

# County of Santa Clara

Finance Agency  
Controller-Treasurer

County Government Center  
70 West Hedding Street, East Wing 2<sup>nd</sup> floor  
San Jose, California 95110-1705  
(408) 299-5206 FAX 287-7629



## NOTICE OF NO OBJECTION TO ROPS

February 5, 2015

City of Milpitas  
455 E Calaveras Blvd  
Milpitas, CA 95035

City of Milpitas Oversight Board  
455 E Calaveras Blvd  
Milpitas, CA 95035

Department of Finance  
915 L Street  
Sacramento, CA 95814

**ROPS Period:** ROPS 15-16A (July 1, 2015 – December 31, 2015)  
**Successor Agency:** City of Milpitas

To the Successor Agency, 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.

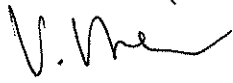
Please note that items and/or funding sources not questioned during this review are subject to subsequent review if they are included on a future ROPS. We also reserve the right to object to an item and/or funding source (including, but not limited to, the use of fund balance) on a future ROPS, even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


Additionally, pursuant to Health and Safety Code section 34186(a), the County Auditor-Controller may review the prior period payments and the prior period estimated versus actual payments reported on the ROPS. This review is ongoing, and this letter does not apply to the true-up of prior period payments. In addition, my office is continuing its review of the cash balances reported by the successor agency on the ROPS. The results of this review will be transmitted to the Department of Finance as soon as possible.

**Board of Supervisors:** Mike Wasserman, Cindy Chavez, Dave Cortese, Ken Yaeger, S. Joseph Simitian  
**County Executive:** Jeffery V. Smith

Successor Agency: City of Milpitas  
Notice of No Objection to ROPS 15-16A  
February 5, 2015  
Page 2 of 2

Sincerely yours,



 Alan Minato  
Controller-Treasurer  
County of Santa Clara

Attachment: ROPS 15-16A as submitted to the County Auditor-Controller by Successor Agency

## Recognized Obligation Payment Schedule (ROPS 15-16A) - Summary

Filed for the July 1, 2015 through December 31, 2015 Period

**Name of Successor Agency:** Milpitas  
**Name of County:** Santa Clara

<b>Current Period Requested Funding for Outstanding Debt or Obligation</b>	<b>Six-Month Total</b>
<b>Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding</b>	
<b>A Sources (B+C+D):</b>	<b>\$ -</b>
B Bond Proceeds Funding (ROPS Detail)	-
C Reserve Balance Funding (ROPS Detail)	-
D Other Funding (ROPS Detail)	-
<b>E Enforceable Obligations Funded with RPTTF Funding (F+G):</b>	<b>\$ 10,223,722</b>
F Non-Administrative Costs (ROPS Detail)	10,095,804
G Administrative Costs (ROPS Detail)	127,918
<b>H Current Period Enforceable Obligations (A+E):</b>	<b>\$ 10,223,722</b>

<b>Successor Agency Self-Reported Prior Period Adjustment to Current Period RPTTF Requested Funding</b>	
I Enforceable Obligations funded with RPTTF (E):	10,223,722
J Less Prior Period Adjustment (Report of Prior Period Adjustments Column S)	(102,563)
<b>K Adjusted Current Period RPTTF Requested Funding (I-J)</b>	<b>\$ 10,121,159</b>

<b>County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding</b>	
L Enforceable Obligations funded with RPTTF (E):	10,223,722
M Less Prior Period Adjustment (Report of Prior Period Adjustments Column AA)	(102,563)
<b>N Adjusted Current Period RPTTF Requested Funding (L-M)</b>	<b>10,121,159</b>

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.

