



Memorandum

TO: SUCCESSOR AGENCY TO
THE SAN JOSE REDEVELOPMENT
AGENCY BOARD

FROM: Rick Bruneau

SUBJECT: SEE BELOW

DATE: May 15, 2023

Approved

Date

5/23/23

**SUBJECT: SUCCESSOR AGENCY TO THE SAN JOSE REDEVELOPMENT AGENCY
APPROVAL OF THE JULY 1, 2023 – JUNE 30, 2024 ADMINISTRATIVE
BUDGET AND ANNUAL RECOGNIZED OBLIGATION PAYMENT
SCHEDULE 2023-2024**

RECOMMENDATION

Successor Agency Board to the San José Redevelopment Agency adopt resolutions approving:

- (a) The Administrative Budget for July 1, 2023 through June 30, 2024; and
- (b) The Recognized Obligation Payment Schedule 2023-24 and authorizing payment for items on Recognized Obligation Payment Schedule 2023-24, which details the obligations of the Successor Agency Board to the San José Redevelopment Agency for the period of July 1, 2023 through June 30, 2024.

SUMMARY AND OUTCOME

The Recognized Obligation Payment Schedule 2023-24 (ROPS 23-24) includes obligations of the Successor Agency Board to the San José Redevelopment Agency (Successor Agency) due during the reporting period of July 1, 2023 through June 30, 2024. The Administrative Budget illustrates the City of San José (City) allocation of personnel and professional service resources. Approval of these resolutions by the Successor Agency Board provides budget authority for expenditures as available funding permits in accordance with the priority of obligations.

BACKGROUND

Under the legislation dissolving redevelopment agencies, a successor agency is required to submit a Recognized Obligation Payment Schedule (ROPS) and Administrative Budget every fiscal year to the Countywide Oversight Board and the California Department of Finance (DOF) for their approval.

The following documents related to the ROPS 23-24 are provided in support of this recommendation:

- Attachment 1: Successor Agency Administrative Budget 2023-24 ROPS
- Attachment 2: Successor Agency Personnel Costs for Administrative Budget 2023-24 ROPS
- Attachment 3: Recognized Obligation Payment Schedule (ROPS 23-24) – Summary (approved by Countywide Oversight Board and DOF)
- Attachment 4: Notice of No Objection Letter to ROPS
- Attachment 5: DOF Final Determination Letter ROPS 23-24

ROPS 23-24 was approved by the Countywide Oversight Board on January 27, 2023 and submitted to the DOF on January 31, 2023, prior to the February 1 submission deadline. The DOF completed its review and released its final determination of enforceable obligations listed on the ROPS 23-24 and approval of Redevelopment Property Tax Trust Fund funding on March 24, 2023.

ANALYSIS

A. Successor Agency Administrative Budget for July 1, 2023 – June 30, 2024

The Redevelopment Dissolution Law requires the Successor Agency prepare an Administrative Budget for the County Oversight Board approval.

The Successor Agency Administrative Budget 2023-24 ROPS (**Attachment 1**) summarizes provisions for professional services and City personnel costs. Professional services for fiscal year (FY) 2023-24 include banking, external audit, and foreclosures services. Each budget line item references the payee name, description of work, and budgetary comparison between FY 2022-23 and FY 2023-24. The Successor Agency Administrative Budget for FY 2023-24 totals \$359,401, reflecting an increase of \$78,800 or 28.0% from the approved Administrative Budget for FY 2022-23.

Personnel costs for the Administrative Budget 2023-24 ROPS (**Attachment 2**) show additional detail, including full-time equivalents (FTEs) and associated salary (including retirement and fringe benefits) costs the City allocates to support the Successor Agency in FY 2023-24. City

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staff assignments include the City Attorney’s Office (0.15 FTE), the Office of Economic Development and Cultural Affairs (0.05 FTE), and Finance Department (0.79 FTE).

The County Oversight Board, at its September 2022 meeting, directed the Successor Agency to transfer 22 Covenants, Conditions, and Restrictions Agreements to the City. The City Attorney’s Office will be supporting the City’s effort during FY 2023-24 in these assignments. Additionally, the City Attorney’s Office will support the foreclosure efforts on loans in default and non-performing Disposition and Development Agreements.

The Director of the Office of Economic Development and Cultural Affairs will assist with the transfers of the 22 outstanding Covenants, Conditions, and Restrictions Agreements from the Successor Agency to the City. Additionally, the Director will lead the efforts to explore options to compel performance under the Fulton Street Ventures Disposition and Development Agreement or seek other alternatives to commence development of the property located on the north side of East St. James Street between North First Street and Second Street.

