DEPARTMENT OF FINANCE
EDMUND G. BROWN JR. • GOVERNOR
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April 23, 2012

Jone Hayes, Administrative Services Director
City of Cotati
201 W Sierra Avenue
Cotati, CA 94931

Dear Ms. Hayes:

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

HSC section 34171 (d) lists enforceable obligation (EO) characteristics. Based on a sample of line items reviewed and application of the law, the following do not qualify as EOs:

HSC section 34163(b) prohibits a redevelopment agency from entering into a contract with any entity after June 28, 2011. It is our understanding that there are no contracts for the following line items.

- Page 1, Item Nos. 18, 24, 27 and 28 for the period January through June 2012 totaling $1.8 million.
- Page 1, Item Nos. 18, 19, 24, 27 and 28 for the period July through December 2012 totaling $1.9 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. Furthermore, items listed on future ROPS will be subject to review and may be denied as EOs.

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 Robert Scott, Supervisor or Jenny DeAngelis, Lead Analyst at (916) 322-2985.

Sincerely,

Mark Hill

MARK HILL
Program Budget Manager

cc: Mr. Eric Roeser, Property Tax Manager, County of Sonoma