



Transmitted via e-mail

March 28, 2025

Jessica Riley, Finance Director
City of Seaside
440 Harcourt Avenue
Seaside, CA 93955

2025-26 Annual Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1), the City of Seaside 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 31, 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 Nos. 48 and 49 – Reserve for 2014 Tax Allocation Refunding Bonds and Administration Costs in the amounts of \$0 and \$155,756 were requested in error. The Agency inadvertently requested Redevelopment Property Tax Trust Fund (RPTTF) for Item No. 48 (Reserve for 2014 Tax Allocation Refunding Bonds) under Item No. 49 (Administration Costs). Therefore, with the Agency's concurrence, Finance made the following adjustments:

Item No.	Item Name	RPTTF Requested	Adjusted RPTTF	RPTTF Authorized
48	Reserve for 2014 Tax Allocation Refunding Bonds	\$ 0	\$155,756	\$155,756
49	Administration Costs	\$155,756	(\$155,756)	\$ 0

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 County Auditor-Controller did not provide their review of the Agency's prior period adjustments for the ROPS 25-26 period as required by HSC section 34186. However, since the Agency was not authorized to receive RPTTF for the ROPS 22-23 period, a PPA to the Agency's ROPS 25-26 RPTTF distribution is not necessary.

The Agency's maximum approved RPTTF distribution for the reporting period is \$181,512, as summarized in the Approved RPTTF Distribution table (see Attachment).

RPTTF distributions occur biannually, one distribution for the July 1, 2025 through December 31, 2025 period (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.

Jessica Riley
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: Juan Hernandez, Financial Analyst, City of Seaside
Patty Ruiz, Auditor-Controller Analyst I, Monterey County
Jennifer Forsyth, Countywide Oversight Board Representative

Attachment

Approved RPTTF Distribution July 2025 through June 2026			
	ROPS A	ROPS B	Total
RPTTF Requested	\$ 5,000	\$ 176,512	\$ 181,512
Administrative RPTTF Requested	0	0	0
Total RPTTF Requested	5,000	176,512	181,512
RPTTF Requested	5,000	176,512	181,512
<u>Adjustment(s)</u>			
Item No. 48	0	155,756	155,756
Item No. 49	0	(155,756)	(155,756)
	0	0	0
RPTTF Authorized	5,000	176,512	181,512
Administrative RPTTF Authorized	0	0	0
Total RPTTF Approved for Distribution	\$ 5,000	\$ 176,512	\$ 181,512