



November 14, 2017

Ms. Amelia Soto, Project Manager
City of Carson
701 East Carson Street
Carson, CA 90745

Dear Ms. Soto:

Subject: Amended Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1) (E), the City of Carson Successor Agency (Agency) submitted an amended Recognized Obligation Payment Schedule for the period January 1, 2018 through June 30, 2018 (Amended ROPS 17-18B) to the California Department of Finance (Finance) on August 30, 2017. Finance has completed its review of the Amended ROPS 17-18B.

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

- Item No. 28 – Property Disposition costs in the amount of \$60,000 is not allowed. Finance approved the Long-Range Property Management Plan (LRPMP) on October 23, 2013, which directs the associated property to be transferred to the City of Carson (City) for governmental use. As such, the additional amount requested for property disposition costs is ineligible for Redevelopment Property Tax Trust Fund (RPTTF) funding.
- Item No. 111 – Other Post-Employment Benefit Liabilities in the total outstanding amount of \$318,044 is not allowed. It is our understanding the Agreement and Election to Prefund Other Post-Employment Benefits through CalPERS for the California Employers' Retiree Benefit Trust Program is with the City and the former Redevelopment Agency is not a party to this agreement. Further, the Annual Valuation Report dated June 30, 2015 is for City employees. Therefore, this item is not an enforceable obligation and the requested amount of \$318,044 is ineligible for RPTTF funding.

Except for the adjustments denied in whole, Finance is not objecting to the remaining adjustments listed on your Amended ROPS 17-18B.

The Agency's amended maximum approved RPTTF distribution for the ROPS 17-18B period is \$12,570,730, as summarized in the Approved RPTTF Distribution table on Page 3 (see Attachment).

Please refer to the ROPS 17-18B schedule used to calculate the total RPTTF approved for distribution:

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

This is Finance's determination related to the funding of enforceable obligations reported on your Amended ROPS 17-18B. Please note there is no Meet and Confer option for the Amended ROPS process and Finance's determination is final. This 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 not denied on this Amended 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 redevelopment dissolution law. 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 Daisy Rose, Lead Analyst, at (916) 322-2985.

Sincerely,

A handwritten signature in blue ink, appearing to read "Erika Li", is written over a circular blue stamp. The signature is stylized and cursive.

ERIKA LI
Program Budget Manager

cc: Mr. Daniel Zepeda, Accounting, City of Carson
Ms. Kristina Burns, Manager, Department of Auditor-Controller, Los Angeles County

Attachment

Approved RPTTF Distribution	
For the period of January 2018 through June 2018	
Authorized RPTTF on ROPS 17-18B	\$ 12,244,389
Authorized Administrative RPTTF on ROPS 17-18B	312,091
Total Authorized RPTTF on ROPS 17-18B	12,556,480
Total Requested 17-18B RPTTF Adjustments	392,294
Finance RPTTF Adjustments	
Item No. 28	(60,000)
Item No. 111	(318,044)
	(378,044)
Total Finance Authorized 17-18B Adjustments	14,250
Total Amended ROPS 17-18B RPTTF approved for distribution	\$ 12,570,730