide support for the amount requested nor could they support the repairs were required. Based on the review of documents provided, some repairs are needed at the BKK Landfill site; however, most, if not all repairs are to occur on BKK Corporation owned land, which neighbors the Agency’s property. The Agency claims per the License

Agreement between the former RDA and BKK Corporation the Agency is responsible for maintaining the BKK Landfill site.

However, the License Agreement states the Agency is responsible for Agency owned facilities, fixtures, and equipment on the site and it further states BKK Corporation owns and is responsible for a water tank on the site. It is unclear whether the water basin is in connection to the water tank. In addition, it could not be determined the Agency is responsible for the water basin repairs needed on the BKK Landfill Site. Further, most of the water basin repair costs are actually for remediation type activities. Pursuant to HSC section 34177.3 (b), unless required by an existing enforceable obligation, wind down activities do not include site remediation, site development or improvement, and other similar work. Therefore, the requested amount of \$112,740 is not eligible for RPTTF funding.

- Item No. 30 – Owner Participation Agreement CFD in the amount of \$895,000 is not eligible for RPTTF funding. The Agency requests \$895,000 in RPTTF for the ROPS A period. It is our understanding this obligation may be payable from RPTTF only to the extent there are insufficient Other Funds available. However, the Agency did not provide documentation to support the need for RPTTF funding. To the extent the Agency can provide documentation, such as calculations showing funding is needed and displaying insufficient Other Funds available, the Agency may be able to obtain RPTTF on future ROPS. As such, the \$895,000 in RPTTF has been reclassified to Other Funds.
- Item No. 55 – Remediation costs related to BKK Landfill Closure in the total outstanding amount of \$500,000 are not allowed. The Agency did not provide documentation to support the amount requested. Therefore, this item is not an enforceable obligation and the requested amount of \$500,000 is not eligible for RPTTF funding. To the extent the Agency can provide suitable documentation, such as an executed contract or remediation order predating dissolution law to support the requested funding, the Agency may be able to obtain RPTTF funding in the future.
- Item No. 57 – Public notice fees in the amount of \$30,000. The Agency believes they overestimated the funding required for this item and requests to decrease the funding from \$30,000 to \$6,600, a decrease of \$23,400. In addition, the Long-Range Property Management Plan (LRPMP) dated December 18, 2015 approved three properties for sale requiring four public notices for each property. Based on a prior invoice provided, the requested amount of \$6,600 appears reasonable. As such, the RPTTF requested has been reduced by \$23,400 for the ROPS 16-17.
- Item No. 73 – City loan repayment in the total outstanding amount of \$821,965 is not allowed. OB Resolution No. OB-0030, approving a City loan agreement for litigation expenses in the amount of \$821,965 was denied in our determination letter dated January 16, 2015. In addition, Finance previously denied funding for this obligation in prior ROPS due to a lack of adequate supporting documentation. Specifically, there was no loan agreement between the City and the Agency detailing the terms of the City loan. Further, the Agency did not provide documentation illustrating the City paid for Agency specific litigation costs such as court filed documents and vendor invoices that distinguish Agency costs from City costs. Therefore, the requested amount of \$821,965 is not eligible for funding on the ROPS.

- Item No. 75 – Litigation costs in the total outstanding amount of \$49,000 is not allowed. Finance denied a City loan for this line item in our OB Resolution No. OB-0030 determination letter dated January 16, 2015 because the County Auditor-Controller allowed the Agency to retain funds to pay the obligation, therefore, making the loan unnecessary. As such, this obligation is not an enforceable obligation and the requested amount of \$49,000 is not eligible for RPTTF funding.
- Item No. 77 – Housing administrative cost allowance pursuant to AB 471 in the amount of \$150,000 continues to be denied. Pursuant to HSC section 34171 (p), the housing entity administrative cost allowance is applicable only in cases where the city, county, or city and county that authorized the creation of the redevelopment agency (RDA) elected to not assume the housing functions and that the housing functions were transferred to a local housing authority in the territorial jurisdiction of the RDA. Because, the City is the City-formed Housing Authority (Authority), the Authority operates under the control of the City. Therefore, \$150,000 of housing entity administrative allowance is not allowed.
- Item Nos. 87, 88, and 90 – Project management costs in the total outstanding amount of \$49,698 is not allowed. It is our understanding these costs are for City staff time on property management tasks related to the disposition of the Plaza, Eastland, and Lake properties which were approved for transfer to the City for government use through the LRPMP process. Thus, the management fees for these properties are obligations of the City and are not eligible for funding on the ROPS.
- Item No. 89 – Project management costs in the total outstanding amount of \$193,830 are not allowed. It is our understanding these costs are for City staff time on property management tasks related to the disposition of BKK properties (formerly proposed golf course). Per the approved LRPMP, a portion of the vacant land was approved for transfer to the City for government use and a portion was approved for sale. Due to environmental issues on the property, the Agency hired Rincon Environmental to manage the property and requested property management costs under Item Nos. 67 and 121. However, the Agency did not provide additional supporting documentation for property management costs beyond the amount approved under Item Nos. 67 and 121.

