May 15, 2026

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

2026-27 Annual Recognized Obligation Payment Schedule

This letter supersedes the California Department of Finance's (Finance) Recognized Obligation Payment Schedule (ROPS) letter dated April 15, 2026. Pursuant to Health and Safety Code (HSC) section 34177 (o) (1), the City of Fullerton Successor Agency (Agency) submitted an annual ROPS for the period July 1, 2026 through June 30, 2027 (ROPS 26-27) to Finance on January 27, 2026. The Agency requested a Meet and Confer on one or more of the determinations made by Finance. The Meet and Confer was held on April 30, 2026.

Based on a review of additional information and documentation provided to Finance during the Meet and Confer process, Finance has completed its review of the specific determination being disputed.

- Item No. 65 – Adjusting Redevelopment Property Tax Trust Fund (RPTTF) Reconciliation in the amount of $2,039,825. Finance no longer denies this item. The Agency contends this funding request corrects a historical reporting imbalance and ensures that sufficient RPTTF will be available to pay the remaining debt service owed on the 2020 Series A and B Tax Allocation Refunding Bonds (2020 Bonds). Finance originally denied this item because all previous RPTTF distributions were made as approved on the ROPS, no debt service payments for the 2020 Bonds went unpaid, and sufficient funding is being approved on the ROPS 26-27 to cover the remaining debt service for the 2020 Bonds.

  During the Meet and Confer, the Agency provided evidence that without approval of this line item, the Agency will have insufficient funding to pay the final debt service payment on the 2020 Bonds, which is due September 1, 2027. It is our understanding, the insufficiency stems from the reclassification of $3,762,164 from RPTTF to Other Funds during the Agency's ROPS 24-25 ROPS review. However, due to an accounting discrepancy discovered after the fact, an amount less than $3,762,164 in Other Funds existed. Therefore, to provide sufficient funding for the Agency to make the final 2020 Bond debt service payment, Finance reverses its previous decision and approves RPTTF in the amount of $2,039,825.

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 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 $11,483,079, 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.

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 Authorized	**5,549,025**	**6,051,900**	**11,600,925**
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	**$ 5,429,679**	**$ 6,053,400**	**$ 11,483,079**