

Agenda
SAN GABRIEL SUCCESSOR AGENCY OVERSIGHT BOARD

SPECIAL MEETING

Monday September 14, 2015
10:00 a.m.

City of San Gabriel
Public Works Conference Room (formerly Community Development)
410 McGroarty Street
San Gabriel, California 91776

1. CALL TO ORDER/ROLL CALL

Chair Hamid Behdad, Appointee of the Chancellor of the California Community Colleges
Vice Chair Thomas Marston, Employee Appointee of the Mayor City of San Gabriel
Board Member Frank Cheng Appointee of the Los Angeles County Library (Largest Special District)
Board Member David R. Gutierrez, Appointee of the Mayor City of San Gabriel
Board Member Annie Huang, Appointee of the Los Angeles County Board of Supervisors
Vacant, Appointee of the Los Angeles County Board of Education
Board Member David Sweeney, Appointee of the Los Angeles County Board of Supervisors

2. PUBLIC COMMENT

Pursuant to government code section 54954.3, this is the time provided for members of the public to address the Oversight Board on items of interest that are not on the agenda within the subject matter jurisdiction of the Oversight Board.

Citizens wishing to address the Oversight Board on any matter not on the Agenda, which is in the subject matter jurisdiction of the Oversight Board, may now do so at this time. Please state your NAME and ADDRESS CLEARLY for the record.

Please note that while the Oversight Board values your comments, pursuant to the Brown Act, the Oversight Board cannot take any action until such time as the matter may appear as an item on a forthcoming agenda.

3. MINUTES OF REGULAR BOARD MEETINGS OF FEBRUARY 17, 2015 MEETING

The minutes are a record of the official actions taken at the last Board meeting.

RECOMMENDED BOARD ACTION: Approval of minutes.

4. NEW BUSINESS

- a. **Introduction of Angelica Frausto-Lupo, Economic Development Manager**
- b. **Adoption of Resolution No. OB 15-02 approving the 2015-16B Recognized Obligation Payment Schedule, for the fiscal period from January 2 to June 30, 2016 and the Successor Agency Administrative Budget pursuant to Health and Safety Code Section 34177(j).**

RECOMMENDED BOARD ACTION: Approve Resolution No. OB 15-02 entitled: A RESOLUTION OF THE SAN GABRIEL SUCCESSOR AGENCY OVERSIGHT BOARD APPROVING THE 2015-16B RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR THE FISCAL PERIOD FROM JANUARY 2 TO JUNE 30, 2016 AND THE SUCCESSOR AGENCY ADMINISTRATIVE BUDGET PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177(j)

5. BOARD ITEMS

Each Board Member may address the Oversight Board and public on matters of general information and/or concern.

6. ADJOURNMENT

Oversight Board actions are subject to review by the California State Department of Finance. As such, the Oversight Board actions shall not be effective for five days pending a request for review by the Department of Finance.

Documents related to agenda items are available for public inspection at the San Gabriel City Clerk's Office at City Hall, 425 S. Mission Drive, San Gabriel, CA 91776 during normal business hours. Any documents related to an agenda item which are distributed to a majority of the Oversight Board will be made available in appropriate alternate formats upon request by a person with a disability, as required by the Americans with Disabilities Act of 1990.

Please contact the San Gabriel City Clerk's Office at (626) 308-2800 to request disability related modification or accommodation, including auxiliary aids or services in order to participate in the public meeting. Notification 48 hours in advance of the public meeting will enable the City to make reasonable arrangements to ensure accessibility to this meeting. The conference room at 410 McGroarty Street, the location of Oversight Board meetings, is handicapped accessible.

**SAN GABRIEL SUCCESSOR AGENCY
OVERSIGHT BOARD MINUTES**

Tuesday, February 17, 2015
Community Development Department Conference Room
410 McGroarty Street
San Gabriel, California 91776

1. CALL TO ORDER/ROLL CALL

Board Chair Hamid Behdad of the Appointee, Chancellor of the California Community Colleges
Board Vice Chair Thomas Marston, Appointee of the Mayor City of San Gabriel
Board Member Frank Cheng, Appointee of the Los Angeles County Library
Board Member Annie Huang, Appointee of the Los Angeles County Board of Supervisors
Board Member David R. Gutierrez, Appointee of the Mayor City of San Gabriel

Absent

Board Member David Sweeney, Appointee of the Los Angeles Board of Supervisors
Board Member Maria “Nonette” Martin, Appointee of the Los Angeles County Board of Education

