



REVISED

September 28, 2018

Mr. Marc Roberts, Executive Director
City of Livermore
1052 South Livermore Avenue
Livermore, CA 94551

Dear Mr. Roberts:

Subject: Last and Final Recognized Obligation Payment Schedule

This letter supersedes the California Department of Finance's (Finance) September 27, 2018 Last and Final Recognized Obligation Payment Schedule (Last and Final ROPS) determination letter. A revision is necessary to accurately depict the adjustment noted for Item No. 37 below in the correct ROPS period. Pursuant to Health and Safety Code (HSC) section 34191.6 (b) the City of Livermore submitted a Last and Final ROPS to Finance on June 22, 2018. Finance has completed its review of the Agency's Last and Final ROPS.

HSC section 34191.6 (c) authorizes Finance to make amendments or changes to the Last and Final ROPS if the changes are agreed to in writing by the Agency. The Agency has agreed in writing to the following changes made by Finance to the Agency's Last and Final ROPS:

- Item No. 10 – Supplemental Educational Revenue Augmentation Fund Loan in the total outstanding amount of \$621,579. During the annual ROPS 18-19 review, Finance reclassified \$99,217 from Redevelopment Property Tax Trust Fund (RPTTF) to Reserve Balance funding based on a review of the Agency's cash balances. Therefore, to be consistent with the annual ROPS 18-19 determination, Finance adjusted requested Other Funds from zero to \$99,217. Further, \$621,579 in requested RPTTF funding was reduced by \$99,217 to \$522,362 as follows:
 - ROPS 18-19A – Requested RPTTF of \$34,688 adjusted to zero.
 - ROPS 18-19B – Requested RPTTF of \$65,000 adjusted by \$64,529 to \$471.

- Item No. 30 – Administrative Costs in the total outstanding amount of \$3,250,000. While the total administrative costs originally claimed were within the fiscal year administrative cap, the amount appeared excessive given the number and nature of obligations listed on the Last and Final ROPS. Therefore, with the Agency's concurrence, Finance adjusted the Administrative Cost Allowance for the entire Last and Final ROPS by \$2,667,000 to \$583,000. Adjustments specific to each ROPS period are reflected in the approved Last and Final ROPS.

- Item No. 37 – 2016 Tax Allocation Refunding Bond Series A in the total outstanding amount of \$26,929,576. Finance made an adjustment of \$1,678,984, increasing total outstanding to \$28,608,560 as follows:
 - ROPS 18-19A – To be consistent with the annual ROPS 18-19 determination, Finance adjusted Other Funds funding from zero to \$31,000.
 - ROPS 19-20A – The debt service payment due on August 1, 2019 was not included. Therefore, requested in RPTTF was increased from zero to \$1,647,984.

Finance is approving the Agency's Last and Final ROPS with the above amendments and changes. These changes are reflected in the approved Last and Final ROPS.

The Agency's maximum approved RPTTF distribution for the Last and Final ROPS is \$30,082,755 as summarized in the Approved RPTTF Distribution table.

