



April 23, 2012

Jim DellaLonga, Sr. Project Manager
Economic Development Department
City of Garden Grove
11222 Acacia Parkway
Garden Grove, CA 92840

Dear Mr. DellaLonga:

Pursuant to Health and Safety Code (HSC) section 34177 (l) (2) (C), the City of Garden Grove Successor Agency submitted a Recognized Obligation Payment Schedule (ROPS) to the California Department of Finance (Finance) on April 13, 2012.

HSC Section 34177 (l) (3) states that the first ROPS shall be for the period of January 1, 2012 to June 30, 2012, inclusive. The March 2, 2012 letter from Ana Matosantos (Director of Department of Finance) states the same information. The intention is that the time frame for the ROPS will be comparable to the time frame for tax increment revenues, which are received for the period January through June and then July through December. See the example provided in Exhibit 6 of http://www.dof.ca.gov/assembly_bills_26-27/view.php. Please resubmit your ROPS for the period January through June 2012 listing estimated payments per month.

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

Please direct inquiries to Robert Scott, Supervisor or Douglas Evans, Lead Analyst at (916) 322-2985.

Sincerely,

MARK HILL
Program Budget Manager

cc: Mr. Tom Nixon, City Attorney, City of Garden Grove
Mr. Matt Fertal, City Manager, City of Garden Grove
Mr. Frank Davies, County of Orange