Also present were:

Teresa L. Highsmith, Oversight Board Attorney. San Gabriel Successor Agency
Peter Wallin, Deputy City Attorney, City of San Gabriel
Armine Chaparyan, Community Development Director, City of San Gabriel
Diane Hadland, Successor Agency Staff, City of San Gabriel
Patricia Bravo-Valdez, Assistant City Clerk, City of San Gabriel
Representative, Los Angeles County Commission Services

2. PUBLIC COMMENT

PUBLIC COMMENT: PURSUANT TO GOVERNMENT CODE SECTION 54954.3, THIS IS THE TIME PROVIDED FOR MEMBERS OF THE PUBLIC TO ADDRESS THE COUNCIL ON ITEMS OF INTEREST THAT ARE NOT ON THE AGENDA WITHIN THE SUBJECT MATTER JURISDICTION OF THE OVERSIGHT BOARD.

There was no one from the audience who wished to speak.

3. MINUTES OF REGULAR BOARD MEETING OF September 8, 2014 MEETING

MOTION: Motion to approve the minutes of Special Meeting of September 8, 2014 was moved by Board Member Frank Cheng and seconded by Board Member Annie Huang. Motion carried 5-0.

4. NEW BUSINESS

- a. Introduction of Armine Chaparyan, Community Development Director.
- b. ADOPTION OF RESOLUTION NO. OB 15-01 APPROVING THE 2015-16A RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR THE FISCAL PERIOD FROM JULY 1 TO DECEMBER 31, 2015 AND THE SUCCESSOR AGENCY ADMINISTRATIVE BUDGET PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177(j)

Diane Hadland provided the staff report and a summary of items remaining as enforceable obligations on the proposed ROPS funding. She noted that a remaining obligation, repayment of the outstanding City Loan, was again not included on ROPS 2015-16A because of outstanding issues about the method of calculation.

MOTION: Motion to approve Resolution No. OB 15-01 approving the ROPS 2015-16A for the period from July 1 to December 31, 2015, and the successor agency administrative budget pursuant to health and safety code section 34177(j) was moved by Vice Chair Thomas Marston and seconded by Board Member David Gutierrez. The motion carried 5-0.

Diane Hadland called a roll call vote.

AYES:

Board Chair Hamid Behdad
Board Vice Chair Thomas Marston
Member Frank Cheng
Board Member Annie Huang,
Board Member David R. Gutierrez

ABSENT:

Board Member Maria “Nonette” Martin
Board Member David Sweeney

5. BOARD ITEMS

The Board established the next Oversight Board meeting to adopt ROPS 2015-16B on September 14, 2015 at 10:00 a.m.

7. ADJOURNMENT

The meeting was moved for adjournment by Board Member David Gutierrez and seconded by Vice Chair Thomas Marston.

<p>Oversight Board actions are subject to review by the California State Department of Finance. As such, the Oversight Board Actions shall not be effective for five days pending a request for review by the Department of Finance.</p>
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Assistant City Clerk

Hamid Behdad, Chair

San Gabriel/Agendas/2015



STAFF REPORT

Date: September 14, 2015

To: Members of the San Gabriel Successor Agency Oversight Board

From: Armine Chaparyan, Community Development Director

By: Diane Hadland, Successor Agency Staff Member

Subject: **Adoption of Resolution OB No. 15-02 Approving the 2015-16B Recognized Obligation Payment Schedule and the Successor Agency’s Administrative Budget, for the fiscal period from January 2 to June 30, 2016.**

I. RECOMMENDATION

Staff recommends that the Oversight Board adopt Resolution No. OB 15-02 approving the 2015-16B Recognized Obligation Payment Schedule, or ROPS, (Exhibit A) the Successor Agency Administrative Budget (Exhibit B), for the fiscal period from January 2 to June 30, 2016 (Attachment No. 1).

II. BACKGROUND

Assembly Bill x1 26 (Redevelopment Agency Dissolution) requires each successor agency to prepare a ROPS using a form provided by Department of Finance (“DOF”), which sets forth the minimum payment amounts and due dates for all enforceable obligations of the former redevelopment agencies for each six-month fiscal period. The ROPS also includes authorization for the administrative obligations necessary for the continued administration of the successor agency to wind down the former redevelopment agency.