In addition, the Agency desires to remediate and develop the property into a golf course; however, Finance denied the Agency's request for property remediation costs under Item Nos. 22 and 55 and the Agency's request for reimbursement of City construction costs, under Item No. 27. Since Item Nos. 22, 27, and 55 are not enforceable, the City staff costs associated with those line items are also not enforceable. Therefore, the property management costs in the amount of \$193,830 are not eligible for RPTTF funding.

- Item Nos. 105 and 106 – The outstanding balances for the Cash Flow Loan in the amount of \$3,458,341 and the Financing Agreement in the amount of \$9,703,740 between the City and the RDA have been adjusted to \$2,968,750 and \$7,725,500, respectively. The Agency applied the wrong interest rate to the loans. Pursuant to HSC section 34191.6 (b) (2), interest on the remaining principal amount of the loan that was previously unpaid after the original effective date of the loan shall be recalculated from the date of origination of the loan on a quarterly basis, at a simple interest rate of three percent and repayments shall be applied first to principal, and second to interest. Finance has recalculated the total outstanding loan balances and adjusted the

outstanding loan balance to \$2,968,750 for Item No. 105 and \$7,725,500 for Item No. 106.

In addition, pursuant to the maximum repayment formula, the Agency requests to adjust the City loan repayment amounts as follows:

- Item No. 105 – Increase of \$1,484,216 from \$345,834 to \$2,968,431 for ROPS A period and a corresponding increase of \$1,484,215 for the ROPS B period. As such, the RPTTF requested has been increased by \$2,622,597 for the ROPS 16-17.
- Item No. 106 – Reduce requested amount to zero for the fiscal year. As such, the RPTTF requested has been decreased by \$970,374.
- Item Nos. 107 through 112 – 2010 and 2011 LMIHF loan repayments for purposes of the SERAF in the total outstanding amounts of \$599,862 and \$146,400, respectively. These obligations are duplicates of Item Nos. 6 and 7. The Agency added these obligations to request funding for previous fiscal years. However, HSC section 34191.4 (b) (2) (A) allows these repayment along with City loan repayments to be equal to one-half of the increase between the ROPS residual pass-through distributed to the taxing entities in that fiscal year and the ROPS residual pass-through distributed to the taxing entities in the fiscal year 2012-13 base year.

According to the Los Angeles County Auditor-Controller's report, the amounts distributed to the taxing entities for fiscal year 2012-13 and applicable comparison year 2015-16 is \$3,907,263 and \$11,126,140, respectively. Therefore, pursuant to the repayment formula, the maximum repayment amount authorized for applicable fiscal year 2016-17 is \$3,609,439. A total of \$3,609,439 (\$510,064 + \$130,944 + \$2,968,431) is approved for SERAF and City loan repayments under Item Nos. 6, 7, 105, respectively; therefore, the additional amount requested totaling \$746,262 for Item Nos. 107 through 112 is not available pursuant to the formula and is not allowed. In addition, Item Nos. 107 through 112 are duplicate obligations and should be retired.

