



November 7, 2017

Mr. Christopher Jicha, Senior Consultant, Kosmont Companies  
City of Los Banos Designated Local Authority  
865 South Figueroa Street, 35th Floor  
Los Angeles, CA 90017

Dear Mr. Jicha:

Subject: Amended Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1) (E), the City of Los Banos 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 October 2, 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. 51 – Property Conveyance Costs in the amount of \$250,000 are not allowed. The Agency was unable to provide documentation to support the amounts requested. To the extent the Agency can provide documentation, such as bid offers or cost estimate calculations, to support the requested funding, the Agency may be able to obtain Bond Proceeds funding on a future ROPS.

Since no adjustments were requested for Redevelopment Property Tax Trust Funds (RPTTF), the Agency's maximum approved RPTTF distribution for the ROPS 17-18B period remains \$1,232,810 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>

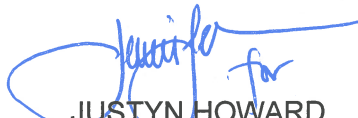
This is Finance's determination related to the funding of enforceable obligations reported on your Amended ROPS 17-18B. Please note there is no Meet and Confer option for the Amended ROPS process and Finance's determination is final. This determination is effective for this time period only and should 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.

Mr. Christopher Jicha  
November 7, 2017  
Page 2

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 Nichelle Jackson, Supervisor, or Mathew Rios, Analyst, at (916) 322-2985.

Sincerely,



JUSTYN HOWARD  
Program Budget Manager

cc: Mr. Michael Amabile, Chair, Los Banos Designated Local Authority, City of Los Banos  
Ms. Sylvia Sanchez, Supervising Accountant, Merced County

**Attachment**

<b>Approved RPTTF Distribution</b>	
<b>For the period of January 2018 through June 2018</b>	
Authorized RPTTF on ROPS 17-18B	\$ 1,107,810
Authorized Administrative RPTTF on ROPS 17-18B	125,000
<b>Total Authorized RPTTF on ROPS 17-18B</b>	<b>1,232,810</b>