



Transmitted via e-mail

October 21, 2022

Bonnie Johnson, City Manager
City of Calimesa
908 Park Avenue
Calimesa, CA 92320

Last and Final Recognized Obligation Payment Schedule Determination

Pursuant to Health and Safety Code (HSC) section 34191.6 (b), the City of Calimesa Successor Agency (Agency) submitted a Last and Final Recognized Obligation Payment Schedule (Last and Final ROPS) to the California Department of Finance (Finance) on September 20, 2022. Finance has completed its review of the Agency's Last and Final ROPS.

HSC section 34191.6 (c) authorizes Finance to make amendments or changes to the Last and Final ROPS if the changes are agreed to in writing by the Agency. The Agency has agreed in writing to the following changes made by Finance to the Agency's Last and Final ROPS:

- Item Nos. 6 and 11 – 2014 Bond Payments in the amount of \$2,130,220 in Redevelopment Property Tax Trust Fund (RPTTF) funding. The Agency requested the correct amount of RPTTF. However, the Agency inadvertently neglected to include the \$201,388 in cash reserves held by the trustee, which must be used to satisfy the final debt service payments. Therefore, with the Agency's concurrence, Finance made the following adjustments:

ROPS Item No.	Requested RPTTF	Adjustments to Bond Proceeds	Authorized
6	\$1,972,297	\$197,720	\$2,170,017
11	157,923	3,668	161,591
Total	\$2,130,220	\$201,388	\$2,331,601

- Item No. 3 – Administration of Successor Agency. HSC section 34171 (b) (3) limits the fiscal year Administrative Cost Allowance (ACA) to three percent of actual RPTTF distributed in the preceding fiscal year or \$250,000, whichever is greater; not to exceed 50 percent of the RPTTF distributed in the preceding fiscal year. Therefore, with concurrence from the Agency, the total of \$192,000 requested ACA has been reduced by \$17,185 to comply with the maximum ACA allowed by the cap.

Finance approves the Agency's Last and Final ROPS with the above amendments and changes. These changes are reflected in the approved Last and Final ROPS.

The Agency's maximum approved RPTTF distribution for the Last and Final ROPS is \$2,467,943, 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/>

Any agreed-upon amendments or changes are reflected in the approved Last and Final ROPS posted on the above website.

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.

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Finance approved the Agency's annual ROPS 22-23 on March 11, 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: Celeste Reid, Finance Director, City of Calimesa
Jennifer Baechel, Property Tax Chief, Riverside County, Riverside County

Attachment

Approved Last and Final ROPS RPTTF Distributions							
ROPS Period	A Periods			B Periods			Annual Total
	RPTTF	Admin RPTTF	A Period Total	RPTTF	Admin RPTTF	B Period Total	
Total requested	0	96,000	96,000	2,293,128	96,000	2,389,128	\$ 2,485,128
Total adjustments	0	(12,000)	(12,000)	0	(5,185)	(5,185)	(17,185)
Totals	0	84,000	84,000	2,293,128	90,815	2,383,943	2,467,943
Total RPTTF approved for distribution							
ROPS 23-24	0	6,000	6,000	197,070	6,000	203,070	209,070
ROPS 24-25	0	6,000	6,000	198,318	6,000	204,318	210,318
ROPS 25-26	0	6,000	6,000	199,418	6,000	205,418	211,418
ROPS 26-27	0	6,000	6,000	195,199	6,000	201,199	207,199
ROPS 27-28	0	6,000	6,000	195,980	6,000	201,980	207,980
ROPS 28-29	0	6,000	6,000	195,906	6,000	201,906	207,906
ROPS 29-30	0	6,000	6,000	195,649	6,000	201,649	207,649
ROPS 30-31	0	6,000	6,000	195,212	6,000	201,212	207,212
ROPS 31-32	0	6,000	6,000	194,592	6,000	200,592	206,592
ROPS 32-33	0	6,000	6,000	198,792	6,000	204,792	210,792
ROPS 33-34	0	6,000	6,000	191,440	6,000	197,440	203,440
ROPS 34-35	0	6,000	6,000	74,462	6,000	80,462	86,462
ROPS 35-36	0	6,000	6,000	43,430	6,000	49,430	55,430
ROPS 36-37	0	6,000	6,000	8,800	6,000	14,800	20,800
ROPS 37-38	0	0	0	4,830	4,400	9,230	9,230
ROPS 38-39	0	0	0	4,030	2,415	6,445	6,445
Total	0	84,000	84,000	2,293,128	90,815	2,383,943	\$ 2,467,943