There is an increase of 25%, or \$52,428, in personnel costs from FY 2022-23.

The funding source for FY 2023-24 Successor Agency Administrative Budget is Redevelopment Property Tax Trust Fund, a property tax increment revenue fund.

B. ROPS 23-24

Attachment 3 - Recognized Obligation Payment Schedule (ROPS 23-24) – Summary, shows a budget of \$195,734,366 to pay for enforceable obligations from July 2023 to June 2024. The funding sources include:

- A reserve amount from the previous ROPS 22-23 in the amount of \$51,017,500;
- Other revenue funds in the amount of \$1,528,468; and
- Redevelopment Property Tax Trust Fund in the amount of \$143,188,398

Pursuant to California Health and Safety Code section 34186 (c), successor agencies are required to report differences between actual payments and past estimated obligations (prior period adjustments) for the period of July 1, 2020 through June 30, 2021 (ROPS 20-21). The prior period adjustments for ROPS 20-21 resulted an excess Redevelopment Property Tax Trust Fund distribution of \$146,936, which will be netted against authorized Redevelopment Property Tax Trust Fund in ROPS 23-24.

C. Review of ROPS by County Auditor-Controller

The County of Santa Clara Auditor-Controller is authorized, but not required, to review the ROPS and transmit objections to any items not demonstrated to be enforceable obligations to the Successor Agency, Countywide Oversight Board, or DOF. On January 13, 2023, the County of

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Santa Clara Controller-Treasurer sent a Notice of No Objection to ROPS letter (**Attachment 4**) via email.

D. Review of ROPS by DOF

The DOF completed its review of ROPS 23-24 on March 24, 2023. Based on a sample of line items reviewed and application of the law, DOF approved all of the items listed on the ROPS 23-24 (**Attachment 5 - DOF Final Determination Letter ROPS 23-24**).

EVALUATION AND FOLLOW-UP

The California Health and Safety Code section 34177 (o) (1) (E) allows the Successor Agency to amend its ROPS once prior to October 1 during the reporting period.

COST SUMMARY/IMPLICATIONS

The ROPS 23-24 reflects obligations due during the reporting period of July 1, 2023 through June 30, 2024. The Successor Agency has sufficient funds to pay for all enforceable obligations, including administrative costs previously funded by the City.

COORDINATION

This memorandum was prepared in coordination with the City Attorney's Office and City Manager's Budget Office.

PUBLIC OUTREACH

This memorandum will be posted on the City's Council Agenda website for the June 6, 2023 City Council meeting. The City Council is also the Successor Agency Board and will convene as the Successor Agency Board to consider this memorandum during the June 6, 2023 City Council meeting.

COMMISSION RECOMMENDATION AND INPUT

No commission recommendation or input is associated with this action.

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CEQA

Not a Project, File No. PP17-004, Government Funding Mechanism or Fiscal Activity with no commitment to a specific project which may result in a potentially significant physical impact on the environment.

PUBLIC SUBSIDY REPORTING

This item does not include a public subsidy as defined in section 53083 or 53083.1 of the California Government Code or the City's Open Government Resolution.

/s/

RICK BRUNEAU
Chief Financial Officer

Attachments:

- Attachment 1: Successor Agency Administrative Budget 2023-24 ROPS
- Attachment 2: Successor Agency Personnel Costs For Administrative Budget 2023-24 ROPS
- Attachment 3: Recognized Obligation Payment Schedule (ROPS 23-24) - Summary
- Attachment 4: Notice of No Objection to ROPS Letter
- Attachment 5: DOF Final Determination Letter ROPS 23-24

For more information, contact Rick Bruneau, Chief Financial Officer for the Successor Agency, at 408-535-7011 or via email at rick.bruneau@sanjoseca.gov.

SUCCESSOR AGENCY ADMINISTRATIVE BUDGET
2023-24 ROPS
JULY 1, 2023 - JUNE 30, 2024

PAYEE	DESCRIPTION OF WORK	APPROVED BUDGET FY22-23 TOTAL	BUDGET 23- 24A	BUDGET 23- 24B	BUDGET 23- 24	VARIANCE FROM 2022-23
City of San Jose	Personnel costs for operations (refer to Attachment #2)	\$213,882	\$133,155	\$133,155	\$266,310	\$52,428
Macias, Gini & O'Connell LLP	Financial Audit Services - Annual Audit	63,719	70,091	0	70,091	6,372
Foreclosure Company	35 E Santa Clara St - Dr Eu	0	20,000	0	20,000	20,000
Wells Fargo Bank	General banking service fees	3,000	1,500	1,500	3,000	0
		\$280,601	\$224,746	\$134,655	\$359,401	\$78,800

