



Transmitted via e-mail

May 17, 2024

Olga Tikhomirova, Director of Finance  
City of South Lake Tahoe  
1901 Lisa Maloff Way, Suite 210  
South Lake Tahoe, CA 96150

### **2024-25 Annual Recognized Obligation Payment Schedule**

This letter supersedes the California Department of Finance's (Finance) Recognized Obligation Payment Schedule (ROPS) letter dated April 12, 2024. Pursuant to Health and Safety Code (HSC) section 34177 (o) (1), the City of South Lake Tahoe Successor Agency (Agency) submitted an annual ROPS for the period July 1, 2024 through June 30, 2025 (ROPS 24-25) to Finance on December 18, 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 25, 2024.

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. 25 – Supplemental Educational Revenue Augmentation Fund Loan from the Low and Moderate Income Housing Fund in the total outstanding amount of \$426,210. Finance no longer denies this item. Finance initially denied this item due to a lack of supporting documents. However, based on additional information provided during the Meet and Confer review, the requested amount of \$285,019 in Redevelopment Property Tax Trust Fund (RPTTF) funding is approved.

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, 2021 through June 30, 2022 (ROPS 21-22) period. The ROPS 21-22 prior period adjustment (PPA) will offset the ROPS 24-25 RPTTF distribution. The County Auditor-Controller's review of the PPA form submitted by the Agency resulted in no PPA.

The Agency's maximum approved RPTTF distribution for the reporting period is \$5,446,226, as summarized in the Approved RPTTF Distribution table (see Attachment).

RPTTF distributions occur biannually, one distribution for the July 1, 2024 through December 31, 2024 period (ROPS A period), and one distribution for the January 1, 2025 through June 30, 2025 period (ROPS B period), based on Finance's approved amounts. Since this determination is for the entire ROPS 24-25 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 24-25. 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 24-25 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 24-25 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,

Original signed by:

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

cc: Andrew Black, Financial Services Supervisor, City of South Lake Tahoe  
Sally Zutter, Property Tax Division Manager/Countywide Oversight Board  
Representative, El Dorado County

<b>Approved RPTTF Distribution July 2024 through June 2025</b>			
	<b>ROPS A</b>	<b>ROPS B</b>	<b>Total</b>
RPTTF Requested	\$ 4,069,554	\$ 1,331,672	\$ 5,401,226
Administrative RPTTF Requested	22,500	22,500	45,000
<b>Total RPTTF Requested</b>	<b>4,092,054</b>	<b>1,354,172</b>	<b>5,446,226</b>
<b>RPTTF Authorized</b>	<b>4,069,554</b>	<b>1,331,672</b>	<b>5,401,226</b>
<b>Administrative RPTTF Authorized</b>	<b>22,500</b>	<b>22,500</b>	<b>45,000</b>
<b>Total RPTTF Approved for Distribution</b>	<b>\$ 4,092,054</b>	<b>\$ 1,354,172</b>	<b>\$ 5,446,226</b>