DEPARTMENT OF FINANCE
CALIFORNIA

Gavin Newsom ▪ Governor

915 L Street ▪ Sacramento CA ▪ 95814-3706 ▪ www.dof.ca.gov

April 15, 2026

Taylor Samuelson, Administrative Analyst
City of Fullerton
303 West Commonwealth Avenue
Fullerton, CA 92832

2026-27 Annual Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1), the City of Fullerton Successor Agency (Agency) submitted an annual Recognized Obligation Payment Schedule for the period July 1, 2026 through June 30, 2027 (ROPS 26-27) to the California Department of Finance (Finance) on January 27, 2026. Finance has completed its review of the ROPS 26-27.

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

- Item No. 65 – Adjusting Redevelopment Property Tax Trust Fund (RPTTF) Reconciliation in the total outstanding amount of $2,039,825 is not allowed. The Agency contends this funding request corrects a historical reporting imbalance and ensures that sufficient RPTTF is requested to pay existing enforceable obligations, specifically the remaining 2020 Series A and B Tax Allocation Refunding Bonds (2020 Bonds), listed on the ROPS as Item No. 63. However, it is our understanding that the debt service for the 2020 Bonds has been paid, and there is no current outstanding unfunded amount. In addition, the Orange County Auditor-Controller (CAC) reports the Agency received RPTTF distributions equal to the amounts Finance approved for all prior ROPS since the 2020 Bonds were issued and placed on the ROPS for payment. Consequently, the Agency had sufficient funds in the Redevelopment Obligation Retirement Fund. Further, Finance is approving the remaining debt service listed for the 2020 Bonds on ROPS 26-27. Therefore, the adjusting reconciliation is not an enforceable obligation under dissolution law, and the requested amount of $2,039,825 from RPTTF is not allowed.

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, 2023 through June 30, 2024 (ROPS 23-24) period. The ROPS 23-24 prior period adjustment (PPA) will offset the ROPS 26-27 RPTTF distribution. The amount of RPTTF authorized includes the PPA resulting from the CAC's review of the PPA form submitted by the Agency.

The Agency’s maximum approved RPTTF distribution for the reporting period is $9,443,254, as summarized in the Approved RPTTF Distribution table (see Attachment).

RPTTF distributions occur biannually, one distribution for the July 1, 2026 through December 31, 2026 period (ROPS A period), and one distribution for the January 1, 2027 through June 30, 2027 period (ROPS B period), based on Finance's approved amounts. Since this determination is for the entire ROPS 26-27 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 item, Finance approves the remaining items listed on the ROPS 26-27 at this time. If the Agency disagrees with our determination with respect to any items on the ROPS 26-27, 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 26-27. 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 26-27 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 26-27 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.

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

Sincerely,

Originally signed by:

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

cc: Sunayana Thomas, Interim Director of Community and Economic Development, City of Fullerton
Jenny Tu, Fiscal Analyst, Property Tax Unit, Orange County
Kathy Tavoularis, Countywide Oversight Board Representative

Attachment

Approved RPTTF Distribution July 2026 through June 2027			
	ROPS A	**ROPS B**	**Total**
RPTTF Requested	$ 5,549,025	$ 6,051,900	$ 11,600,925
Administrative RPTTF Requested	1,500	1,500	3,000
Total RPTTF Requested	**5,550,525**	**6,053,400**	**11,603,925**
RPTTF Requested	**5,549,025**	**6,051,900**	**11,600,925**
Adjustment(s)			
Item No. 65	(2,039,825)	0	(2,039,825)
RPTTF Authorized	**3,509,200**	**6,051,900**	**9,561,100**
Administrative RPTTF Authorized	**1,500**	**1,500**	**3,000**
ROPS 23-24 Prior Period Adjustment (PPA)	(120,846)	0	(120,846)
Total RPTTF Approved for Distribution	**$ 3,389,854**	**$ 6,053,400**	**$ 9,443,254**