Change % 28%

**SUCCESSOR AGENCY
PERSONNEL COSTS FOR ADMINISTRATIVE BUDGET
2023-24 ROPS
JULY 1, 2023 - JUNE 30, 2024**

PCN	Personnel by Position	22-23 FTE	22-23 ROPS	23-24 FTE	ROPS 23-24A	ROPS 23-24B	ROPS 23-24 TOTAL
Attorney's Office							
P_00008490	Senior Deputy City Attorney			0.05	\$7,731	\$7,730	\$15,461
P_00009174	Assistant City Attorney			0.10	25,002	25,002	50,004
		0.10	46,732	0.15	\$32,733	\$32,732	\$65,465
Economic Development and Cultural Affairs							
P_00021647	Director, Economic Development			0.05	13,052	13,052	26,104
		-	-	0.05	\$13,052	\$13,052	\$26,104
Finance Department							
P_00021959	Analyst			0.05	3,961	3,962	7,923
P_00016679	Debt Administrator			0.05	6,731	6,731	13,462
P_00018148	Deputy Director, Accounting			0.02	3,599	3,599	7,198
P_00021585	Deputy Director, Debt and Treasury			0.02	3,388	3,388	6,776
P_00000146	Director/SARA Chief Financial Officer			0.05	10,578	10,577	21,155
P_00008147	Financial Analyst			0.25	26,948	26,949	53,897
P_00017349	Senior Accountant			0.35	32,165	32,165	64,330
		0.79	167,150	0.79	\$87,370	\$87,371	\$174,741
Total Wages		0.89	213,882	0.99	\$133,155	\$133,155	\$266,310

% change in FTE from 22-23
 % change in salaries from 22-23
 Cost change from 22-23

11%
25%
\$ 52,428

0.10 additional personnel

**Recognized Obligation Payment Schedule (ROPS 23-24) - Summary
Filed for the July 1, 2023 through June 30, 2024 Period**

Successor Agency: San Jose
County: Santa Clara

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)	23-24A Total (July - December)	23-24B Total (January - June)	ROPS 23-24 Total
A Enforceable Obligations Funded as Follows (B+C+D)	\$ 52,545,968	\$ -	\$ 52,545,968
B Bond Proceeds	-	-	-
C Reserve Balance	51,017,500	-	51,017,500
D Other Funds	1,528,468	-	1,528,468
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G)	\$ 70,893,177	\$ 72,295,221	\$ 143,188,398
F RPTTF	70,668,431	72,160,566	142,828,997
G Administrative RPTTF	224,746	134,655	359,401
H Current Period Enforceable Obligations (A+E)	\$ 123,439,145	\$ 72,295,221	\$ 195,734,366

Certification of Oversight Board Chairman:

Pursuant to Section 34177 (o) 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 successor agency.

Name Title

/s/ _____
Signature Date

**San Jose
Recognized Obligation Payment Schedule (ROPS 23-24) - ROPS Detail
July 1, 2023 through June 30, 2024**

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
Item #	Project Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Project Area	Total Outstanding Obligation	Retired	ROPS 23-24 Total	ROPS 23-24A (Jul - Dec)					23-24A Total	ROPS 23-24B (Jan - Jun)					23-24B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
								\$1,983,491,268		\$195,734,366	\$-	\$51,017,500	\$1,528,468	\$70,668,431	\$224,746	\$123,439,145	\$-	\$-	\$-	\$72,160,566	\$134,655	\$72,295,221
69	Successor Agency Bond Activities	Professional Services	01/01/2014	06/30/2023	BLX Group, LLC	Arbitrage rebate calculation services	Merged	-	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	\$-
85	Asset Management/ Successor Agency's Lease Obligations (refer to "Notes" section)	Property Maintenance	01/01/2014	06/30/2024	Miscellaneous Vendors	Utilities, insurance and maintenance for Successor Agency Properties	Merged	1,000	N	\$1,000	-	-	-	1,000	-	\$1,000	-	-	-	-	-	\$-
138	Successor Agency operations (refer to "Notes" section)	Professional Services	07/01/2023	06/30/2028	Ross Financial	Ongoing financial advisor services on an as-needed basis	Merged	75,000	N	\$15,000	-	-	-	15,000	-	\$15,000	-	-	-	-	-	\$-
143	Successor Agency Bond Activities	Professional Services	07/01/2020	06/30/2025	Urban Analytics, LLC	Fiscal consultant services including analysis of tax increment data	Merged	46,000	N	\$23,000	-	-	-	13,000	-	\$13,000	-	-	-	10,000	-	\$10,000
144	May 2001 Amended & Restated Agreement (refer to "Notes" section)	Miscellaneous	05/22/2001	06/30/2035	County of Santa Clara	County Pass-Through Payments - annual formula based on tax increment growth.	Merged	-	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	\$-
149	Jones Hall-Successor Agency SARA Activities (refer to "Notes" section)	Legal	10/01/2010	06/30/2028	Jones Hall	Legal services on an as-needed basis to support bond and administrative issues.	Merged	75,000	N	\$15,000	-	-	-	15,000	-	\$15,000	-	-	-	-	-	\$-
162	Property Disposition Costs (refer to "Notes" section)	Property Maintenance	07/01/2014	06/30/2023	Miscellaneous Vendors	Potential solicitation expenses associated with the disposition of Agency-owned properties as approved in the Successor Agency's Long Range Property Management Plan.	Merged	-	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	\$-

