



**DEPARTMENT OF
FINANCE**
OFFICE OF THE DIRECTOR

GAVIN NEWSOM • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

April 15, 2019

Mr. Adam Smith, Project Manager
City of Oxnard
214 South C Street
Oxnard, CA 93030

Dear Mr. Smith:

Subject: 2019-20 Annual Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1), the City of Oxnard 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 January 28, 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. 1 – Tax Allocation Refunding Bond 2004 in the amount of \$2,404,973, consisting of \$2,306,542 in Reserve Balances and \$98,395 in Redevelopment Property Tax Trust Fund (RPTTF), is partially adjusted. Of the \$2,306,542 in Reserve Balances requested, the Agency inadvertently included \$1,121,482, which is the ROPS 16-17 prior period adjustment. However, as described below, the prior period adjustment is deducted from the ROPS 19-20 total RPTTF distribution. Therefore, Finance is reclassifying \$1,121,482 in Reserve Balances to RPTTF, and approving a total of \$1,185,060 in Reserve Balances and \$1,219,877 in RPTTF, totaling \$2,404,973.
- Item No. 2 – Assessment District Payment in the amount of \$28,006 is partially adjusted. Of the \$28,006, the Agency contends \$21,806 is for an unfunded amount for the ROPS 16-17 period. The Agency provided an invoice dated June 2016 for costs billed for fiscal year 2015-16; however, the Agency could not demonstrate the amount of \$21,806 remained unfunded and not paid. Therefore, of the \$28,006 requested, \$6,200 is allowed for the ROPS 19-20 period and the unsupported amount of \$21,806 is not allowed.
- Item No. 105 – Other Income Shortfall request in the total outstanding amount of \$194,062 is not allowed. It is our understanding the Agency incorrectly identified Other Funds that were reclassified during the ROPS 18-19 period. Consequently, the Agency had sufficient funds and agreed to withdraw the requested amount from the ROPS 19-20. Therefore, the item is not an enforceable obligation and the requested amount of \$194,062 from 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 amount of RPTTF approved in the table on Page 3 includes the prior period adjustment resulting from the County Auditor-Controller's review of the prior period adjustment form submitted by the Agency.

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 \$5,968,750 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:

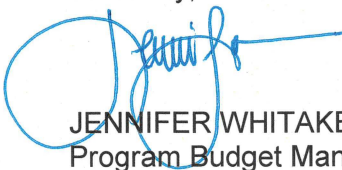
<http://dof.ca.gov/Programs/Redevelopment/ROPS/>

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 Cindie Lor, Supervisor, or Jeremy Bunting, Lead Analyst, at (916) 322-2985.

Sincerely,



JENNIFER WHITAKER
Program Budget Manager

cc: Ms. Christine Williams, Controller, City of Oxnard
Ms. Rhoda Farrell, Property Tax Fiscal Manager, Ventura 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	\$ 2,054,892	\$ 3,879,726	\$ 5,934,618
Administrative RPTTF Requested	125,000	125,000	250,000
Total RPTTF Requested	2,179,892	4,004,726	6,184,618
RPTTF Requested	2,054,892	3,879,726	5,934,618
<u>Adjustments</u>			
Item No. 1	0	1,121,482	1,121,482
Item No. 2	(21,806)	0	(21,806)
Item No. 105	(194,062)	0	(194,062)
	(215,868)	1,121,482	905,614
RPTTF Authorized	1,839,024	5,001,208	6,840,232
Administrative RPTTF Authorized	125,000	125,000	250,000
Total RPTTF Authorized for Obligations	1,964,024	5,126,208	7,090,232
Prior Period Adjustment	(1,121,482)	0	(1,121,482)
Total RPTTF Approved for Distribution	\$ 842,542	\$ 5,126,208	\$ 5,968,750