DEPARTMENT OF FINANCE

EDMUND G. BROWN JR. • GOVERNOR

915 L STREET ■ SACRAMENTO CA ■ 95814-3706 ■ WWW.DOF.CA.GOV

April 23, 2012

Jason Garben, Director
Economic Development
City of Suisun City
701 Civic Center Blvd.
Suisun City, CA 94585

Dear Mr. Garben:

Pursuant to Health and Safety Code (HSC) section 34177 (l) (2) (C), the City of Suisun City Successor Agency submitted a Recognized Obligation Payment Schedule (ROPS) to the California Department of Finance (Finance) on April 16, 2012 for the period January through June, 2012. Finance staff contacted you for clarification of items listed in the ROPS.

The ROPS submitted to Finance contained errors with payments posted in wrong periods. Therefore, your ROPS is not approved for making obligation payments. See the example provided in Exhibit 6 of http://www.dof.ca.gov/assembly_bills_26-27/view.php. Resubmit a revised board-approved ROPS for the period January through June, 2012 and send to: Redevelopment_Administration@dof.ca.gov

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:

> Item No. 11 in the amount of $135,900 is not an EO. HSC section 34171 (b) limits the 2011-12 administrative cost allowance to five percent of the property tax allocated to the successor agency or $250,000, whichever is greater. Therefore, we are denying $135,900 of the claimed $385,900.

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

MARK HILL
Program Budget Manager

cc: Ms. Simona Padilla-Scholtens, Auditor-Controller, County of Solano
Mr. Jun Aveda, Deputy Auditor Controller, County of Solano