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
Item #	Project Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Project Area	Total Outstanding Obligation	Retired	ROPS 23-24 Total	ROPS 23-24A (Jul - Dec)					23-24A Total	ROPS 23-24B (Jan - Jun)					23-24B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
259	Arbitrage Rebate	Bonds Issued On or Before 12/31/10	07/01/2017	06/30/2023	Internal Revenue Service	Positive arbitrage payment	Merged	-	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	\$-
260	2017 Successor Agency Senior Refunding Bonds Series A	Refunding Bonds Issued After 6/27/12	12/21/2017	08/01/2035	Wilmington Trust	This authorizes the issuance of \$1,413,150,000 (\$1,333,325,000 and \$79,825,000) aggregate principal amount (Tax Allocation Taxable and Tax-Exempt Refunding Bonds)	Merged	128,414,875	N	\$3,991,250	-	-	-	1,995,625	-	\$1,995,625	-	-	-	1,995,625	-	\$1,995,625
261	2017 Successor Agency Senior Refunding Bonds Series A-T	Refunding Bonds Issued After 6/27/12	12/21/2017	08/01/2034	Wilmington Trust	This authorizes the issuance of \$264,390,000 aggregate principal amount (Tax Allocation Refunding Bonds)	Merged	1,135,089,867	N	\$107,011,590	-	51,017,500	1,528,468	40,252,681	-	\$92,798,649	-	-	-	14,212,941	-	\$14,212,941
262	2017 Successor Agency Subordinate Refunding Bonds Series B	Refunding Bonds Issued After 6/27/12	12/21/2017	08/01/2029	Wilmington Trust	This authorizes the issuance of \$264,390,000 aggregate principal amount (Tax Allocation Refunding Bonds)	Merged	176,033,625	N	\$31,587,625	-	-	-	28,373,125	-	\$28,373,125	-	-	-	3,214,500	-	\$3,214,500
263	Series 2017 Refunding Bonds ("Merged Area")	Fees	12/21/2017	08/01/2035	Wilmington Trust	Fiscal Agent Fees for bond administrative services	Merged	39,000	N	\$3,000	-	-	-	3,000	-	\$3,000	-	-	-	-	-	\$-
265	Allowable Bond Reserve- Pursuant to Health and Safety Code §34171(d)(1)(A).	Refunding Bonds Issued After 6/27/12	12/21/2017	08/01/2035	Wilmington Trust	Per indenture, the Agency is required to reserve 50% of principal paid in Aug debt service period in the January RPTTF distribution	Merged	543,357,500	N	\$52,727,500	-	-	-	-	-	\$-	-	-	-	52,727,500	-	\$52,727,500
268	Series 2017A, Series 2017A-T, Series 2017B (Merged Area)	Fees	12/21/2017	08/01/2035	Standard & Poor's, Fitch	Annual analytical review of Ratings Agencies	Merged	-	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	\$-
269	Administrative	Admin Costs	07/01/	06/30/2036	Various	Annual	Merged	359,401	N	\$359,401	-	-	-	-	224,746	\$224,746	-	-	-	-	134,655	\$134,655

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
Item #	Project Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Project Area	Total Outstanding Obligation	Retired	ROPS 23-24 Total	ROPS 23-24A (Jul - Dec)					23-24A Total	ROPS 23-24B (Jan - Jun)					23-24B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
	Expenses for Successor Agency		2020		Vendors	administrative fees for SARA operations																
273	City of San Jose - KNTV Building Reimbursement	Property Maintenance	06/30/2014	06/30/2014	City of San Jose	Demolition of 645 Park Avenue	Merged	-	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	\$-

