



Transmitted via e-mail

March 15, 2024

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City of Placentia  
401 East Chapman Avenue  
Placentia, CA 92870

**Last and Final Recognized Obligation Payment Schedule Determination**

Pursuant to Health and Safety Code (HSC) section 34191.6 (b), the City of Placentia 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 25, 2024. 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:

- On the July 1, 2024 through June 30, 2025 ROPS (ROPS 24-25) form, the Agency reported cash balances and activity for the July 1, 2021 through June 30, 2022 (ROPS 21-22) period. During our review of the cash balances, Finance determined the Agency possesses \$126,097 in Other Funds available from the ROPS 21-22 period to fund enforceable obligations. HSC section 34177 (l) (1) (E) requires these balances to be used prior to requesting Redevelopment Property Tax Trust Fund (RPTTF) funds. Therefore, with the Agency's concurrence, the funding source for the following item has been reclassified in the amount specified below:
  - Item No. 4 – 2003 COPs City Reimbursement (Refunded by 2022 Lease Agreement) in the amount of \$1,206,635 is partially reclassified. Finance approves RPTTF in the amount of \$1,080,538 and the use of Other Funds in the amount of \$126,097, totaling \$1,206,635.

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 \$9,665,843, 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 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.

Pursuant to HSC section 34177 (o) (1), the Agency also submitted an annual ROPS 24-25 to Finance on January 25, 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](mailto:RedevelopmentAdministration@dof.ca.gov).

Sincerely,

Original signed by:

Cheryl L. McCormick, CPA

Chief, Office of State Audits and Evaluations

cc: Damien Arrula, City Administrator, City of Placentia

Christopher Ranftl, Administrative Manager I, Property Tax Unit, Orange  
County

Kathy Tavoularis, Countywide Oversight Board Representative

**Attachment**

<b>Approved Last and Final ROPS RPTTF Distributions</b>							
<b>ROPS Period</b>	<b>A Periods</b>			<b>B Periods</b>			<b>Annual Total</b>
	<b>RPTTF</b>	<b>Admin RPTTF</b>	<b>A Period Total</b>	<b>RPTTF</b>	<b>Admin RPTTF</b>	<b>B Period Total</b>	
Total requested	2,114,540	110,000	2,224,540	7,467,400	100,000	7,567,400	\$ 9,791,940
Total adjustments	(126,097)	0	(126,097)	0	0	0	(126,097)
<b>Totals</b>	<b>1,988,443</b>	<b>110,000</b>	<b>2,098,443</b>	<b>7,467,400</b>	<b>100,000</b>	<b>7,567,400</b>	<b>9,665,843</b>
<b>Total RPTTF approved for distribution</b>							
ROPS 24-25	433,172	25,000	458,172	881,781	25,000	906,781	1,364,953
ROPS 25-26	551,358	12,500	563,858	892,816	12,500	905,316	1,469,174
ROPS 26-27	541,360	12,500	553,860	903,144	12,500	915,644	1,469,504
ROPS 27-28	124,144	10,000	134,144	917,057	10,000	927,057	1,061,201
ROPS 28-29	108,057	10,000	118,057	937,819	10,000	947,819	1,065,876
ROPS 29-30	88,819	10,000	98,819	957,632	10,000	967,632	1,066,451
ROPS 30-31	68,632	10,000	78,632	976,494	10,000	986,494	1,065,126
ROPS 31-32	47,494	10,000	57,494	999,407	10,000	1,009,407	1,066,901
ROPS 32-33	25,407	10,000	35,407	1,250	0	1,250	36,657
<b>Total</b>	<b>1,988,443</b>	<b>110,000</b>	<b>2,098,443</b>	<b>7,467,400</b>	<b>100,000</b>	<b>7,567,400</b>	<b>\$ 9,665,843</b>