



Transmitted via e-mail

April 13, 2022

Manuel Carrillo, Director of Finance and Administrative Services  
City of Bell Gardens  
7100 Garfield Avenue  
Bell Gardens, CA 90201

**2022-23 Annual Recognized Obligation Payment Schedule**

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1), the City of Bell Gardens Successor Agency (Agency) submitted an annual Recognized Obligation Payment Schedule for the period July 1, 2022 through June 30, 2023 (ROPS 22-23) to the California Department of Finance (Finance) on January 27, 2022. Finance has completed its review of the ROPS 22-23.

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

- The Agency requested the use of Bond Proceeds to fund enforceable obligations instead Redevelopment Property Tax Trust Fund (RPTTF) funding in error. Therefore, with the Agency's concurrence, Finance made the following adjustments:

Item No.	Item Name	Bond Proceeds Requested	Bond Proceeds Adjusted	RPTTF Adjusted
1	Bond Loan Agreement	\$133,859	(\$133,859)	\$133,859
4	Trustee for Debt Obligations	\$8,000	(\$8,000)	\$8,000
5	Debt Compliance and Reporting	\$5,000	(\$5,000)	\$5,000
14	Bond Loan Agreement	\$284,000	(\$284,000)	\$284,000
18	Trustee for Debt Obligations	\$8,000	(\$8,000)	\$8,000
19	Debt Compliance and Reporting	\$4,000	(\$4,000)	\$4,000
45	Successor Agency Property	\$15,000	(\$15,000)	\$15,000
46	2014 A-TAB	\$533,000	(\$533,000)	\$533,000
47	2014 B TAB	\$604,225	(\$604,225)	\$604,225
48	2014-C TAB	\$889,304	(\$889,304)	\$889,304
53	City Loans to the Redevelopment Agency	\$963,541	(\$963,541)	\$963,541
61	Low and Moderate Housing Fund Loans	\$12,200	(\$12,200)	\$12,200
62	Property Dissolution	\$100,000	(\$100,000)	\$100,000
	<b>Total</b>	<b>\$3,560,129</b>	<b>(\$3,560,129)</b>	<b>\$3,560,129</b>

- Item Nos. 53 and 61 – City Loans to the Redevelopment Agency and Low and Moderate Housing Fund Loans repayments totaling \$975,741 (\$963,541 + \$12,200) are partially allowed. HSC section 34191.4 (b) (3) (A) allows repayment to be equal to one-half of the increase between the ROPS residual pass-through distributed to the taxing entities in the preceding fiscal year and the ROPS residual pass-through distributed to the taxing entities in the fiscal year 2012-13 base year.

According to the Los Angeles County Auditor-Controller's report, the ROPS residual pass-through amount distributed to the taxing entities for fiscal year 2012-13 and 2021-22 are \$0 and \$1,466,782, respectively. Pursuant to the repayment formula, the maximum repayment amount authorized for the ROPS 22-23 period is \$733,391. Therefore, of the \$975,741 requested, \$242,350 (\$975,741 – \$733,391) is not eligible for RPTTF funding. An adjustment of \$242,350 is made to Item No. 53. The Agency may be eligible for additional funding on subsequent ROPS.

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, 2019 through June 30, 2020 (ROPS 19-20) period. The ROPS 19-20 prior period adjustment (PPA) will offset the ROPS 22-23 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 \$3,513,413, as summarized in the Approved RPTTF Distribution table (see Attachment).

RPTTF distributions occur biannually, one distribution for the July 1, 2022 through December 31, 2022 period (ROPS A period), and one distribution for the January 1, 2023 through June 30, 2023 period (ROPS B period), based on Finance's approved amounts. Since this determination is for the entire ROPS 22-23 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 22-23. If the Agency disagrees with our determination with respect to any items on the ROPS 22-23, 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 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 must use the RAD App to complete and submit its Meet and Confer request form.

Absent a Meet and Confer, this is our final determination regarding the obligations listed on the ROPS 22-23. 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 22-23 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 22-23 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 Joshua Mortimer, Supervisor, or Daniel Cervantes, Staff, at (916) 322-2985.

Sincerely,

Original signed by Cheryl L. McCormick for:

JENNIFER WHITAKER  
Program Budget Manager

cc: Rimo Hanson, Accounting Manager, City of Bell Gardens  
Kristina Burns, Manager, Department of Auditor-Controller, Los Angeles County

<b>Approved RPTTF Distribution July 2022 through June 2023</b>			
	<b>ROPS A</b>	<b>ROPS B</b>	<b>Total</b>
RPTTF Requested	\$ 0	\$ 0	\$ 0
Administrative RPTTF Requested	125,000	125,000	250,000
<b>Total RPTTF Requested</b>	<b>125,000</b>	<b>125,000</b>	<b>250,000</b>
<b>RPTTF Requested</b>	<b>0</b>	<b>0</b>	<b>0</b>
<u>Adjustment(s)</u>			
Item No. 1	133,859	0	133,859
Item No. 4	0	8,000	8,000
Item No. 5	0	5,000	5,000
Item No. 14	225,100	58,900	284,000
Item No. 18	0	8,000	8,000
Item No. 19	0	4,000	4,000
Item No. 45	7,500	7,500	15,000
Item No. 46	533,000	0	533,000
Item No. 47	527,950	76,275	604,225
Item No. 48	699,808	189,496	889,304
Item No. 53*	0	721,191	721,191
Item No. 61	12,200	0	12,200
Item No. 62	50,000	50,000	100,000
	2,189,417	1,128,362	3,317,779
<b>RPTTF Authorized</b>	<b>2,189,417</b>	<b>1,128,362</b>	<b>3,317,779</b>
<b>Administrative RPTTF Authorized</b>	<b>125,000</b>	<b>125,000</b>	<b>250,000</b>
ROPS 19-20 prior period adjustment (PPA)	(54,366)	0	(54,366)
<b>Total RPTTF Approved for Distribution</b>	<b>\$ 2,260,051</b>	<b>\$ 1,253,362</b>	<b>\$ 3,513,413</b>

\*The figure reflects the net adjustment of \$721,191 (\$963,541 - \$242,350).