



Transmitted via e-mail

March 28, 2025

Anthony Forestiere, Financial Services Manager
City of Madera
205 West 4th Street
Madera, CA 93637

2025-26 Annual Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1), the City of Madera Successor Agency (Agency) submitted an annual Recognized Obligation Payment Schedule for the period July 1, 2025 through June 30, 2026 (ROPS 25-26) to the California Department of Finance (Finance) on January 21, 2025. Finance has completed its review of the ROPS 25-26.

Based on a sample of line items reviewed and application of the law, Finance made the following determinations:

- Item No. 54 - Successor Agency Administrative Costs totaling \$15,000. The Agency inadvertently requested its administrative costs from the incorrect funding source. Therefore, Finance reclassified \$15,000 from Redevelopment Property Tax Trust Fund (RPTTF) to Administrative RPTTF.
- Item No. 166 – 2018 B Tax Allocation Refunding Bonds. The Agency requested the amount of \$414,240 in error. According to the debt service schedule, the amount of \$407,120 is due in the July 1, 2025 through December 31, 2025 period (ROPS A period). Therefore, to accurately reflect the debt service schedule, with the Agency's concurrence, Finance decreased the requested amount by \$7,120.

Pursuant to HSC section 34186, successor agencies are required to report differences between actual payments and past estimated obligations (prior period adjustments) for the July 1, 2022 through June 30, 2023 (ROPS 22-23) period. The ROPS 22-23 prior period adjustment (PPA) will offset the ROPS 25-26 RPTTF distribution. The amount of RPTTF authorized includes the PPA resulting from the County Auditor-Controller's review of the PPA form submitted by the Agency.

The Agency's maximum approved RPTTF distribution for the reporting period is \$2,749,294, as summarized in the Approved RPTTF Distribution table (see Attachment).

RPTTF distributions occur biannually, one distribution for the ROPS A period, and one distribution for the January 1, 2026 through June 30, 2026 period (ROPS B period), based on Finance's approved amounts. Since this determination is for the entire ROPS 25-26 period, the Agency is authorized to receive up to the maximum approved RPTTF through the combined ROPS A and B period distributions.

Except for the adjusted items, Finance approves the remaining items listed on the ROPS 25-26 at this time. If the Agency disagrees with our determination with respect to any items on the ROPS 25-26, except items which are the subject of litigation disputing our previous or related determinations, the Agency may request a Meet and Confer within five business days from the date of this letter. The Agency must use the RAD App to complete and submit its Meet and Confer request form. The Meet and Confer process and guidelines are available on our website:

http://dof.ca.gov/Programs/Redevelopment/Meet_And_Confer/

Absent a Meet and Confer, this is our final determination regarding the obligations listed on the ROPS 25-26. This determination only applies to items when funding was requested for the 12-month period. If a determination by Finance in a previous ROPS is currently the subject of litigation, the item will continue to reflect the determination until the matter is resolved.

The ROPS 25-26 form submitted by the Agency and this determination letter will be posted on our website:

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

This determination is effective for the ROPS 25-26 period only and should not be conclusively relied upon for future ROPS periods. All items listed on a future ROPS are subject to Finance's review and may be adjusted even if not adjusted on this ROPS or a preceding ROPS. The only exception is for items that have received a Final and Conclusive determination from Finance pursuant to HSC section 34177.5 (i). Finance's review of Final and Conclusive items is limited to confirming the scheduled payments as required by the obligation.

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 law. Therefore, as a practical matter, the ability to fund the items on the ROPS with property tax increment is limited to the amount of funding available to the Agency in the RPTTF.

Anthony Forestiere
March 28, 2025
Page 3

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

Sincerely,

Original signed by:

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

cc: Claudia Mendoza, Administrative Assistant/Oversight Board Representative, City of
Madera
Catherine Nainoa, Chief Accountant Auditor, Madera County

Attachment

Approved RPTTF Distribution July 2025 through June 2026			
	ROPS A	ROPS B	Total
RPTTF Requested	\$ 2,267,378	\$ 597,388	\$ 2,864,766
Administrative RPTTF Requested	0	0	0
Total RPTTF Requested	2,267,378	597,388	2,864,766
RPTTF Requested	2,267,378	597,388	2,864,766
<u>Adjustment(s)</u>			
Item No. 54	(7,500)	(7,500)	(15,000)
Item No. 166	(7,120)	0	(7,120)
	(14,620)	(7,500)	(22,120)
RPTTF Authorized	2,252,758	589,888	2,842,646
Administrative RPTTF Requested	0	0	0
<u>Adjustment(s)</u>			
Item No. 54	7,500	7,500	15,000
Administrative RPTTF Authorized	7,500	7,500	15,000
ROPS 22-23 Prior Period Adjustment (PPA)	(108,352)	0	(108,352)
Total RPTTF Approved for Distribution	\$ 2,151,906	\$ 597,388	\$ 2,749,294