San Jose
Recognized Obligation Payment Schedule (ROPS 23-24) - Report of Cash Balances
July 1, 2020 through June 30, 2021
 (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.							
A	B	C	D	E	F	G	H
	ROPS 20-21 Cash Balances (07/01/20 - 06/30/21)	Fund Sources					Comments
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF	
		Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS RPTTF and Reserve Balances retained for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin	
1	Beginning Available Cash Balance (Actual 07/01/20) RPTTF amount should exclude "A" period distribution amount.			46,625,000	14,523,226		Reserve Balance is line 265 on 19-20 Period B. The Other Funds column balance is the total of beginning balances for July 2020 in G/L minus ReserveBalance amount minus RPTTF distribution in June 2020.
2	Revenue/Income (Actual 06/30/21) RPTTF amount should tie to the ROPS 20-21 total distribution from the County Auditor-Controller				789,978	136,275,567	The amount in the Other Funds column is the sum of revenue and interest earned in 20-21. Amount in RPTTF is distributed from County in June 2020 and January 2021.
3	Expenditures for ROPS 20-21 Enforceable Obligations (Actual 06/30/21)			46,625,000	8,768,244	88,158,631	All amounts reported are from PPA 20-21 that were submitted to the County in October 2022. One amount is excluded in the RPTTF column (\$47,970,000) and reported below in the Retention of Available Cash Balance line. This amount is reserved for the August 2021 debt service, so it is not considered an expenditure.
4	Retention of Available Cash Balance (Actual 06/30/21) RPTTF amount retained should only include the amounts				5,016,492	47,970,000	Amount in Other Funds is the excess funds in 18-19 and 19-20 Cash Report used for debt

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.							
A	B	C	D	E	F	G	H
	ROPS 20-21 Cash Balances (07/01/20 - 06/30/21)	Fund Sources					Comments
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF	
		Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS RPTTF and Reserve Balances retained for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin	
	distributed as reserve for future period(s)						service in ROPS 21-22 and ROPS 22-23 on line 261; amount in RPTTF is being reported on line 265 in RPTTF column on PPA 20-21 and reserved for ROPS 21-22.
5	ROPS 20-21 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 20-21 PPA form submitted to the CAC		No entry required			146,936	The amount is from PPA 20-21 which was sent to the County and will be used to pay debt service on line 261 for ROPS 23-24.
6	Ending Actual Available Cash Balance (06/30/21) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$-	\$-	\$-	\$1,528,468	\$-	The available amount will be used as Other Funds to pay debt service on line 261 for ROPS 23-24.

San Jose
Recognized Obligation Payment Schedule (ROPS 23-24) - Notes
July 1, 2023 through June 30, 2024

Item #	Notes/Comments
69	
85	Insurance cost for one building, Billy de Frank.
138	
143	
144	
149	
162	
259	
260	
261	
262	
263	
265	
268	
269	
273	

County of Santa Clara

Finance Agency
Controller-Treasurer

County Government Center
70 West Hedding Street, East Wing 2nd floor
San Jose, California 95110-1705
(408) 299-5205 FAX 287-7629



NOTICE OF NO OBJECTION TO ROPS

January 13, 2023

City of San José Successor Agency
200 E. Santa Clara St. 14th Floor
San Jose, CA 95113

Redevelopment Dissolution Countywide Oversight Board of Santa Clara County
70 West Hedding Street
San Jose, CA 95110

Department of Finance
915 L Street
Sacramento, CA 95814

ROPS Period: ROPS 23-24 (July 1, 2023 – June 30, 2024)
Successor Agency: City of San José

To the Successor Agency, Countywide Oversight Board, and Department of Finance:

Pursuant to Health and Safety Code section 34182.5, our office has reviewed the Recognized Obligation Payment Schedule (ROPS) submitted by the above-noted successor agency for the above-noted period. After reviewing all items and funding sources, the Santa Clara County Auditor-Controller does not object to any items or funding sources on the submitted ROPS.

Please note items and/or funding sources are subject to change by the Department of Finance Cash Balance Review and that items and/or funding sources not questioned during this review are subject to subsequent review if they are included on a future ROPS. We also reserve the right to object to an item and/or funding source (including, but not limited to, the use of fund balance) on a future ROPS, even if no objection was made on a preceding ROPS.

