



April 3, 2019

Ms. Carolyn Galloway-Cooper, Finance Special Projects  
City of Guadalupe  
918 Obispo Street  
Guadalupe, CA 93434

Dear Ms. Galloway-Cooper:

Subject: 2019-20 Annual Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1), the City of Guadalupe Successor Agency (Agency) submitted an annual Recognized Obligation Payment Schedule for the period of July 1, 2019 through June 30, 2020 (ROPS 19-20) to the California Department of Finance (Finance) on February 1, 2019. Finance has completed its review of the ROPS 19-20.

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

- Item No. 3 – Royal Theater Retrofit funded with \$661,968 in Bond Proceeds is conditionally approved. The Agency received a Finding of Completion on April 18, 2013 and is allowed to expend bond proceeds derived from bonds issued prior to January 1, 2011 (pre-2011 bond proceeds) in a manner consistent with the bond covenants. Additionally, the Oversight Board (OB) approved OB Resolution No. 19-3 approving the use of Tax Allocation Refunding Bonds, Series 2003 excess bond proceeds on January 24, 2019. Finance received the resolution on March 18, 2019 and has not completed its review. Therefore, our approval is specifically limited to the use of excess pre-2011 bond proceeds pursuant to HSC section 34191.4 (c) (1) and dependent upon our approval of OB Resolution No. 19-3. Such approval, however, should not be construed as approval of the project itself as an enforceable obligation.
- Item Nos. 7 and 8 – Supplemental Educational Revenue Augmentation Fund loans in the in the total outstanding amount of \$294,593 (\$225,558 + 69,035) is not allowed. These obligations were fully satisfied in prior ROPS periods. Therefore, these items are no longer enforceable obligations of the Agency and the total requested amount of \$294,593 in Redevelopment Property Tax Trust Fund (RPTTF) is not allowed.

Pursuant to HSC section 34186, successor agencies are required to report differences between actual payments and past estimated obligations. Reported differences in RPTTF are used to offset current RPTTF distributions. The County Auditor-Controller's review of the prior period adjustment form submitted by the Agency resulted in no prior period adjustment.

Except for the items adjusted, Finance is not objecting to the remaining items listed on the ROPS 19-20. If the Agency disagrees with our determination with respect to any items on the ROPS 19-20, 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 of the date of this letter. The Meet and Confer process and guidelines are available on our website:

[http://dof.ca.gov/Programs/Redevelopment/Meet And Confer/](http://dof.ca.gov/Programs/Redevelopment/Meet_And_Confer/)

The Agency's maximum approved RPTTF distribution for the reporting period is \$532,064 as summarized in the Approved RPTTF Distribution table on Page 3 (see Attachment).

RPTTF distributions occur biannually, one distribution for the July 1 through December 31 period (ROPS A period), and one distribution for the January 1 through June 30 period (ROPS B period) based on Finance approved amounts. Since this determination is for the entire ROPS 19-20 period, the Agency is authorized to receive up to the maximum approved RPTTF through the combined ROPS A and B period distributions.

Absent a Meet and Confer, this is our final determination regarding the obligations listed on the ROPS 19-20. This determination only applies to items when funding was requested for the 12-month period. If a denial by Finance in a previous ROPS is currently the subject of litigation, the item will continue to be denied until the matter is resolved.

The ROPS 19-20 form submitted by the Agency and this determination letter will be posted on our website:

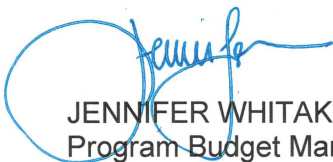
<http://dof.ca.gov/Programs/Redevelopment/ROPS/>

This determination is effective for the ROPS 19-20 period only and should not be conclusively relied upon for future ROPS periods. All items listed on a future ROPS are subject to review and may be denied even if not denied 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 RPTTF is the same as the amount of property tax increment available prior to the enactment of 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 RPTTF.

Please direct inquiries to Joshua Mortimer, Supervisor, or Jared Smith, Lead Analyst, at (916) 322-2985.

Sincerely,



JENNIFER WHITAKER  
Program Budget Manager

cc: Ms. Juana Merino-Escobar, Administrative Assistant, City of Guadalupe  
Mr. Ed Price, Division Chief Property Tax Division, Santa Barbara County

**Attachment**

Approved RPTTF Distribution For the period of July 1, 2019 through June 30, 2020			
	ROPS A Period	ROPS B Period	ROPS 19-20 Total
RPTTF Requested	\$ 658,053	\$ 3,604	\$ 661,657
Administrative RPTTF Requested	82,500	82,500	165,000
<b>Total RPTTF Requested</b>	<b>740,553</b>	<b>86,104</b>	<b>826,657</b>
<b>RPTTF Requested</b>	<b>658,053</b>	<b>3,604</b>	<b>661,657</b>
<u>Adjustment(s)</u>			
Item No. 7	(225,558)	0	(225,558)
Item No. 8	(69,035)	0	(69,035)
	(294,593)	0	(294,593)
<b>RPTTF Authorized</b>	<b>363,460</b>	<b>3,604</b>	<b>367,064</b>
<b>Administrative RPTTF Authorized</b>	<b>82,500</b>	<b>82,500</b>	<b>165,000</b>
<b>Total RPTTF Authorized for Obligations</b>	<b>445,960</b>	<b>86,104</b>	<b>532,064</b>
Prior Period Adjustment	0	0	0
<b>Total RPTTF Approved for Distribution</b>	<b>\$ 445,960</b>	<b>\$ 86,104</b>	<b>\$ 532,064</b>