AB 1484, the redevelopment dissolution/unwind trailer bill passed by the Legislature and signed by the Governor on June 29, 2012 made technical and substantive amendments to AB x1 26 including actions related to the ROPS. Under AB 1484, this ROPS must be approved by the Oversight Board and submitted to DOF by October 1st. Failure to do so will result in a \$10,000 per day penalty assessed against the City of San Gabriel.

DOF has issued another updated template for this ROPS and named it 2015-16B although it is very similar to prior ROPS templates. The updated template is pre-loaded with information from ROPS 2014-15B and again includes the need for a mid-year reconciliation of fund balance, revised forms and information as well as revised instructions.

III. STATUS ON ROPS 2015-16A

The expenditure items included on ROPS 2015-16A, which was approved by the Oversight Board and submitted to DOF earlier this year, were minimal as the Agency held off on requesting repayment of the City Loan. That ROPS was approved by the County and DOF with a minor change made by DOF. Specifically, DOF eliminated the Prior Period Adjustment amount resulting in \$29,300 in additional revenues being disbursed to the Successor Agency. A challenge to DOF's determination on ROPS 2015-16A was not put forth by the Successor Agency through the Meet and Confer process. A copy of the letter, that was received from DOF on ROPS 2015-16A, which was previously forwarded to the Oversight Board, is attached for your reference.

IV. ADMINISTRATIVE BUDGET

The Administrative Budget is to include all of the following: (i) estimated amounts of the Successor Agency's administrative costs for the up-coming six month fiscal period; (ii) the proposed sources of payment for the costs identified in (i); and (iii) proposals for arrangements for administrative and operation services for the six month fiscal period. For the last several ROPS, the Successor Agency has prepared a separate administrative budget to be considered by the Oversight Board and has included only the total on the ROPS.

As shown in Exhibit B, staff has reduced its request for administrative cost reimbursement from the statutorily provided minimum of \$125,000 to \$30,000, which is about \$2,500 less than budget included in ROPS 2015-16A. The administrative budget equals the estimated expenses to cover all costs to administer the close-down of the Successor Agency and to meet the stringent regulatory requirements associated with redevelopment dissolution, including potential costs for converting from a semi-annual to annual ROPS which the Oversight Board may need to approve a month earlier than the semi-annual ROPS. Exhibit A to the resolution, included as Attachment No. 1 herein, is ROPS 2015-16B for the period from January 2 to June 30, 2016. The Successor Agency's administrative budget is included as Exhibit B to the same resolution.

IV. SUMMARY OF ROPS 2015-16B

The projects that the Redevelopment Agency had underway when dissolution occurred have been largely completed with no or little expenditures expected in the upcoming ROPS cycle. The major remaining expenditures for future ROPS is the repayment of the City loan.

Repayment of City loans under AB 1484 is subject to a complex formula that is difficult to calculate and subject to multiple determinations. In addition, AB 113, discussed below, changes the way in which City loan repayments are calculated. Agency staff members had expected that issues revolving around the uncertainty regarding the City loan repayment would be resolved by now. It is now clear that at least an additional six months will be required. As such, staff is proposing to save time and

money by continuing to wait until there are clearer precedents established as to how to calculate the loan balances and payments. We hope that those precedents will be established early next year, but these issues sometimes move slowly.

V. UPCOMING SUCCESSOR AGENCY ISSUES

AB 113 is legislation that was introduced as part of the Governor's 2015-16 budget process. As of August 31, 2015, AB 113 has not been enacted into law. AB 113, as currently drafted, would change the repayment terms for City loans, change the current semi-annual ROPS process into an annual one due February 1st (rather than March 1st and October 1st), and delay implementation of Countywide Oversight Boards from July 2016 to July 2017. In addition, in Los Angeles and other large counties, the number of Countywide Oversight Boards will be expanded from 1 to 5, with one Oversight Board covering the jurisdiction of each County Supervisors.

A status update on AB 113 or similar legislation, will be provided orally at the meeting.