Sincerely yours,

DocuSigned by:

Mari...9ABA3FDE7592488...
Controller-Treasurer
County of Santa Clara

Attachment: ROPS 23-24 as submitted to the County Auditor-Controller by Successor Agency

Board of Supervisors: Sylvia Arenas, Cindy Chavez, Otto Lee, Susan Ellenberg, S. Joseph Simitian
County Executive: Jeffrey V. Smith

Recognized Obligation Payment Schedule (ROPS 23-24) - Summary
Filed for the July 1, 2023 through June 30, 2024 Period

Successor Agency: San Jose

County: Santa Clara

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)	23-24A Total (July - December)	23-24B Total (January - June)	ROPS 23-24 Total
A Enforceable Obligations Funded as Follows (B+C+D)	\$ 52,545,968	\$ -	\$ 52,545,968
B Bond Proceeds	-	-	-
C Reserve Balance	51,017,500	-	51,017,500
D Other Funds	1,528,468	-	1,528,468
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G)	\$ 70,893,177	\$ 72,295,221	\$ 143,188,398
F RPTTF	70,668,431	72,160,566	142,828,997
G Administrative RPTTF	224,746	134,655	359,401
H Current Period Enforceable Obligations (A+E)	\$ 123,439,145	\$ 72,295,221	\$ 195,734,366

Certification of Oversight Board Chairman:

Pursuant to Section 34177 (o) 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 successor agency.

Name Title

/s/ _____
Signature Date

**San Jose
Recognized Obligation Payment Schedule (ROPS 23-24) - ROPS Detail
July 1, 2023 through June 30, 2024**

A Item #	B Project Name	C Obligation Type	D Agreement Execution Date	E Agreement Termination Date	F Payee	G Description	H Project Area	I Total Outstanding Obligation	J Retired	K ROPS 23-24 Total	ROPS 23-24A (Jul - Dec)					Q 23-24A Total	ROPS 23-24B (Jan - Jun)					W 23-24B Total	
											Fund Sources						Fund Sources						
											L Bond Proceeds	M Reserve Balance	N Other Funds	O RPTTF	P Admin RPTTF		R Bond Proceeds	S Reserve Balance	T Other Funds	U RPTTF	V Admin RPTTF		
								\$1,983,491,268		\$195,734,366	\$-	\$51,017,500	\$1,528,468	\$70,668,431	\$224,746	\$123,439,145	\$-	\$-	\$-	\$72,160,566	\$134,655	\$72,295,221	
69	Successor Agency Bond Activities	Professional Services	01/01/2014	06/30/2023	BLX Group, LLC	Arbitrage rebate calculation services	Merged		N	\$-						\$-							\$-
85	Asset Management/ Successor Agency's Lease Obligations (refer to "Notes" section)	Property Maintenance	01/01/2014	06/30/2024	Miscellaneous Vendors	Utilities, insurance and maintenance for Successor Agency Properties	Merged	1,000	N	\$1,000				1,000		\$1,000							\$-
138	Successor Agency operations (refer to "Notes" section)	Professional Services	07/01/2023	06/30/2028	Ross Financial	Ongoing financial advisor services on an as-needed basis	Merged	75,000	N	\$15,000				15,000		\$15,000							\$-
143	Successor Agency Bond Activities	Professional Services	07/01/2020	06/30/2025	Urban Analytics, LLC	Fiscal consultant services including analysis of tax increment data	Merged	46,000	N	\$23,000				13,000		\$13,000				10,000			\$10,000
144	May 2001 Amended & Restated Agreement (refer to "Notes" section)	Miscellaneous	05/22/2001	06/30/2035	County of Santa Clara	County Pass-Through Payments - annual formula based on tax increment growth.	Merged		N	\$-						\$-							\$-
149	Jones Hall-Successor Agency SARA Activities (refer to "Notes" section)	Legal	10/01/2010	06/30/2028	Jones Hall	Legal services on an as-needed basis to support bond and administrative issues.	Merged	75,000	N	\$15,000				15,000		\$15,000							\$-
162	Property Disposition Costs (refer to "Notes" section)	Property Maintenance	07/01/2014	06/30/2023	Miscellaneous Vendors	Potential solicitation expenses associated with the disposition of Agency-owned properties as approved in the Successor Agency's Long Range Property Management Plan.	Merged		N	\$-						\$-							\$-

