DEPARTMENT OF FINANCE

EDMUND G. BROWN JR. • GOVERNOR
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October 7, 2016

Ms. Jan Davison, Redevelopment and Housing Director
City of Watsonville
250 Main Street
Watsonville, CA 95076

Dear Ms. Davison:

Subject: Amended Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1) (E), the City of Watsonville Successor Agency (Agency) submitted an Amended Recognized Obligation Payment Schedule for the period January 1, 2017 through June 30, 2017 (ROPS 16-17B) to the California Department of Finance (Finance) on August 18, 2016. Finance has completed its review of the Amended ROPS 16-17B.

Based on our review, Finance is approving all of the adjustments requested on the Amended ROPS 16-17B.

The Agency's amended maximum approved Redevelopment Property Tax Trust Fund (RPTTF) distribution for the ROPS 16-17B period is $1,811,160 as summarized in the Approved RPTTF Distribution table on Page 3 (See Attachment).

Please refer to the ROPS 16-17B 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 16-17B. Please note there is not a Meet and Confer option for the Amended ROPS process so Finance's determination is final. 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 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 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 Jared Smith, Analyst, at (916) 445-1546.

Sincerely,

for

JUSTYN HOWARD
Program Budget Manager

cc: Mr. Ezequiel Vega, Administrative Service Director, City of Watsonville
Ms. Edith Driscoll, Auditor-Controller Treasurer-Tax Collector, Santa Cruz County

Attachment

Approved RPTTF Distribution For the period of January 2017 through June 2017		
Authorized RPTTF on ROPS 16-17B	$	402,490
Authorized Administrative RPTTF on ROPS 16-17B		125,000
Total Authorized RPTTF on ROPS 16-17B		**527,490**
Authorized 16-17B RPTTF Adjustments		**1,284,120**
Total Amended ROPS 16-17B RPTTF approved for distribution	**$**	**1,811,610**