Attachment: No. 1: Resolution OB No. 15-02 approving ROPS 2015-16B for the period from January 2 to June 30, 2016

Exhibit A: ROPS 2015-16B

Exhibit B: Successor Agency Administrative Budget

Attachment No. 2 Letter from DOF approving ROPS 2015-16A

Attachment 1

Resolution OB No. 15-02
ROPS 2015-16B

RESOLUTION NO. OB 15-02

A RESOLUTION OF THE SAN GABRIEL SUCCESSOR AGENCY OVERSIGHT BOARD APPROVING THE 2015-16B RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR THE FISCAL PERIOD FROM JANUARY 2 TO JUNE 30, 2016 AND THE SUCCESSOR AGENCY ADMINISTRATIVE BUDGET PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177(j)

WHEREAS, California Health and Safety Code Section 34177(I)(2)(A) requires the Successor Agency to prepare a draft recognized obligation payment schedule (the “ROPS”) and make associated notifications and distributions; and

WHEREAS, Health and Safety Code Section 34177(j) requires the Successor Agency to prepare a proposed administrative budget (“Successor Agency Administrative Budget”) and submit it to the Oversight Board for the Oversight Board’s approval; and

WHEREAS, the ROPS and Successor Agency Administrative Budget must be approved by the Oversight Board pursuant to Health and Safety Code Section 34180(g) and 34177(j), respectively; and

WHEREAS, commencing with ROPS 2014-15A, the Successor Agency has prepared an administrative budget separate from the ROPS form as allowed by 34177(j);

NOW, THEREFORE, THE SAN GABRIEL SUCCESSOR AGENCY OVERSIGHT BOARD DOES HEREBY FIND AND RESOLVE AS FOLLOWS:

Section 1. ROPS 2015-16B for the period of January 2 to June 30, 2016, attached hereto as Exhibit A and incorporated herein by this reference, is hereby approved.

Section 2. The Successor Agency Administrative Budget attached hereto as Exhibit B and incorporated herein by this reference, is hereby approved.

Section 3. The Successor Agency City Manager, or designee, is directed to file, post, mail, or otherwise deliver via electronic mail, internet posting, and/or hardcopy, all notices and transmittals necessary or convenient in connection with the approval of ROPS 2015-16B and approval of the Successor Agency Administrative Budget.

Section 3. The Successor Agency City Manager or designee is authorized to make ministerial adjustments to the ROPS and Successor Agency Administrative Budget so long as these adjustments are within the scope of the approved schedule and total obligation.

Section 4. Pursuant to Health and Safety Code 34179(h), all actions taken by the Oversight Board may be reviewed by the California Department of Finance, and therefore, this Resolution shall not be effective for five (5) business days, pending a request for review by the California Department of Finance.

I HEREBY CERTIFY that the foregoing resolution was introduced and passed by the San Gabriel Successor Agency Oversight Board, at its meeting of September 14, 2015, by the following vote.

PASSED, APPROVED AND ADOPTED this 14th day of September, 2015.

Ayes:
Noes:
Absent:
Abstain:

Hamid Behdad, Chair

Attest:

Deputy City Clerk

Exhibit A

ROPS 2015-16B

Recognized Obligation Payment Schedule (ROPS 15-16B) - Summary

Filed for the January 1, 2016 through June 30, 2016 Period

Name of Successor Agency: San Gabriel
Name of County: Los Angeles

Current Period Requested Funding for Outstanding Debt or Obligation		Six-Month Total
Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding		
A Sources (B+C+D):		\$ -
B Bond Proceeds Funding (ROPS Detail)		-
C Reserve Balance Funding (ROPS Detail)		-
D Other Funding (ROPS Detail)		-
E Enforceable Obligations Funded with RPTTF Funding (F+G):		\$ 33,000
F Non-Administrative Costs (ROPS Detail)		3,000
G Administrative Costs (ROPS Detail)		30,000
H Total Current Period Enforceable Obligations (A+E):		\$ 33,000

Successor Agency Self-Reported Prior Period Adjustment to Current Period RPTTF Requested Funding		
I Enforceable Obligations funded with RPTTF (E):		33,000
J Less Prior Period Adjustment (Report of Prior Period Adjustments Column S)		(27,054)
K Adjusted Current Period RPTTF Requested Funding (I-J)		\$ 5,946

County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding		
L Enforceable Obligations funded with RPTTF (E):		33,000
M Less Prior Period Adjustment (Report of Prior Period Adjustments Column AA)		-
N Adjusted Current Period RPTTF Requested Funding (L-M)		33,000

Certification of Oversight Board Chairman:
Pursuant to Section 34177 (m) of the Health and Safety code, I hereby certify that the above is a true and accurate Recognized Obligation Payment Schedule for the above named agency.