A	B	C	D	E	F	G	H	I	J	K	L					Q	R					W										
											M						N						O									
											ROPS 23-24A (Jul - Dec)						ROPS 23-24B (Jan - Jun)						Fund Sources					Fund Sources				
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		23-24A Total					23-24B Total				
259	Arbitrage Rebate	Bonds Issued On or Before 12/31/10	07/01/2017	06/30/2023	Internal Revenue Service	Positive arbitrage payment	Merged	-	N	\$-						-						-	-	-	-	\$-	-	-	-	-	-	-
260	2017 Successor Agency Senior Refunding Bonds Series A	Refunding Bonds Issued After 6/27/12	12/21/2017	08/01/2035	Wilmington Trust	This authorizes the issuance of \$1,413,150,000 (\$1,333,325,000 and \$79,825,000) aggregate principal amount (Tax Allocation Taxable and Tax-Exempt Refunding Bonds)	Merged	128,414,875	N	\$3,991,250	-	-	1,995,625	-	\$1,995,625	-	-	-	1,995,625	-	-	-	\$1,995,625									
261	2017 Successor Agency Senior Refunding Bonds Series A-T	Refunding Bonds Issued After 6/27/12	12/21/2017	08/01/2034	Wilmington Trust	This authorizes the issuance of \$264,390,000 aggregate principal amount (Tax Allocation Refunding Bonds)	Merged	1,135,089,867	N	\$107,011,590	-	51,017,500	1,528,468	40,252,681	-	\$92,798,649	-	-	-	14,212,941	-	-	\$14,212,941									
262	2017 Successor Agency Subordinate Refunding Bonds Series B	Refunding Bonds Issued After 6/27/12	12/21/2017	08/01/2029	Wilmington Trust	This authorizes the issuance of \$264,390,000 aggregate principal amount (Tax Allocation Refunding Bonds)	Merged	176,033,625	N	\$31,587,625	-	-	28,373,125	-	\$28,373,125	-	-	-	3,214,500	-	-	\$3,214,500										
263	Series 2017 Refunding Bonds ("Merged Area")	Fees	12/21/2017	08/01/2035	Wilmington Trust	Fiscal Agent Fees for bond administrative services	Merged	39,000	N	\$3,000	-	-	3,000	-	\$3,000	-	-	-	-	-	-	\$-										
265	Allowable Bond Reserve- Pursuant to Health and Safety Code §34171(d)(1)(A).	Refunding Bonds Issued After 6/27/12	12/21/2017	08/01/2035	Wilmington Trust	Per indenture, the Agency is required to reserve 50% of principal paid in Aug debt service period in the January RPTTF distribution	Merged	543,357,500	N	\$52,727,500	-	-	-	-	\$-	-	-	-	52,727,500	-	-	\$52,727,500										
268	Series 2017A, Series 2017A-T, Series 2017B (Merged Area)	Fees	12/21/2017	08/01/2035	Standard & Poor's, Fitch	Annual analytical review of Ratings Agencies	Merged	-	N	\$-	-	-	-	-	\$-	-	-	-	-	-	-	\$-										
269	Administrative	Admin Costs	07/01/2017	06/30/2036	Various	Annual	Merged	359,401	N	\$359,401	-	-	-	224,746	\$224,746	-	-	-	-	-	134,655	\$134,655										

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
Item #	Project Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Project Area	Total Outstanding Obligation	Retired	ROPS 23-24 Total	ROPS 23-24A (Jul - Dec)					23-24A Total	ROPS 23-24B (Jan - Jun)					23-24B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
	Expenses for Successor Agency		2020		Vendors	administrative fees for SARA operations																
273	City of San Jose - KNTV Building Reimbursement	Property Maintenance	06/30/2014	06/30/2014	City of San Jose	Demolition of 645 Park Avenue	Merged	-	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	\$-

San Jose
Recognized Obligation Payment Schedule (ROPS 23-24) - Report of Cash Balances
July 1, 2020 through June 30, 2021
 (Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177 (I), 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.

