



Transmitted via e-mail

November 10, 2021

Steven Dobrenen, Finance Director  
City of Cudahy  
5220 Santa Ana Street  
Cudahy, CA 90201

### **Amended Recognized Obligation Payment Schedule**

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1) (E), the City of Cudahy Successor Agency (Agency) submitted an Amended Recognized Obligation Payment Schedule for the period January 1, 2022 through June 30, 2022 (Amended ROPS 21-22B) to the California Department of Finance (Finance) on October 1, 2021. Finance has completed its review of the Amended ROPS 21-22B.

Based on our review and application of the law, Finance makes the following determination:

- Item No. 56 – Emergency Loan in the amount of \$300,000 is not allowed. Pursuant to HSC 34173 (h) (1), the city that authorized the creation of a redevelopment agency may loan funds to the successor agency for administrative costs or enforceable obligations when the successor agency receives insufficient distribution from the Redevelopment Property Tax Trust Fund (RPTTF), or other approved sources of funding are insufficient, to pay approved enforceable obligations in the ROPS period. According to our records, the Agency was distributed RPTTF in the amount authorized, and no shortfall is evident. In addition, the properties associated with the loan were approved for transfer to the City of Cudahy for future development when the Long-Range Property Management Plan was approved by Finance on December 16, 2015. As such, the properties and their associated costs are no longer obligations of the Agency and the requested amount of \$300,000 is not eligible for RPTTF funding.

Since Finance did not approve any RPTTF adjustments, the Agency's maximum approved RPTTF distribution for the ROPS 21-22B period remains at \$1,052,430, as summarized in the Approved RPTTF Distribution table (see Attachment).

Please refer to the Amended ROPS 21-22B schedule used to calculate the total RPTTF approved for distribution:

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

This is Finance's determination related to the funding of enforceable obligations reported on your Amended ROPS 21-22B. Please note there is not a Meet and Confer option for the Amended ROPS process; therefore, Finance's determination is final. This determination is effective for this time 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 denied, even if it was not denied on this Amended 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 statutes. Therefore, as a practical matter, the ability to fund the items on the ROPS with property tax is limited to the amount of funding available to the Agency in the RPTTF.

Please direct inquiries to Joshua Mortimer, Supervisor, or Brian Dunham, Staff, at (916) 322-2985.

Sincerely,

Original signed by Cheryl L. McCormick for:

JENNIFER WHITAKER  
Program Budget Manager

cc: Cheryl Murase, Principal, HdL Coren & Cone, City of Cudahy  
Kristina Burns, Manager, Department of Auditor-Controller, Los Angeles County

<b>Approved RPTTF Distribution January 2022 through June 2022</b>	
Authorized RPTTF on ROPS 21-22B	\$ 927,430
Authorized Administrative RPTTF on ROPS 21-22B	125,000
<b>Total Authorized RPTTF on ROPS 21-22B</b>	<b>1,052,430</b>
<b>Total Requested 21-22B RPTTF Adjustments</b>	<b>300,000</b>
Item No. 56	(300,000)
<b>Authorized RPTTF 21-22B Adjustments</b>	<b>0</b>
<b>Total Amended ROPS 21-22B RPTTF approved for distribution</b>	<b>1,052,430</b>