



Transmitted via e-mail

March 28, 2024

Rob Burns, Director of Finance
City of Chino
13220 Central Avenue
Chino, CA 91710

Last and Final Recognized Obligation Payment Schedule Determination

Pursuant to Health and Safety Code (HSC) section 34191.6 (b), the City of Chino Successor Agency (Agency) submitted a Last and Final Recognized Obligation Payment Schedule (Last and Final ROPS) to the California Department of Finance (Finance) on January 22, 2024. Finance has completed its review of the Agency's Last and Final ROPS.

Based on our review, Finance approves all items listed on the Last and Final ROPS. However, Finance notes the following:

- Item No. 62 - 2019 Bond Payments. The Agency is requesting to use \$168,965 in Other Funds every year in the Last and Final ROPS to partially fund this obligation, as the Agency is receiving loan repayments from the Chino Valley Independent Fire District. The loan repayments are not subject to a specific repayment schedule. Therefore, the Agency may receive loan repayments less than or exceeding the \$168,965 requested in Other Funds. Should the Agency possess excess Other Funds, HSC section 34191.6 (c) (3) requires any revenues, interest, and earnings, including the Chino Valley Independent Fire District loan repayments, not authorized for use pursuant to the approved Last and Final ROPS, to be remitted to the County Auditor-Controller (CAC) for distribution to the taxing entities.

The Agency's maximum approved Redevelopment Property Tax Trust Fund (RPTTF) distribution for the Last and Final ROPS is \$49,144,431, 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). Additionally, 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 of 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.

Pursuant to HSC section 34177 (o) (1), the Agency also submitted ROPS 24-25 to Finance on January 22, 2024. Because Finance is approving the Agency's Last and Final ROPS, Finance's approval of the Agency's ROPS 24-25 is no longer necessary and Finance will not be issuing a ROPS 24-25 determination letter. The Agency's payment of approved enforceable obligations should be in accordance with the approved Last and Final ROPS beginning with the ROPS 24-25 period.

Please direct inquiries to RedevelopmentAdministration@dof.ca.gov.

Sincerely,

Original signed by:

Cheryl L. McCormick, CPA
Chief, Office of State Audits and Evaluations

cc: Caryl Wheeler, Management Analyst, City of Chino
Franz Zyss, Chief Deputy, Property Tax Division/Countywide Oversight Board
Representative, San Bernardino 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 | 43,605,533 | 0 | 43,605,533 | 5,538,898 | 0 | 5,538,898 | \$ 49,144,431 |
| Total adjustments | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Totals | 43,605,533 | 0 | 43,605,533 | 5,538,898 | 0 | 5,538,898 | 49,144,431 |
| Total RPTTF approved for distribution | | | | | | | |
| ROPS 24-25 | 2,475,645 | 0 | 2,475,645 | 705,418 | 0 | 705,418 | 3,181,063 |
| ROPS 25-26 | 2,513,253 | 0 | 2,513,253 | 661,185 | 0 | 661,185 | 3,174,438 |
| ROPS 26-27 | 2,559,020 | 0 | 2,559,020 | 624,524 | 0 | 624,524 | 3,183,544 |
| ROPS 27-28 | 2,602,359 | 0 | 2,602,359 | 576,396 | 0 | 576,396 | 3,178,755 |
| ROPS 28-29 | 2,649,231 | 0 | 2,649,231 | 526,176 | 0 | 526,176 | 3,175,407 |
| ROPS 29-30 | 2,699,011 | 0 | 2,699,011 | 473,568 | 0 | 473,568 | 3,172,579 |
| ROPS 30-31 | 2,798,903 | 0 | 2,798,903 | 421,515 | 0 | 421,515 | 3,220,418 |
| ROPS 31-32 | 2,981,700 | 0 | 2,981,700 | 374,918 | 0 | 374,918 | 3,356,618 |
| ROPS 32-33 | 3,035,103 | 0 | 3,035,103 | 326,610 | 0 | 326,610 | 3,361,713 |
| ROPS 33-34 | 3,084,295 | 0 | 3,084,295 | 276,678 | 0 | 276,678 | 3,360,973 |
| ROPS 34-35 | 3,136,863 | 0 | 3,136,863 | 224,951 | 0 | 224,951 | 3,361,814 |
| ROPS 35-36 | 3,185,136 | 0 | 3,185,136 | 171,513 | 0 | 171,513 | 3,356,649 |
| ROPS 36-37 | 3,236,698 | 0 | 3,236,698 | 116,280 | 0 | 116,280 | 3,352,978 |
| ROPS 37-38 | 3,291,465 | 0 | 3,291,465 | 59,166 | 0 | 59,166 | 3,350,631 |
| ROPS 38-39 | 3,356,851 | 0 | 3,356,851 | 0 | 0 | 0 | 3,356,851 |
| Total | 43,605,533 | 0 | 43,605,533 | 5,538,898 | 0 | 5,538,898 | \$ 49,144,431 |