



Transmitted via e-mail

November 9, 2022

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Monterey County
1441 Schilling Place, 2nd Floor
Salinas, CA 93901

Amended Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1) (E), the Monterey County Successor Agency (Agency) submitted an Amended Recognized Obligation Payment Schedule for the period January 1, 2023 through June 30, 2023 (Amended ROPS 22-23B) to the California Department of Finance (Finance) on September 29, 2022. Finance has completed its review of the Amended ROPS 22-23B.

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

- Item Nos. 10 and 19 – The Agency requested adjustments of \$200,000 and \$1,456,343 for the East Garrison Disposition and Development Agreement and Housing Subsidy, respectively. Based on our review, the amounts needed to fulfill these obligations for the ROPS 22-23 period have already been authorized by Finance. Therefore, these items should be fully funded and do not require additional funding. The Agency contends the Prior Period Adjustment (PPA) process has swept the funding needed for these obligations. However, the PPA process reported the differences between actual payments and past estimated obligations for the July 1, 2019 through June 30, 2020 (ROPS 19-20) period. Since the ROPS 19-20 actuals were less than estimated, these PPA funds remain available for use for the current ROPS period. As a result, the requested adjustments are not eligible for Redevelopment Property Tax Trust (RPTTF) funding.

Since Finance did not approve any RPTTF adjustments, the Agency's maximum approved RPTTF distribution for the ROPS 22-23B period remains at \$1,548,668, as summarized in the Approved RPTTF Distribution table (see Attachment).

Please refer to the Amended ROPS 22-23B 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 22-23B. 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 Zuber Tejani, Supervisor, or Michael Painter, Staff, at (916) 322-2985.

Sincerely,

Original signed by Cheryl L. McCormick for:

JENNIFER WHITAKER
Program Budget Manager

cc: Lori Woodle, Finance Manager I, Monterey County
Patty Ruiz, Auditor-Controller Analyst I, Monterey County, Monterey County

Attachment

Approved RPTTF Distribution January 2023 through June 2023	
Authorized RPTTF on ROPS 22-23B	\$ 2,031,412
Authorized Administrative RPTTF on ROPS 22-23B	75,000
Total Authorized RPTTF on ROPS 22-23B	2,106,412
Total Requested 22-23B RPTTF Adjustments	1,656,343
Finance RPTTF Adjustments	
Item No. 10	(200,000)
Item No. 19	(1,456,343)
	(1,656,343)
Total Finance Authorized 22-23B RPTTF Adjustments	0
ROPS 19-20 prior period adjustment (PPA)	(557,744)
Total Amended ROPS 22-23B RPTTF approved for distribution	\$ 1,548,668