



Transmitted via e-mail

November 17, 2022

Nicole Valentine, Director of Administrative Services
City of Arroyo Grande
300 East Branch Street
Arroyo Grande, CA 93420

Last and Final Recognized Obligation Payment Schedule Determination

Pursuant to Health and Safety Code (HSC) section 34191.6 (b), the City of Arroyo Grande Successor Agency (Agency) submitted a Last and Final Recognized Obligation Payment Schedule (Last and Final ROPS) to the California Department of Finance (Finance) on October 27, 2022. Finance has completed its review of the Agency's Last and Final ROPS.

Based on our review, Finance is approving all of the items listed on the Last and Final ROPS.

The Agency's maximum approved RPTTF distribution for the Last and Final ROPS is \$5,817,973, as summarized in the Approved RPTTF Distribution table (see Attachment).

Please refer to the approved Last and Final ROPS schedule used to calculate the total RPTTF approved for distribution:

<http://www.dof.ca.gov/Programs/Redevelopment/ROPS/>

This is Finance's determination related to the enforceable obligations reported on the Last and Final ROPS. HSC section 34191.6 (c) (2) allows agencies to submit no more than two requests to amend the approved Last and Final ROPS.

ROPS distributions will occur twice annually, one distribution for the July 1 through December 31 (ROPS A period), and one distribution for the January 1 through June 30 (ROPS B period). The Agency will receive RPTTF distributions up to the maximum approved amount on the Last and Final ROPS.

The Agency shall not expend more than the amount approved for each enforceable obligation listed and approved on the Last and Final ROPS. All unspent RPTTF received for enforceable obligations by the Agency should be retained for distribution to the affected taxing entities pursuant to HSC section 34191.6 (d) (2) (G). Further, any revenues, interest, and earnings of the Agency not authorized for use pursuant to the approved Last and Final ROPS shall be remitted to the County Auditor-Controller (CAC) pursuant to HSC section 34191.6 (c) (3). Pursuant to HSC section 34187 (e), once an agency has retired or paid off all enforceable obligations and all real property has been disposed, the Agency is required to dispose all remaining assets and remit any proceeds to the CAC for distribution to the affected taxing entities.

The amount available from the RPTTF is the same as the amount of property tax increment available prior to the enactment of the redevelopment dissolution statutes. Therefore, as a practical matter, the ability to fund the items on the Last and Final ROPS with property tax is limited to the amount of funding available to the Agency in the RPTTF. However, HSC section 34191.6 (c) (5) provides mechanisms for the Agency to pay enforceable obligations if insufficient RPTTF is available on an approved Last and Final ROPS.

HSC section 34187 (b) defines the process of final dissolution of the Agency. When all enforceable obligations have been retired or paid off, all real property has been disposed, and all outstanding litigation has been resolved, the Agency shall, within 30 days of meeting these conditions, submit to the Oversight Board (OB) a request to formally dissolve. The OB shall approve the request within 30 days and submit the request for Finance's review.

Finance approved the Agency's annual ROPS 22-23 on March 3, 2022. Therefore, the Agency's most recent annual ROPS 22-23 approvals will remain effective through June 30, 2023, and funding approved through the Last and Final ROPS will commence with the ROPS 23-24 period.

Please direct inquiries to Zuber Tejani, Supervisor, or Michael Barr, Staff, at (916) 322-2985.

Sincerely,

Original signed by:

JENNIFER WHITAKER
Program Budget Manager

cc: Lynda Horejsi, Accounting Manager, City of Arroyo Grande
Aaronne Stoddard, Property Tax Manager, San Luis Obispo County

Attachment

Approved Last and Final ROPS RPTTF Distributions							
	A Periods			B Periods			
ROPS Period	RPTTF	Admin RPTTF	A Period Total	RPTTF	Admin RPTTF	B Period Total	Annual Total
Total requested	\$2,902,375	\$90,000	\$2,992,375	\$2,735,598	\$90,000	\$2,825,598	\$5,817,973
Total adjustments	0	0	0	0	0	0	0
Totals	2,902,375	90,000	2,992,375	2,735,598	90,000	2,825,598	5,817,973
Total RPTTF approved for distribution							
ROPS 23-24	193,777	6,000	199,777	194,499	6,000	200,499	400,276
ROPS 24-25	192,499	6,000	198,499	195,649	6,000	201,649	400,148
ROPS 25-26	193,649	6,000	199,649	193,981	6,000	199,981	399,630
ROPS 26-27	191,981	6,000	197,981	194,633	6,000	200,633	398,614
ROPS 27-28	192,633	6,000	198,633	197,363	6,000	203,363	401,996
ROPS 28-29	195,363	6,000	201,363	194,825	6,000	200,825	402,188
ROPS 29-30	192,825	6,000	198,825	196,827	6,000	202,827	401,652
ROPS 30-31	194,827	6,000	200,827	193,517	6,000	199,517	400,344
ROPS 31-32	191,517	6,000	197,517	195,103	6,000	201,103	398,620
ROPS 32-33	193,103	6,000	199,103	196,378	6,000	202,378	401,481
ROPS 33-34	194,378	6,000	200,378	197,342	6,000	203,342	403,720
ROPS 34-35	195,342	6,000	201,342	195,164	6,000	201,164	402,506
ROPS 35-36	193,164	6,000	199,164	195,269	6,000	201,269	400,433
ROPS 36-37	193,269	6,000	199,269	195,048	6,000	201,048	400,317
ROPS 37-38	194,048	6,000	200,048	0	6,000	6,000	206,048
Total	\$2,902,375	\$90,000	\$2,992,375	\$2,735,598	\$90,000	\$2,825,598	\$5,817,973