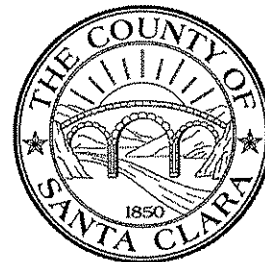


# County of Santa Clara

Finance Agency  
Controller-Treasurer Department



County Government Center  
70 West Hedding Street, East Wing 2<sup>nd</sup> floor  
San Jose, California 95110-1705  
(408) 299-5200 FAX 287-7629

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May 14, 2012

To: State Controller's Office  
State Department of Finance  
City of Morgan Hill RDA Successor Agency Oversight Board  
City of Morgan Hill

Please find attached the Recognized Obligation Payment Schedules that have been certified by Finance Agency office pursuant to Health and Safety Code sections 34177(l)(2) and 34182 for the obligations payable by the City of Morgan Hill RDA Successor Agency between July 1 and December 31, 2012.

Please note that all administrative costs have been excluded from certification at this time as their approval is subject to a separate review and approval process by the Oversight Board.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "Irene Lui", is written over a faint, illegible stamp or watermark.

Irene Lui  
Controller-Treasurer

**RECOGNIZED OBLIGATION PAYMENT SCHEDULE - CONSOLIDATED  
FILED FOR THE JULY 1 TO DECEMBER 31, 2012 PERIOD**

Name of Successor Agency: City of Morgan Hill

	Current	
	Total Outstanding Debt or Obligation	Total Due During Fiscal Year
<b>Outstanding Debt or Obligation</b>	<b>Note B</b>	\$ 14,690,624
	<b>Total Due for Six Month Period</b>	
<b>Outstanding Debt or Obligation</b>	\$ 14,690,624	
<b>Available Revenues other than anticipated funding from RPTTF</b>	\$ 8,526,957	
<b>Enforceable Obligations paid with RPTTF</b>	\$ 6,163,667	
<b>Administrative Cost paid with RPTTF</b>	\$ <b>Note A</b> 184,910	
<b>Pass-through Payments paid with RPTTF</b>	<b>0</b>	
<b>Administrative Allowance</b> (greater of 3% of anticipated Funding from RPTTF or 250,000. Note: Calculation should not include pass-through payments made with RPTTF. The RPTTF Administrative Cost figure above should not exceed this Administrative Cost Allowance figure)	\$ 184,910	

**Note A:** The Administrative budget is subject to the approval of the Oversight Board.

**Note B:** This amount was provided by the Successor Agency and will be certified after completion of a review of the assets and liabilities.

Certification of Oversight Board Chairman:

Pursuant to Section 34177(l) of the Health and Safety code,  
I hereby certify that the above is a true and accurate Recognized  
Enforceable Payment Schedule for the above named agency.

\_\_\_\_\_  
Name Title

\_\_\_\_\_  
Signature Date

Name of Redevelopment Agency:  
Project Area(s)

City of Morgan Hill  
Ojo de Agua

FORM A - Redevelopment Property Tax Trust Fund (RPTTF)

RECOGNIZED OBLIGATION PAYMENT SCHEDULE II  
Per AB 26 - Section 34177 (\*)

