



Transmitted via e-mail

April 14, 2023

Poonam Aujla, Senior Accounting Manager
Sacramento County
700 H Street, Room 3650
Sacramento, CA 95814

2023-24 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, 2023 through June 30, 2024 (ROPS 23-24) to the California Department of Finance (Finance) on January 27, 2023. Finance has completed its review of the ROPS 23-24.

Based on a sample of line items reviewed and application of the law, Finance made the following determinations:

- Item Nos. 133, 135, 139, and 144 – Bond and loan debt service in the requested amount of \$3,870,777 is partially denied. It is our understanding, that the Agency is requesting excess funding totaling \$56,518 to correct inaccurate payments being requested during the July 1, 2020 through June 30, 2021 period (ROPS 20-21); however, the necessary payments have already been made. According to the debt-service schedules, the amounts requested for the January 1, 2024 through June 30, 2024 period (ROPS B period) should be \$3,814,259. Therefore, to accurately reflect the correct debt-service payments, Finance adjusted the requested Redevelopment Property Tax Trust Fund (RPTTF) funding by \$56,518 as detailed below:

Item No.	Obligation Name	Requested	Adjusted	Authorized
133	2003 A Bonds	\$1,372,757	(\$15,907)	\$1,356,850
135	2003 B Bonds	486,216	(11,931)	474,285
139	2008 B Bonds	1,495,857	(23,211)	1,472,646
144	CIEDBL Loan	515,947	(5,469)	510,478
	Total	\$3,870,777	(\$56,518)	\$3,814,259

Pursuant to HSC section 34186, successor agencies are required to report differences between actual payments and past estimated obligations (prior period adjustments) for the 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 \$6,978,821, 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 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.

Except for the adjusted items, Finance approves the remaining items listed on the ROPS 23-24 at this time. If the Agency disagrees with our determination with respect to any items on the ROPS 23-24, 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/

Absent a Meet and Confer, 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.

Poonam Auja
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Please direct inquiries to Zuber Tejani, Supervisor, or Michael Barr, Staff, at (916) 322-2985.

Sincerely,

Original signed by Marilyn Standing Horse for:

JENNIFER WHITAKER
Program Budget Manager

cc: Elias Misker, Accountant, Sacramento County
Ben Lamera, Finance Director, Sacramento County
Wendy Hartman, Countywide Oversight Board Representative

Approved RPTTF Distribution July 2023 through June 2024			
	ROPS A	ROPS B	Total
RPTTF Requested	\$ 495,383	\$ 6,402,120	\$ 6,897,503
Administrative RPTTF Requested	96,496	96,496	192,992
Total RPTTF Requested	591,879	6,498,616	7,090,495
RPTTF Requested	495,383	6,402,120	6,897,503
<u>Adjustment(s)</u>			
Item No. 133	0	(15,907)	(15,907)
Item No. 135	0	(11,931)	(11,931)
Item No. 139	0	(23,211)	(23,211)
Item No. 144	0	(5,469)	(5,469)
	0	(56,518)	(56,518)
RPTTF Authorized	495,383	6,345,602	6,840,985
Administrative RPTTF Authorized	96,496	96,496	192,992
ROPS 20-21 Prior Period Adjustment (PPA)	(55,156)	0	(55,156)
Total RPTTF Approved for Distribution	\$ 536,723	\$ 6,442,098	\$ 6,978,821