A	B	C	D	E	F	G	H
		Fund Sources					
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF	
	ROPS 20-21 Cash Balances (07/01/20 - 06/30/21)	Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS RPTTF and Reserve Balances retained for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin	Comments
1	Beginning Available Cash Balance (Actual 07/01/20) RPTTF amount should exclude "A" period distribution amount.			46,625,000	14,523,226		Reserve Balance is line 265 on 19-20 Period B. The Other Funds column balance is the total of beginning balances for July 2020 in G/L minus ReserveBalance amount minus RPTTF distribution in June 2020.
2	Revenue/Income (Actual 06/30/21) RPTTF amount should tie to the ROPS 20-21 total distribution from the County Auditor-Controller				789,978	136,275,567	The amount in the Other Funds column is the sum of revenue and interest earned in 20-21. Amount in RPTTF is distributed from County in June 2020 and January 2021.
3	Expenditures for ROPS 20-21 Enforceable Obligations (Actual 06/30/21)			46,625,000	8,768,244	88,158,631	All amounts reported are from PPA 20-21 that were submitted to the County in October 2022. One amount is excluded in the RPTTF column (\$47,970,000) and reported below in the Retention of Available Cash Balance line. This amount is reserved for the August 2021 debt service, so it is not considered an expenditure.
4	Retention of Available Cash Balance (Actual 06/30/21) RPTTF amount retained should only include the amounts				5,016,492	47,970,000	Amount in Other Funds is the excess funds in 18-19 and 19-20 Cash Report used for debt

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.								
A	B	C	D	E	F	G	H	
		Fund Sources					Comments	
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF		
	ROPS 20-21 Cash Balances (07/01/20 - 06/30/21)	Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS RPTTF and Reserve Balances retained for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin		
	distributed as reserve for future period(s)						service in ROPS 21-22 and ROPS 22-23 on line 261; amount in RPTTF is being reported on line 265 in RPTTF column on PPA 20-21 and reserved for ROPS 21-22.	
5	ROPS 20-21 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 20-21 PPA form submitted to the CAC		No entry required				146,936	The amount is from PPA 20-21 which was sent to the County and will be used to pay debt service on line 261 for ROPS 23-24.
6	Ending Actual Available Cash Balance (06/30/21) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$-	\$-	\$-	\$1,528,468	\$-	The available amount will be used as Other Funds to pay debt service on line 261 for ROPS 23-24.	

San Jose
Recognized Obligation Payment Schedule (ROPS 23-24) - Notes
July 1, 2023 through June 30, 2024

Item #	Notes/Comments
69	
85	Insurance cost for one building, Billy de Frank.
138	
143	
144	
149	
162	
259	
260	
261	
262	
263	
265	
268	
269	
273	



Gavin Newsom ■ Governor

915 L Street ■ Sacramento CA ■ 95814-3706 ■ www.dof.ca.gov

Transmitted via e-mail

March 24, 2023

Julia H. Cooper, Chief Financial Officer
City of San Jose
200 East Santa Clara Street, 13th Floor
San Jose, CA 95113

2023-24 Annual Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1), the City of San Jose Successor Agency (Agency) submitted an annual Recognized Obligation Payment Schedule for the period July 1, 2023 through June 30, 2024 (ROPS 23-24) to the California Department of Finance (Finance) on February 1, 2023. Finance has completed its review of the ROPS 23-24.

Based on a sample of line items reviewed and application of the law, Finance approves all of the items listed on the ROPS 23-24 at this time.

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, 2020 through June 30, 2021 (ROPS 20-21) period. The ROPS 20-21 prior period adjustment (PPA) will offset the ROPS 23-24 Redevelopment Property Tax Trust Fund (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 \$143,041,462, as summarized in the Approved RPTTF Distribution table (see Attachment).

RPTTF distributions occur biannually, one distribution for the July 1, 2023 through December 31, 2023 period (ROPS A period), and one distribution for the January 1, 2024 through June 30, 2024 period (ROPS B period), based on Finance's approved amounts. Since this determination is for the entire ROPS 23-24 period, the Agency is authorized to receive up to the maximum approved RPTTF through the combined ROPS A and B period distributions.

This is our final determination regarding the obligations listed on the ROPS 23-24. 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 23-24 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 23-24 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 Mathew Rios, Staff, at (916) 322-2985.

Sincerely,



 JENNIFER WHITAKER
Program Budget Manager

cc: Kevin Freimarck, Financial Analyst, City of San Jose
Margaret Oliaya, Finance Agency Director, Santa Clara County
Jenny Treis, Countywide Oversight Board Representative

Attachment

Approved RPTTF Distribution July 2023 through June 2024			
	ROPS A	ROPS B	Total
RPTTF Requested	\$ 70,668,431	\$ 72,160,566	\$ 142,828,997
Administrative RPTTF Requested	224,746	134,655	359,401
Total RPTTF Requested	70,893,177	72,295,221	143,188,398
RPTTF Authorized	70,668,431	72,160,566	142,828,997
Administrative RPTTF Authorized	224,746	134,655	359,401
ROPS 20-21 Prior Period Adjustment (PPA)	(146,936)	0	(146,936)
Total RPTTF Approved for Distribution	\$ 70,746,241	\$ 72,295,221	\$ 143,041,462