



April 30, 2012

Albert Avila, Director of Finance  
City of Oakdale  
280 North Third Street  
Oakdale, CA 95361

Dear Mr. Avila:

Pursuant to Health and Safety Code (HSC) section 34177 (l) (2) (C), the City of Oakdale Successor Agency submitted a Recognized Obligation Payment Schedule (ROPS) to the California Department of Finance (Finance) on April 17, 2012 for the period January through June 2012. Finance staff contacted you for clarification of items listed in the ROPS.

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

The projects listed below have no contracts with the former RDA to establish an EO:

Item No.	Page	Project Name	Amount
5, 6	1	City Loans	\$3,799,091
2	2	D Street extension realign & utility	\$2,100,000
3	2	Traffic Study	10,000
4	2	Shopping Center Stop light	175,000
5	2	South Industrial Park	100,000
1, 6, 7	2	Development Center/Police Building	37,786
TOTAL			\$6,221,877

As authorized by HSC section 34179 (h), Finance is returning your ROPS for reconsideration. This action will cause the 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 any inquiries to Evelyn Suess or Douglas Evans at (916) 322-2985.

Sincerely,

MARK HILL  
Program Budget Manager

cc: Ms. Lauren Klein, CPA, Auditor Controller, Stanislaus County