- Item Nos. 113, 114, 124, 125, 133 – These are duplicate obligations. For consistency purposes, funding for these obligations were moved to their previously identified line item. Specifically, the following adjustments were made:
 - Item No. 113 in the amount of \$5,550 and Item No. 114 in the amount of \$6000, totaling \$11,550 were moved to Item No. 117
 - Item No. 124 in the amount of \$5,334 was moved to Item No. 58
 - Item No. 125 in the amount of \$368,682 was moved to Item No. 3
 - Item No. 133 in the amount of \$238 was moved to Item No. 90

Item Nos. 113, 114, 124, 125 and 133 should be retired on the ROPS because funding is no longer required and these are duplicate obligations. Further, retired line items are excluded from the ROPS Detail form, therefore; these item numbers remain unavailable to use, as it is assigned to that specific retired obligation indefinitely.

- Item No. 118 – Bond letter of credit fees in the amount of \$10,000 is partially allowed. The contract provided supports the maximum annual costs of \$5,000. Therefore, the excess \$5,000 is not enforceable and not eligible for RPTTF funding.
- Item No. 121 – Property management costs in the total outstanding amount of \$25,600. This is a duplicate of Item No. 67. The Agency included this item to request expenses incurred during ROPS 15-16B period. However, the Professional Service Agreement with Rincon Environmental supports the maximum annual costs of \$30,000. The Agency was fully funded in the amount of \$30,000 for ROPS 15-16A. In addition, funding in the amount of \$30,000 is approved under Item No. 67 for these services. Therefore, the requested amount of \$25,600 exceeds the contract amount and is not allowed. In addition, Item No. 121 is a duplicate obligation and should be retired.
- Item No. 122 – Fees for Property Management Plan in the amount of \$15,645 requested for the ROPS A period is not allowed. This is a duplicate of Item No. 22 and should be retired. The Agency requests funding for amounts expended in ROPS 15-16B period. However, the maximum contract amount with Kosmont & Associates for the completion of the LRPMP is \$29,500 annually. The Agency received \$50,000 during the ROPS 15-16A period and \$30,000 during the ROPS 15-16B period. Therefore, the requested amount of \$15,645 exceeds the maximum amount allowable. In addition, adequate documentation was not provided to support the amount claimed. As such, this item is not eligible for funding on this ROPS.
- Item No. 123 – Auditing fees in the amount of \$5,294 requested for the ROPS A period is not allowed. This is a duplicate of Item No. 19 and should be retired. The Agency added this item to request costs incurred for the ROPS 15-16B period. However, per the audit engagement letter dated November 3, 2015 from White Nelson Diehl Evans LLP, the maximum annual audit cost is \$5,294. The Agency received \$5,191 during the ROPS 15-16A period and Finance is approving funding in the amount of \$6,000 under Item No. 19. Therefore, the amount of \$5,294 claimed for audit costs is not supported and is not eligible for funding on the ROPS.
- Item No. 129 – Project management costs related to the HIP litigation in the amount of \$5,760 is partially approved. The supporting documentation provided indicates staff costs in the amount of \$2,886 for the ROPS A period. Therefore, the excess \$2,874 (\$5,760 - \$2,886) is not supported and not eligible for funding. In addition, the project managements in the amount of \$2,886 are considered administrative costs and therefore have been reclassified.
- The claimed administrative costs exceed the allowance by \$1,088,393. HSC section 34171 (b) (3) limits the fiscal year 2016-17 Administrative Cost Allowance (ACA) to three percent of actual distributed RPTTF in the preceding fiscal year or \$250,000, whichever is greater; not to exceed 50 percent of the distributed RPTTF in the preceding fiscal year. As a result, the Agency's maximum ACA is \$250,000 for the fiscal year 2016-17. Although \$1,270,700 is claimed for administrative cost, Item Nos. 54,120 and 129 through 132 for consulting fees and various project costs totaling \$67,693 are considered administrative costs and should be counted toward the cap. Therefore, \$1,088,393 (\$1,270,700 + \$67,693 - \$250,000) of excess administrative cost allowance is not allowed.