Emma C. Karlen	Finance Director
Name	Title
/s/ Emma C. Karlen	2/5/2015
Signature	Date

**Recognized Obligation Payment Schedule (ROPS 15-16A) - ROPS Detail**  
**July 1, 2015 through December 31, 2015**  
 (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	2003 Tax Allocation Bonds	Bonds Issued On or Before 12/31/10	11/20/2003	9/1/2032	US Bank	Bonds issued to fund redevelopment projects	Project Area #1	\$ 285,508,743	N	\$ -	\$ -	\$ -	\$ 10,095,804	\$ 127,918	\$ 10,223,722
2	Agreement of Purchase and Sale	City/County Loans On or Before 6/27/11	8/3/2003	6/17/2034	County of Santa Clara	Land Purchase	Project Area #1	75,000,000	N						\$ -
9	Administrative Costs of Successor Agency	Admin Costs	7/1/2015	12/31/2015	City of Milpitas	Administrative costs to wind down RDA	Project Area #1	127,918	N					127,918	\$ 127,918
11	Property appraisal services	Property Dispositions	7/1/2014	6/30/2015	To be determined	Appraisal of Successor Agency properties	Project Area #1	40,000	N				40,000		\$ 40,000
12	Housing Successor Agency Administrative Costs	Housing Entity Admin Cost	1/1/2015	6/30/2015	City of Milpitas Housing Authority	Administrative costs to administer housing programs (AB 471)			Y						\$ -
14	Main Street Pavement Reconstruction	Improvement/Infrastructure	10/7/2014	10/7/2024	City of Milpitas	Use unspent bond proceeds in accordance with bond covenants (HSC Section 34191.4 (c))	Project Area #1	-	N						\$ -

**Recognized Obligation Payment Schedule (ROPS 15-16A) - Report of Cash Balances**

(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. For tips on how to complete the Report of Cash Balances Form, see [https://rad.dof.ca.gov/rad-sa/pdf/Cash\\_Balance\\_Agency\\_Tips\\_Sheet.pdf](https://rad.dof.ca.gov/rad-sa/pdf/Cash_Balance_Agency_Tips_Sheet.pdf).

A	B	C	D	E	F	G	H	I	
		<b>Fund Sources</b>							
		<b>Bond Proceeds</b>		<b>Reserve Balance</b>		<b>Other</b>	<b>RPTTF</b>		
	<b>Cash Balance Information by ROPS Period</b>	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	<b>Comments</b>	
<b>ROPS 14-15A Actuals (07/01/14 - 12/31/14)</b>									
1	<b>Beginning Available Cash Balance (Actual 07/01/14)</b>	3,989,878		67,382		136,550	162,053		
2	<b>Revenue/Income (Actual 12/31/14)</b> RPTTF amounts should tie to the ROPS 14-15A distribution from the County Auditor-Controller during June 2014					966	9,835,246		
3	<b>Expenditures for ROPS 14-15A Enforceable Obligations (Actual 12/31/14)</b> RPTTF amounts, H3 plus H4 should equal total reported actual expenditures in the Report of PPA, Columns L and Q			67,382		134,245	9,811,353		
4	<b>Retention of Available Cash Balance (Actual 12/31/14)</b> RPTTF amount retained should only include the amounts distributed as reserve for future period(s)								
5	<b>ROPS 14-15A RPTTF Prior Period Adjustment</b> RPTTF amount should tie to the self-reported ROPS 14-15A PPA in the Report of PPA, Column S	No entry required						102,563	
6	<b>Ending Actual Available Cash Balance</b> C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	\$ 3,989,878	\$ -	\$ -	\$ -	\$ 3,271	\$ 83,383		
<b>ROPS 14-15B Estimate (01/01/15 - 06/30/15)</b>									
7	<b>Beginning Available Cash Balance (Actual 01/01/15)</b> (C, D, E, G = 4 + 6, F = H4 + F4 + F6, and H = 5 + 6)	\$ 3,989,878	\$ -	\$ -	\$ -	\$ 3,271	\$ 185,946		
8	<b>Revenue/Income (Estimate 06/30/15)</b> RPTTF amounts should tie to the ROPS 14-15B distribution from the County Auditor-Controller during January 2015						8,675,466		
9	<b>Expenditures for ROPS 14-15B Enforceable Obligations (Estimate 06/30/15)</b>	3,989,878				3,271	8,755,822		
10	<b>Retention of Available Cash Balance (Estimate 06/30/15)</b> RPTTF amount retained should only include the amounts distributed as reserve for future period(s)								
11	<b>Ending Estimated Available Cash Balance (7 + 8 - 9 -10)</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 105,590		

