



Transmitted via e-mail

May 17, 2023

Sergio M. Ramirez, Director of Economic Development
City of Anaheim
200 South Anaheim Boulevard #733
Anaheim, CA 92805

2023-24 Annual Recognized Obligation Payment Schedule

This letter supersedes the California Department of Finance's (Finance) Recognized Obligation Payment Schedule (ROPS) letter dated April 14, 2023. Pursuant to Health and Safety Code (HSC) section 34177 (o) (1), the City of Anaheim Successor Agency (Agency) submitted an annual ROPS for the period July 1, 2023 through June 30, 2024 (ROPS 23-24) to Finance on January 25, 2023. 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 26, 2023.

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. 151 – Westgate Remediation (Previously ROPS Line 100) in the amount of \$8,997,385. Finance no longer denies this item. Finance initially denied this item due to the understanding that all funds approved for the July 1, 2022 through June 30, 2023 ROPS (ROPS 22-23) would be expended. However, due to regulatory delays, the project is behind schedule, and not all approved funds were spent. Any unspent funds from ROPS 22-23 will be reported as a prior period adjustment in a subsequent ROPS. Based on the additional information provided during the Meet and Confer review, the requested amount of \$8,997,385 is approved in Redevelopment Property Tax Trust Fund (RPTTF) funding.

In addition, per Finance's letter dated April 14, 2023, we continue to make the following determinations not contested by the Agency during the Meet and Confer review:

- Item No. 187 – Domain Project Area Remediation in the total requested amount of \$302,361 has been reclassified. The Agency requested the funding source be reclassified from RPTTF to Other Funds. As a result, the RPTTF funding requested has decreased by \$302,361 and Other Funds has increased by \$302,361.

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, 2020 through June 30, 2021 (ROPS 20-21) period. The ROPS 20-21 prior period adjustment (PPA) will offset the ROPS 23-24 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 \$23,382,811, as summarized in the Approved RPTTF Distribution table (see Attachment).

RPTTF distributions occur biannually, one distribution for the July 1, 2023 through December 31, 2023 period (ROPS A period), and one distribution for the January 1, 2024 through June 30, 2024 period (ROPS B period), based on Finance's approved amounts. Since this determination is for the entire ROPS 23-24 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 23-24. 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 23-24 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 23-24 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.

Sergio M. Ramirez
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Please direct inquiries to Joshua Mortimer, Supervisor, or Michael Barr, Staff, at (916) 322-2985.

Sincerely,

Original signed by Cheryl L. McCormick for:

JENNIFER WHITAKER
Program Budget Manager

cc: Ramona Castaneda, Property Development Manager, City of Anaheim
Christopher Ranftl, Administrative Manager I, Property Tax Unit, Orange County
Kathy Tavoularis, Countywide Oversight Board Representative

Approved RPTTF Distribution July 2023 through June 2024			
	ROPS A	ROPS B	Total
RPTTF Requested	\$ 11,999,938	\$ 16,377,090	\$ 28,377,028
Administrative RPTTF Requested	235,000	235,000	470,000
Total RPTTF Requested	12,234,938	16,612,090	28,847,028
RPTTF Requested	11,999,938	16,377,090	28,377,028
<u>Adjustment(s)</u>			
Item No. 187	(151,180)	(151,181)	(302,361)
RPTTF Authorized	11,848,758	16,225,909	28,074,667
Administrative RPTTF Authorized	235,000	235,000	470,000
ROPS 20-21 Prior Period Adjustment (PPA)	(5,161,856)	0	(5,161,856)
Total RPTTF Approved for Distribution	\$ 6,921,902	\$ 16,460,909	\$ 23,382,811