



April 10, 2026

Joe Fasula, Senior Accounting Manager  
Sacramento County  
700 H Street, Room 3650  
Sacramento, CA 95814

### **2026-27 Annual Recognized Obligation Payment Schedule**

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1), the Sacramento County 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 determinations:

- Item Nos. 2, 6, 12, 14, and 24 – The Agency neglected to request amounts that were previously approved from the Redevelopment Property Tax Trust Fund (RPTTF) to be paid from Reserve Balances during the ROPS 26-27 period. According to the debt-service schedules provided by the Agency, the amounts requested for ROPS 26-27 should be \$4,559,166. Therefore, to accurately reflect the correct debt-service payments, Finance made the following adjustments to Reserve Balances:

| <b>Item No.</b> | <b>Item Name</b> | <b>Requested</b> | <b>Adjusted</b>    | <b>Authorized</b>  |
|-----------------|------------------|------------------|--------------------|--------------------|
| 2               | 2003 A Bonds     | \$0              | \$1,408,422        | \$1,408,422        |
| 6               | 2003 B Bonds     | 0                | 497,688            | 497,688            |
| 12              | 2008 A Bonds     | 0                | 581,472            | 581,472            |
| 14              | 2008 B Bonds     | 0                | 1,547,592          | 1,547,592          |
| 24              | CIEDBL Loan      | 0                | 523,992            | 523,992            |
|                 | <b>Total</b>     | <b>\$0</b>       | <b>\$4,559,166</b> | <b>\$4,559,166</b> |

- Item No. 31 – 2010 Mather Advance for the total requested amount of \$68,894 in RPTTF is partially allowed. The Agency inadvertently requested double the annual payment. Therefore, the amount of \$34,447 is not eligible for funding on the current ROPS.

- On the ROPS 26-27 form, the Agency reported cash balances and activity for the period July 1, 2023 through June 30, 2024 (ROPS 23-24). According to our review, the Agency has approximately \$670,274 in Other Funds available to fund enforceable obligations on the ROPS 26-27. HSC section 34177 (l) (1) (E) requires these balances to be used prior to requesting RPTTF funding. The item below does not require payment from property tax revenues; therefore, with the Agency's concurrence, the funding source for the following item has been reclassified in the amount specified below:
  - Item No. 133 – 2003 Series A Bonds in the amount of \$1,439,722 is partially reclassified. Finance approves \$670,274 in Other Funds and \$769,448 in RPTTF, totaling \$1,439,722.
- The administrative costs claimed are within the fiscal year administrative cap pursuant to HSC section 34171 (b) (3). However, Finance notes the Oversight Board (OB) approved an amount that appears excessive, given the number and nature of the obligations listed on the ROPS. HSC section 34179 (i) requires the OB to exercise a fiduciary duty to the taxing entities. Therefore, Finance encourages the OB to apply adequate oversight when evaluating the administrative resources necessary to successfully wind down the Agency.

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 \$5,934,298, 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 items, 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/](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](mailto:RedevelopmentAdministration@dof.ca.gov).

Sincerely,

Originally signed by:

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

cc: Camille Siores, Accountant, Sacramento County  
Chad Rinde, Finance Director, Sacramento County  
Poonam Aujla , Countywide Oversight Board Representative

**Attachment**

| Approved RPTTF Distribution<br>July 2026 through June 2027 |                   |                     |                     |
|------------------------------------------------------------|-------------------|---------------------|---------------------|
|                                                            | ROPS A            | ROPS B              | Total               |
| RPTTF Requested                                            | \$ 311,819        | \$ 6,288,019        | \$ 6,599,838        |
| Administrative RPTTF Requested                             | 96,496            | 96,496              | 192,992             |
| <b>Total RPTTF Requested</b>                               | <b>408,315</b>    | <b>6,384,515</b>    | <b>6,792,830</b>    |
| <b>RPTTF Requested</b>                                     | <b>311,819</b>    | <b>6,288,019</b>    | <b>6,599,838</b>    |
| <u>Adjustment(s)</u>                                       |                   |                     |                     |
| Item No. 31                                                | 0                 | (34,447)            | (34,447)            |
| Item No. 133                                               | 0                 | (670,274)           | (670,274)           |
|                                                            | 0                 | (704,721)           | (704,721)           |
| <b>RPTTF Authorized</b>                                    | <b>311,819</b>    | <b>5,583,298</b>    | <b>5,895,117</b>    |
| <b>Administrative RPTTF Authorized</b>                     | <b>96,496</b>     | <b>96,496</b>       | <b>192,992</b>      |
| ROPS 23-24 Prior Period Adjustment (PPA)                   | (153,811)         | 0                   | (153,811)           |
| <b>Total RPTTF Approved for Distribution</b>               | <b>\$ 254,504</b> | <b>\$ 5,679,794</b> | <b>\$ 5,934,298</b> |