- On the ROPS 16-17 form, the Agency reported cash balances and activity for the period of July 1, 2015 through June 30, 2016. Pursuant to HSC section 34177 (l) (1) (E), agencies are required to use all available funding sources prior to RPTTF for payment of enforceable obligations. During our review, which may have included obtaining financial records, Finance determined the Agency possesses funds that should be used prior to requesting RPTTF. Therefore, with the Agency's concurrence, the funding source for the following item has been reclassified to Other Funds and in the amount specified below:
 - Item No. 1 – 1999 Tax Allocation Bonds in the amount of \$46,054. The Agency requests \$175,000 of RPTTF for the ROPS A period; however, Finance is reclassifying \$46,054 to Other Funds. This item is an enforceable obligation for the ROPS 16-17 period. However, the obligation does not require payment from property tax revenues. Therefore, Finance is approving RPTTF in the amount of \$123,946 and the use of Other Funds in the amount of \$46,054, totaling \$170,000 for the ROPS A period.

Except for the items denied in whole or in part or the items that have been adjusted, Finance is not objecting to the remaining items listed on your ROPS 16-17. If you disagree with Finance's determination with respect to any items on your ROPS 16-17, except for those items which are the subject of litigation disputing Finance's previous or related determinations, you may request a Meet and Confer within five business days of the date of this letter. The Meet and Confer process and guidelines are available at Finance's website below:

http://www.dof.ca.gov/redevelopment/meet_and_confer/

The Agency's maximum approved RPTTF distribution for the reporting period is \$12,404,881 as summarized in the Approved RPTTF Distribution Table on Pages 9-11 (See Attachment).

ROPS distributions will occur twice annually, one distribution for the ROPS A period, and one distribution for the ROPS B period based on Finance's approved amounts. Since Finance's determination is for the entire ROPS 16-17 period, the Agency is authorized to receive up to the maximum approved RPTTF through the combined ROPS A and B period distributions.

On the ROPS 16-17 form, the Agency was not required to report the estimated obligations versus actual payments (prior period adjustment) associated with the ROPS 15-16A. The Agency will report actual payments for ROPS 15-16A and ROPS 15-16B on the ROPS 18-19 form pursuant to HSC section 34186 (a) (1). A prior period adjustment will be applied to the Agency's future RPTTF distribution. Therefore, the Agency should retain any difference in unexpended RPTTF.

Please refer to the ROPS 16-17 schedule used to calculate the total RPTTF approved for distribution:

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

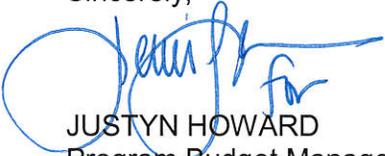
Absent a Meet and Confer, this is Finance's determination related to the enforceable obligations reported on your ROPS for the period July 1, 2016 through June 30, 2017. This determination only applies to items when funding was requested for the 12-month period. Finance's determination is effective for 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 Kylie Oltmann, Supervisor, or Zuber Tejani, Lead Analyst at (916) 445-1546.

Sincerely,



JUSTYN HOWARD
Program-Budget Manager

cc: Ms. Paulina Morales, Project Manager, City of West Covina
Ms. Kristina Burns, Manager, Department of Auditor-Controller, Los Angeles County

