



DEPARTMENT OF
FINANCE

EDMUND G. BROWN JR. • GOVERNOR

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April 25, 2012

Lisa Brandl, Executive Director
County of Riverside Economic Development Agency
P.O. Box 1180
Riverside, CA 92502

Dear Ms. Brandl:

Pursuant to Health and Safety Code (HSC) section 34177 (l) (2) (C), the County of Riverside Successor Agency submitted a Recognized Obligation Payment Schedule (ROPS) to the California Department of Finance (Finance) on April 12, 2012 for the period January through June 30, 2012. Finance staff contacted you for clarification of items listed in the ROPS.

HSC section 34171 (d) lists enforceable obligations (EO) characteristics. Based on our application of the law, the following items do not qualify as EOs:

HSC section 34163(b) prohibits a redevelopment agency from entering into a contract with any entity after June 27, 2011. The following do not have expenditure contracts to support the obligation amount. Therefore, there is no EO.

- o Item No. 2 and 3, page 4 – in the amount of \$2.2 million
- o Item No. 27, page 6 – in the amount of \$5.0 million
- o Items No. 108, 110, and 112, page 8 – in the amount of \$9.7 million
- o Items No. 28 and 31, page 11 – in the amount of \$3.6 million
- o Items No. 35 and 43, page 17 – in the amount of \$9.2 million
- o Items No. 86, 101, and 111, page 18 – in the amount of \$32.1 million.

As authorized by HSC section 34179 (h), Finance is returning your ROPS for your reconsideration. This action will cause the specific ROPS items noted above to be ineffective until Finance approval.

If you believe we have reached this conclusion in error, please provide further evidence that the items questioned above meet the definition of an EO.

Please direct inquiries to Jennifer Whitaker, Manager or Robert Scott, Supervisor at (916) 322-2985.

Sincerely,

MARK HILL
Program Budget Manager

cc: Ms. Pam Elias, Chief Accountant, Property Tax, Riverside County Auditor-Controller
Ms. Jennifer Baechel, Business Process Analyst, Riverside County Auditor-Controller
Ms. April Nash, Supervising Accountant, Riverside County Auditor-Controller