



December 19, 2025

Alejandro Hernandez, Acting Executive Director
National City
1243 National City Boulevard
National City, CA 91950

Last and Final Recognized Obligation Payment Schedule Determination

Pursuant to Health and Safety Code (HSC) section 34191.6 (b), the National City Successor Agency (Agency) submitted a Last and Final Recognized Obligation Payment Schedule (Last and Final ROPS) to the California Department of Finance (Finance) on December 1, 2025. 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:

- Total requested administrative costs in the amount of \$466,670 have been adjusted by \$372,670 to \$94,000. While the total administrative costs requested are within the fiscal year administrative cap, pursuant to HSC section 34171 (b) (2), the amount is excessive given the number and nature of the obligations listed on the Last and Final ROPS. Therefore, and with the Agency's concurrence, Finance adjusted the Administrative Cost Allowance for the entire Last and Final ROPS to \$94,000. Adjustments specific to each ROPS period are reflected in the approved Last and Final ROPS.

Finance is approving 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 Redevelopment Property Tax Trust Fund (RPTTF) distribution for the Last and Final ROPS is \$24,701,550, 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 of, 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 of, 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 25-26 on March 21, 2025. Therefore, the Agency's most recent annual ROPS 25-26 approvals will remain effective through June 30, 2026, and funding approved through the Last and Final ROPS will commence with the ROPS 26-27 period.

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

Sincerely,

Original signed by:

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

cc: Janel Pehau, Finance Analyst, National City
Becky Greene, Manager, Auditor-Controller, San Diego County
Charissa Japlit, Countywide Oversight Board Representative

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 | \$ 23,759,838 | \$ 233,335 | \$ 23,993,173 | \$ 847,712 | \$ 233,335 | \$ 1,081,047 | \$ 25,074,220 |
| Total adjustments | 0 | (186,335) | (186,335) | 0 | (186,335) | (186,335) | (372,670) |
| Totals | 23,759,838 | 47,000 | 23,806,838 | 847,712 | 47,000 | 894,712 | 24,701,550 |
| Total RPTTF approved for distribution | | | | | | | |
| ROPS 26-27 | 3,463,125 | 8,000 | 3,471,125 | 241,660 | 8,000 | 249,660 | 3,720,785 |
| ROPS 27-28 | 3,414,660 | 8,000 | 3,422,660 | 202,312 | 8,000 | 210,312 | 3,632,972 |
| ROPS 28-29 | 3,446,313 | 8,000 | 3,454,313 | 162,085 | 8,000 | 170,085 | 3,624,398 |
| ROPS 29-30 | 3,437,085 | 8,000 | 3,445,085 | 121,475 | 8,000 | 129,475 | 3,574,560 |
| ROPS 30-31 | 3,469,475 | 5,000 | 3,474,475 | 79,792 | 5,000 | 84,792 | 3,559,267 |
| ROPS 31-32 | 3,244,792 | 5,000 | 3,249,792 | 40,388 | 5,000 | 45,388 | 3,295,180 |
| ROPS 32-33 | 3,284,388 | 5,000 | 3,289,388 | 0 | 5,000 | 5,000 | 3,294,388 |
| Total | \$ 23,759,838 | \$ 47,000 | \$ 23,806,838 | \$ 847,712 | \$ 47,000 | \$ 894,712 | \$ 24,701,550 |