



April 16, 2012

Thomas Prill, Acting Finance Director
City of San Jacinto
595 South San Jacinto Avenue
San Jacinto, CA 92583

Dear Mr. Prill:

Pursuant to Health and Safety Code (HSC) section 34177 (l) (2) (C), the City of San Jacinto Successor Agency submitted a Recognized Obligation Payment Schedule (ROPS) to the California Department of Finance (Finance) on April 13th, 2011. Finance staff contacted you for clarification of items listed in the ROPS.

The ROPS submitted to Finance is incomplete, and therefore, not approved for making obligation payments. The HSC section 34177 (l) (3) specifically states that the first ROPS shall be for the period of January 1, 2012 to June 30, 2012, inclusive. Please resubmit your ROPS for the period January through June 2012.

In addition, Finance has determined a line item included on the ROPS is not an enforceable obligation (EO). HSC section 34171 (d) lists enforceable obligations characteristics. Based on our application of the law, the following item does not qualify as an EO:

Page 1, line item 12, is a \$75,000 repair contract signed on July 28, 2011. HSC section 34163 (b) prohibits new contracts with any entity after June 27, 2011

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 Kylie Le, Lead Analyst at (916) 322-2985.

Sincerely,

MARK HILL
Program Budget Manager

cc: Mr. Tim Hults, City Manager, San Jacinto
Ms. Sharon Paisley, Development Director, San Jacinto
Mr. Rick Miller, City Clerk, San Jacinto
Ms. Pam Elias, Chief Accountant Property Tax Division, Riverside County
Mr. Jennifer Baechel, Business Process Analyst, Riverside County
Ms. April Nash, Supervising Accountant, Riverside County