**Recognized Obligation Payment Schedule (ROPS 15-16A) - Report of Prior Period Adjustments**  
 Reported for the ROPS 14-15A (July 1, 2014 through December 31, 2014) Period Pursuant to Health and Safety Code (HSC) section 34186 (a)  
 (Report Amounts in Whole Dollars)

**ROPS 14-15A Successor Agency (SA) Self-reported Prior Period Adjustments (PPA):** Pursuant to HSC Section 34186 (a), SAs are required to report the differences between their actual available funding and their actual expenditures for the ROPS 14-15A (July through December 2014) period. The amount of Redevelopment Property Tax Trust Fund (RPTTF) approved for the ROPS 15-16A (July through December 2015) period will be offset by the SA's self-reported ROPS 14-15A prior period adjustment. HSC Section 34186 (a) also specifies that the prior period adjustments self-reported by SAs are subject to audit by the county auditor-controller (CAC) and the State Controller.

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	
Item #	Project Name / Debt Obligation	Non-RPTTF Expenditures						RPTTF Expenditures											Net SA Non-Admin and Admin PPA (Amount Used to Offset ROPS 15-16A Requested RPTTF)	SA Comments
		Bond Proceeds		Reserve Balance		Other Funds		Non-Admin					Admin							
		Authorized	Actual	Authorized	Actual	Authorized	Actual	Authorized	Available RPTTF (ROPS 14-15A distributed + all other available as of 07/1/14)	Net Lesser of Authorized / Available	Actual	Difference (If K is less than L, the difference is zero)	Authorized	Available RPTTF (ROPS 14-15A distributed + all other available as of 07/1/14)	Net Lesser of Authorized / Available	Actual	Difference (If total actual exceeds total authorized, the total difference is zero)	Net Difference (M+R)		
		\$ -	\$ -	\$ -	\$ -	\$ 134,245	\$ 134,245	\$ 9,809,559	\$ 9,809,559	\$ 9,809,559	\$ 9,769,559	\$ 40,000	\$ 171,739	\$ 171,739	\$ 171,739	\$ 109,176	\$ 62,563	\$ 102,563		
1	2003 Tax Allocation Bonds	-	-	-	-	134,245	134,245	9,769,559	9,769,559	9,769,559	9,769,559	\$ -						\$ -		
2	Agreement of Purchase and Sale	-	-	-	-	-	-	-	-	\$ -	\$ -	\$ -						\$ -		
3	LMIHF Loan	-	-	-	-	-	-	-	-	\$ -	\$ -	\$ -						\$ -		
4	LMIHF Loan	-	-	-	-	-	-	-	-	\$ -	\$ -	\$ -						\$ -		
5	Financing Agreement	-	-	-	-	-	-	-	-	\$ -	\$ -	\$ -						\$ -		
6	Disposition and Development Agreement	-	-	-	-	-	-	-	-	\$ -	\$ -	\$ -						\$ -		
7	Cooperation Agreement	-	-	-	-	-	-	-	-	\$ -	\$ -	\$ -						\$ -		
8	Cooperation Agreement	-	-	-	-	-	-	-	-	\$ -	\$ -	\$ -						\$ -		
9	Administrative Costs of Successor Agency	-	-	-	-	-	-	-	-	\$ -	\$ -	\$ -	171,739	171,739		109,176		\$ -		
10	Litigation Costs	-	-	-	-	-	-	-	-	\$ -	\$ -	\$ -						\$ -		
11	Property appraisal services	-	-	-	-	-	-	40,000	40,000	\$ 40,000	\$ 40,000	\$ 40,000						\$ 40,000		

**Recognized Obligation Payment Schedule (ROPS 15-16A) - Notes**

July 1, 2015 through December 30, 2015

Item #	Notes/Comments
1	2003 Tax Allocation Bonds will be refunded by 2015 Tax Allocation Refunding Bonds. The Successor Agency does not have the precise information of the new debt service schedule yet. However, it's anticipated that the debt service payment of the refunding bonds for the September installment will be priced so that it will be similar to the 2003 Tax Allocation Bonds debt payment. The savings will begin in calendar year 2016.
11	\$40,000 previously approved for appraisal services was not spent in the ROPS 14-15A period due to contract was not executed. However, we expect to enter into a contract in the 14-15B ROPS period.