Approved Last and Final ROPS RPTTF Distributions							
ROPS Period	A Periods			B Periods			Annual Total
	RPTTF	Admin RPTTF	A Period Total	RPTTF	Admin RPTTF	B Period Total	
Total requested	\$ 2,495,111	\$ 1,625,000	\$ 4,120,111	\$ 25,455,877	\$ 1,625,000	\$ 27,080,877	\$ 31,200,988
Total adjustments	1,613,296	(1,167,000)	446,296	(64,529)	(1,500,000)	(1,564,529)	(1,118,233)
Total RPTTF approved for distribution							
ROPS 18-19	1,616,985	125,000	1,741,985	434,140	125,000	559,140	2,301,125
ROPS 19-20	1,747,984	29,000	1,776,984	2,080,569	0	2,080,569	3,857,553
ROPS 20-21	100,000	29,000	129,000	2,083,369	0	2,083,369	2,212,369
ROPS 21-22	100,000	29,000	129,000	2,079,319	0	2,079,319	2,208,319
ROPS 22-23	100,000	29,000	129,000	2,083,819	0	2,083,819	2,212,819
ROPS 23-24	100,000	29,000	129,000	2,074,569	0	2,074,569	2,203,569
ROPS 24-25	100,000	29,000	129,000	2,077,069	0	2,077,069	2,206,069
ROPS 25-26	100,000	29,000	129,000	2,082,369	0	2,082,369	2,211,369
ROPS 26-27	75,000	29,000	104,000	2,079,119	0	2,079,119	2,183,119
ROPS 27-28	68,438	29,000	97,438	2,076,169	0	2,076,169	2,173,607
ROPS 28-29	0	24,000	24,000	2,082,181	0	2,082,181	2,106,181
ROPS 29-30	0	24,000	24,000	2,076,081	0	2,076,081	2,100,081
ROPS 30-31	0	24,000	24,000	2,082,575	0	2,082,575	2,106,575
Total approved RPTTF	\$ 4,108,407	\$ 458,000	\$ 4,566,407	\$ 25,391,348	\$ 125,000	\$ 25,516,348	\$ 30,082,755

Please refer to the approved Last and Final ROPS schedule used to calculate the total RPTTF approved for distribution:

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

Any agreed-upon amendments or changes are reflected in the approved Last and Final ROPS posted on the above website.

This is Finance's determination related to the enforceable obligations reported on the Last and Final ROPS. HSC section 34191.6 (c) (2) allows agencies to submit no more than two requests to amend the approved Last and Final ROPS.

ROPS distributions occur twice annually, one distribution for the July 1 through December 31 (ROPS A period) and one distribution for the January 1 through June 30 (ROPS B period). The Agency will receive RPTTF distributions up to the maximum approved amount on the Last and Final ROPS.

The Agency shall not expend more than the amount approved for each enforceable obligation listed and approved on the Last and Final ROPS. All unspent RPTTF received for enforceable obligations by the Agency should be retained for distribution to the affected taxing entities pursuant to HSC section 34191.6 (d) (2) (G). Further, any revenues, interest, and earnings of the Agency not authorized for use pursuant to the approved Last and Final ROPS shall be remitted the County Auditor-Controller (CAC) pursuant to HSC section 34191.6 (c) (3). Pursuant to HSC section 34187 (e), once an agency has retired or paid off all enforceable obligations and all real property has been disposed of, the agency is required to dispose of all remaining assets and remit any proceeds to the CAC for distribution to the affected taxing entities.

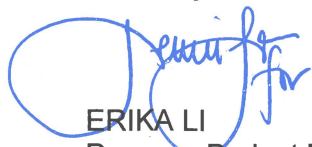
The amount available from the RPTTF is the same as the amount of property tax increment available prior to the enactment of redevelopment dissolution law. Therefore, as a practical matter, the ability to fund the items on the Last and Final ROPS with property tax is limited to the amount of funding available to the Agency in the RPTTF. However, HSC section 34191.6 (c) (5) provides mechanisms for the Agency to pay enforceable obligations if insufficient RPTTF is available on an approved Last and Final ROPS.

HSC section 34187 (b) defines the process of final dissolution of the Agency. When all enforceable obligations have been retired or paid off, all real property has been disposed of, and all outstanding litigation has been resolved, the Agency shall, within 30 days of meeting these conditions, submit to the Oversight Board (OB) a request to formally dissolve. The OB shall approve the request within 30 days and submit the request to Finance's review.

Pursuant to HSC section 34191.6 (c), Last and Final ROPS approved less than 15 days before the date of the RPTTF distribution shall not be effective until the subsequent RPTTF distribution period. Therefore, this approved Last and Final ROPS will supersede the annual ROPS 18-19 determination and should be used for the upcoming January 1 RPTTF distribution.

Please direct inquiries to Cindie Lor, Supervisor, or Amy Xu, Analyst, at (916) 322-2985.

Sincerely,



ERIKA LI
Program Budget Manager

cc: Mr. Erik Peterson, Accountant, City of Livermore
Ms. Carol S. Orth, Tax Analysis, Division Chief, Alameda County