Name	Title
/s/	
Signature	Date

San Gabriel Recognized Obligation Payment Schedule (ROPS 15-16B) - ROPS Detail
 January 1, 2016 through June 30, 2016
 (Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P
Item #	Project Name / Debt Obligation	Obligation Type	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Retired	Funding Source					Six-Month Total
										Non-Redevelopment Property Tax Trust Fund (Non-RPTTF)			RPTTF		
										Bond Proceeds	Reserve Balance	Other Funds	Non-Admin	Admin	
1	City Loan (City-Agency Cooperation)	City/County Loans	6/15/1993	6/15/2034	City of San Gabriel	City loan to the Agency including	East San Gabriel	\$ 716,655	N	\$ -	\$ -	\$ -	\$ 3,000	\$ 30,000	\$ 33,000
6	Lucky Center Loan (Subsidy)	Business Incentive Agreements	4/13/2011	3/26/2027	DHA Consulting / Contract Staff	For the construction of site improvements and façade/signage upgrades to attract new market operator that will make major tenant improvements. Loan Compliance Monitoring	East San Gabriel Commercial Development Project	3,000	N				3,000		\$ 3,000
10	Street Haul Route Rehab / San Gabriel Blvd. Streetscape Bridge Enhancements for Trench	Improvement/Infrastructure	3/9/2011	6/30/2016	ACE	Reimbursement	East San Gabriel Commercial Development	683,655	N				-		\$ -
42	Administrative Costs	Admin Costs	1/2/2014	6/30/2016	Employees/Various	Administrative Costs	East San Gabriel Commercial Development	30,000	N					30,000	\$ 30,000
47									N						\$ -
48									N						\$ -
49									N						\$ -
50									N						\$ -
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**San Gabriel Recognized Obligation Payment Schedule (ROPS 15-16B) - Report of Cash Balances
(Report Amounts in Whole Dollars)**

Pursuant to Health and Safety Code section 34177 (l), Redevelopment Property Tax Trust Fund (RPTTF) may be listed as a source of payment on the ROPS, but only to the extent no other funding source is available or when payment from property tax revenues is required by an enforceable obligation. For tips on how to complete the Report of Cash Balances Form, see [INSERT URL LINK TO CASH BALANCE TIPS SHEET]									
A	B	C	D	E	F	G	H	I	
	Cash Balance Information by ROPS Period	Fund Sources						Comments	
		Bond Proceeds		Reserve Balance		Other	RPTTF		
		Bonds Issued on or before 12/31/10	Bonds Issued on or after 01/01/11	Prior ROPS period balances and DDR RPTTF balances retained	Prior ROPS RPTTF distributed as reserve for future period(s)	Rent, Grants, Interest, Etc.	Non-Admin and Admin		
ROPS 14-15B Actuals (01/01/15 - 06/30/15)									
1	Beginning Available Cash Balance (Actual 01/01/15)						38,864		
2	Revenue/Income (Actual 06/30/15) RPTTF amounts should tie to the ROPS 14-15B distribution from the County Auditor-Controller during January 2015						1,136		
3	Expenditures for ROPS 14-15B Enforceable Obligations (Actual 06/30/15) RPTTF amounts, H3 plus H4 should equal total reported actual expenditures in the Report of PPA, Columns L and Q						12,946		
4	Retention of Available Cash Balance (Actual 06/30/15) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)								
5	ROPS 14-15B RPTTF Prior Period Adjustment RPTTF amount should tie to the self-reported ROPS 14-15B PPA in the Report of PPA, Column S	No entry required						27,054	
6	Ending Actual Available Cash Balance C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
ROPS 15-16A Estimate (07/01/15 - 12/31/15)									
7	Beginning Available Cash Balance (Actual 07/01/15) (C, D, E, G = 4 + 6, F = H4 + F4 + F6, and H = 5 + 6)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,054		
8	Revenue/Income (Estimate 12/31/15) RPTTF amounts should tie to the ROPS 14-15B distribution from the County Auditor-Controller during June 2015						32,500		
9	Expenditures for ROPS 15-16A Enforceable Obligations (Estimate 12/31/15)						32,500		
10	Retention of Available Cash Balance (Estimate 12/31/15) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)								
11	Ending Estimated Available Cash Balance (7 + 8 - 9 - 10)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,054	PPA for 2015-16B	

Exhibit B

Administrative Budget 2015-16B

Exhibit B
 San Gabriel Successor Agency
 Administrative Budget for 2015-16B
 1/1/2016 to 6/30/216