Attachment

Approved RPTTF Distribution			
For the period of July 2016 through June 2017			
	ROPS A Period	ROPS B Period	Total
Requested RPTTF (excluding administrative obligations)	\$ 21,709,524	\$ 16,404,280	\$ 38,113,804
Requested Administrative RPTTF	635,350	635,350	1,270,700
Total RPTTF requested for obligations on ROPS 16-17	22,344,874	17,039,630	\$ 39,384,504
Adjustment to Agency Requested RPTTF			
Item No. 3	368,682	0	368,682
Item No. 6	(502,656)	(502,656)	(1,005,312)
Item No. 7	(229,184)	(229,184)	(458,368)
Item No. 22	52,740	0	52,740
Item No. 57	(11,700)	(11,700)	(23,400)
Item No. 58	5,334	0	5,334
Item No. 90	238	0	238
Item No. 105	1,311,299	1,311,298	2,622,597
Item No. 106	(485,187)	(485,187)	(970,374)
Item No. 113	(5,550)	0	(5,550)
Item No. 114	(6,000)	0	(6,000)
Item No. 117	11,550	0	11,550
Item No. 124	(5,334)	0	(5,334)
Item No. 125	(368,682)	0	(368,682)
Item No. 133	(238)	0	(238)
Adjustment to Agency Requested Administrative RPTTF	0	0	0
Total RPTTF adjustments	135,312	82,571	\$ 217,883
Total RPTTF requested	21,844,836	16,486,851	\$ 38,331,687
Denied Items			
Item No. 3	(7,821)	0	(7,821)
Item No. 13	(9,805,107)	(9,805,107)	(19,610,214)
Item No. 17	(2,500)	(2,500)	(5,000)
Item No. 22	(97,740)	(15,000)	(112,740)
Item No. 23	(364,071)	(364,071)	(728,142)
Item No. 24	(364,071)	(364,071)	(728,142)
Item No. 25	(364,071)	(364,071)	(728,142)
Item No. 26	(305,945)	(305,945)	(611,890)
Item No. 27	(15,000)	(5,000)	(20,000)
Item No. 55	(250,000)	(250,000)	(500,000)
Item No. 73	(821,965)	0	(821,965)
Item No. 75	(49,000)	0	(49,000)
Item No. 77	(150,000)	0	(150,000)
Item No. 78	(500)	(500)	(1,000)
Item No. 79	(500)	(500)	(1,000)

Item No. 87	(7,450)	(7,450)	(14,900)
Item No. 88	(3,035)	(3,035)	(6,070)
Item No. 89	(96,915)	(96,915)	(193,830)
Item No. 90	(14,483)	(14,245)	(28,728)
Item No. 107	(233,595)	0	(233,595)
Item No. 108	(54,058)	0	(54,058)
Item No. 109	(233,595)	0	(233,595)
Item No. 110	(54,058)	0	(54,058)
Item No. 111	(132,672)	0	(132,672)
Item No. 112	(38,284)	0	(38,284)
Item No. 118	(2,500)	(2,500)	(5,000)
Item No. 121	(25,600)	0	(25,600)
Item No. 122	(15,645)	0	(15,645)
Item No. 123	(5,294)	0	(5,294)
Item No. 126	(5,000)	0	(5,000)
Item No. 127	(38,800)	0	(38,800)
Item No. 128	(5,000)	0	(5,000)
Item No. 129	(2,874)	0	(2,874)
	(13,567,149)	(11,600,910)	(25,168,059)
Reclassified Items			
Item No. 1	(46,054)	0	(46,054)
Item No. 30	(895,000)	0	(895,000)
Item No. 54	(15,000)	(15,000)	(30,000)
Item No. 120	(15,000)	0	(15,000)
Item No. 129	(2,886)	0	(2,886)
Item No. 130	(4,884)	0	(4,884)
Item No. 131	(9,549)	0	(9,549)
Item No. 132	(5,374)	0	(5,374)
	(993,747)	(15,000)	(1,008,747)
Total RPTTF authorized	7,283,940	4,870,941	\$ 12,154,881
Total Administrative RPTTF requested	635,350	635,350	1,270,700
Reclassified Items			
Item No. 54	15,000	15,000	30,000
Item No. 120	15,000	0	15,000
Item No. 129	2,886	0	2,886
Item No. 130	4,884	0	4,884
Item No. 131	9,549	0	9,549
Item No. 132	5,374	0	5,374
	52,693	15,000	67,693
Total Administrative RPTTF after Finance adjustments	688,043	650,350	1,338,393
Administrative costs in excess of the cap (see Administrative Cost Allowance Cap table below)	(438,043)	(650,350)	(1,088,393)
Total Administrative RPTTF authorized	250,000	0	\$ 250,000
Total RPTTF approved for distribution	7,533,940	4,870,941	\$ 12,404,881

Administrative Cost Allowance Cap Calculation	
Actual RPTTF distributed for fiscal year 2015-16	\$ 8,117,495
Less sponsoring entity loan and Administrative RPTTF	362,360
Actual RPTTF distributed for 2015-16 after adjustment	7,755,135
Administrative Cap for 2016-17 per HSC section 34171 (b)	250,000
ROPS 16-17 Administrative RPTTF after Finance adjustments	1,338,393
Administrative Cost Allowance in excess of the cap	\$ (1,088,393)