Description	Budget	Actual Expenditures
Full Time Employees / Portion Finance	10,000	
Special Departmental	-	
Administration/Contract Staff	3,500	
Medicare		
Administration/Contract Administrative (Diane)	10,000	
Contractual Services / Consultants / Legal		
Agency Council (Peter)	3,500	
Oversight Board Council (Theresa)	1,000	
Auditing	-	
Other Consultants		
Contractual Services		
Lease Payments/All		
Copier		
Security		
HVAC		
Office Operating	2,000	
Office Lease		
Supplies		
Cleaning		
Other		
Electricity		
Telephone		
Water		
Other Direct Costs		
Telephone - Wireless		
TOTAL	30,000	-

Attachment 2

DOF Letter Approving ROPS 2015-16A



March 13, 2015

Mr. Thomas Marston, Director of Finance
City of San Gabriel
425 South Mission Drive
San Gabriel, CA 91776

Dear Mr. Marston:

Subject: Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (m), the City of San Gabriel Successor Agency (Agency) submitted a Recognized Obligation Payment Schedule (ROPS 15-16A) to the California Department of Finance (Finance) on February 19, 2015 for the period of July 1 through December 31, 2015. Finance has completed its review of your ROPS 15-16A, which may have included obtaining clarification for various items.

Based on our review, we are approving all of the items listed on your ROPS 15-16A at this time.

Pursuant to HSC section 34186 (a), successor agencies were required to report on the ROPS 15-16A form the estimated obligations and actual payments (prior period adjustments) associated with the July through December 2014 period. HSC section 34186 (a) also specifies prior period adjustments self-reported by successor agencies are subject to audit by the county auditor-controller (CAC) and the State Controller. The amount of Redevelopment Property Tax Trust Fund (RPTTF) approved in the table below includes the prior period adjustment resulting from the CAC's review of the Agency's self-reported prior period adjustment.

The Agency's maximum approved RPTTF distribution for the reporting period is \$32,500 as summarized in the Approved RPTTF Distribution table below:

Approved RPTTF Distribution	
For the period of July through December 2015	
Total RPTTF requested for non-administrative obligations	0
Total RPTTF requested for administrative obligations	32,500
Total RPTTF requested for obligations on ROPS	\$ 32,500
Total RPTTF authorized for non-administrative obligations	0
Total RPTTF authorized for administrative obligations	32,500
Total RPTTF authorized for obligations	\$ 32,500
ROPS 14-15A prior period adjustment	0
Total RPTTF approved for distribution	\$ 32,500

Please refer to the ROPS 15-16A schedule that was used to calculate the approved RPTTF amount:

<http://www.dof.ca.gov/redevelopment/ROPS>

Absent a Meet and Confer, this is Finance's final determination related to the enforceable obligations reported on your ROPS for July 1 through December 31, 2015. This determination only applies to items where funding was requested for the six-month period. Finance's determination is effective for this time period only and should not be conclusively relied upon for future periods. All items listed on a future ROPS are subject to a subsequent review and may be denied even if it was or was not denied on this ROPS or a preceding ROPS. The only exception is for those items that have received a Final and Conclusive determination from Finance pursuant to HSC section 34177.5 (i). Finance's review of items that have received a Final and Conclusive determination 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 that was available prior to the enactment of ABx1 26 and AB 1484. This amount is not and never was an unlimited funding source. Therefore, as a practical matter, the ability to fund the items on the ROPS with property tax is limited to the amount of funding available to the agency in the RPTTF.

Pursuant to HSC section 34177 (a) (3), only those payments listed on an approved ROPS may be made by the successor agency from the funds specified in the ROPS. However, if the Agency needs to make payments for approved obligations from another funding source, HSC section 34177 (a) (4) requires the Agency to first obtain oversight board approval.

To the extent proceeds from bonds issued after December 31, 2010 exist and are not encumbered by an enforceable obligation pursuant to HSC section 34171 (d), HSC section 34191.4 (c) (2) (B) requires these proceeds be used to defease the bonds or to purchase those same outstanding bonds on the open market for cancellation.

Please direct inquiries to Kylie Oltmann, Supervisor or Nicole Prisakar, Lead Analyst at (916) 445-1546.

Sincerely,



JUSTYN HOWARD
Program Budget Manager

cc: Ms. Diane Hadland, Successor Agency Staff (Contract), City of San Gabriel
Ms. Kristina Burns, Manager, Department of Auditor-Controller, Los Angeles County
California State Controller's Office