Project Name / Debt Obligation	Payee	Description	Project Area	Note B Total Outstanding Debt or Obligation	Note C Total Due During Fiscal Year 2012-2013**	*** Funding Source	Payable from the Redevelopment Property Tax Trust Fund (RPTTF)									
							Payments by month									
							July 2012	Aug 2012	Sep 2012	Oct 2012	Nov 2012	Dec 2012	Total			
<b>Non-Reimbursement Agreement Items:</b>																
1.1	2008 Tax Allocation Bonds Series A & B	2/20/2008	Bank of New York Mellon	Principal payments	Ojo de Agua	\$ 100,465,000	\$ 2,940,000	RPTTF	\$ -	\$ -	\$ 2,940,000	\$ -	\$ -	\$ 2,940,000		
1.2	2008 Tax Allocation Bonds Series A & B	2/20/2008	Bank of New York Mellon	Interest payments	Ojo de Agua	\$ 52,028,471	\$ 1,996,135	RPTTF	\$ 332,689	\$ 332,689	\$ 332,689	\$ 332,689	\$ 332,689	\$ 332,690	\$ 1,996,135	
1.3	2008 Tax Allocation Bonds Series A & B	2/20/2008	Stone & Youngberg/Stifel Nicolaus	Remarketing fee	Ojo de Agua	\$ 75,000	\$ 49,958	RPTTF	\$ 24,979	\$ -	\$ -	\$ 24,979	\$ -	\$ 49,958		
1.4	2008 Tax Allocation Bonds Series A & B	2/20/2008	ScotiaBank	Letter-of-credit fee	Ojo de Agua	\$ 344,412	\$ 221,636	RPTTF	\$ -	\$ -	\$ -	\$ 111,921	\$ -	\$ 109,715	\$ 221,636	
1.5	2008 Tax Allocation Bonds Series A & B	2/20/2008	ScotiaBank	Draw fee	Ojo de Agua	\$ 4,000	\$ 3,000	RPTTF	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 3,000	
1.6	2008 Tax Allocation Bonds Series A & B	2/20/2008	Fraser & Associates	Independent financial consultant, per trust indenture	Ojo de Agua	\$ 11,075	\$ 6,600	RPTTF	\$ 1,100	\$ 1,100	\$ 1,100	\$ 1,100	\$ 1,100	\$ 1,100	\$ 6,600	
1.9	RDA Legal Counsel	Note D	05/02/11	RICHARDS, WATSON & GERSHON	Bond counsel	Ojo de Agua	\$ 194,730	\$ 25,270	RPTTF	\$ 4,212	\$ 4,212	\$ 4,212	\$ 4,212	\$ 4,212	\$ 4,210	\$ 25,270
1.12	Madrone Downpayment Assist. Agmt	05/05/10	Various	downpayment loans (\$75k)	Ojo de Agua	\$ 733,000	\$ 733,000	RPTTF	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	\$ 133,000	\$ 733,000		
1.40	West Dunne Ave-Consulting Services	3/14/2011	URS CORPORATION AMERICAS	West Dunne Avenue consultant	Ojo de Agua	\$ 98,050	\$ 98,046	RPTTF	\$ 98,046					\$ 98,046		
1.53	Parking lot lease	N/A	Richter	Public Parking lot in downtown	Ojo de Agua	\$ 329,480	\$ 16,474	RPTTF	\$ 2,746	\$ 2,746	\$ 2,746	\$ 2,746	\$ 2,746	\$ 2,744	\$ 16,474	
<b>Non-Reimbursement Agreement:</b>																
<b>Sub-total</b>						<b>\$ 154,283,218</b>	<b>\$ 6,090,119</b>		<b>\$ 614,272</b>	<b>\$ 491,247</b>	<b>\$ 3,431,247</b>	<b>\$ 628,147</b>	<b>\$ 474,247</b>	<b>\$ 450,959</b>	<b>\$ 6,090,119</b>	
<b>Reimbursement Agreement Items:</b>																
1.35	FY 10/11 Street Resurfacing		CSG Consultants	Inspection Services -CIP, Water	Ojo de Agua	\$ 19,996	\$ 19,996	RPTTF	\$ 3,333	\$ 3,333	\$ 3,333	\$ 3,333	\$ 3,333	\$ 3,331	\$ 19,996	
1.36	FY 10/11 Street Resurfacing		RMA Group of Northern California	Testing services for FY 10/11	Ojo de Agua	\$ 49,052	\$ 49,052	RPTTF	\$ 8,175	\$ 8,175	\$ 8,175	\$ 8,175	\$ 8,175	\$ 8,177	\$ 49,052	
1.58	Owl Plan Administration		Live Oak Associates	Burrowing Owl Monitoring Obligation	Ojo de Agua	\$ 197,836	\$ 4,500	RPTTF						\$ 4,500	\$ 4,500	
<b>Reimbursement Agreement:</b>																
<b>Sub-total</b>						<b>\$ 266,884</b>	<b>\$ 73,548</b>	RPTTF	<b>\$ 11,508</b>	<b>\$ 11,508</b>	<b>\$ 11,508</b>	<b>\$ 11,508</b>	<b>\$ 11,508</b>	<b>\$ 16,008</b>	<b>\$ 73,548</b>	
<b>Totals - Form A (RPTIF Funding)</b>						<b>\$ 154,550,102</b>	<b>\$ 6,163,667</b>	N/A	<b>\$ 625,780</b>	<b>\$ 502,755</b>	<b>\$ 3,442,755</b>	<b>\$ 639,655</b>	<b>\$ 485,755</b>	<b>\$ 466,967</b>	<b>\$ 6,163,667</b>	
Totals - Form B (Bonds)						\$ 9,925,307	\$ 8,526,957	N/A	\$ 1,359,484	\$ 1,359,579	\$ 1,357,534	\$ 1,362,722	\$ 1,286,476	\$ 1,801,162	\$ 8,526,957	
Totals - Form C (Administrative Cost Allowance)						\$ 1,183,974	\$ 184,910	N/A	\$ 30,818	\$ 30,818	\$ 30,818	\$ 30,818	\$ 30,818	\$ 30,818	\$ 184,910	
Totals - Form D (Pass Thru Payments)						\$ -	\$ -	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
<b>Grand total - All Pages</b>						<b>\$ 165,659,383</b>	<b>\$ 14,875,534</b>		<b>\$ 2,016,082</b>	<b>\$ 1,893,152</b>	<b>\$ 4,831,107</b>	<b>\$ 2,033,195</b>	<b>\$ 1,803,049</b>	<b>\$ 2,298,947</b>	<b>\$ 14,875,534</b>	

\* The Preliminary Draft Recognized Obligation Payment Schedule (ROPS) is to be completed by 3/1/2012 by the successor agency, and subsequently be approved by the oversight board and audited by the County.

\*\* All totals due during fiscal year and payment amounts are projected.

\*\*\* Funding sources from the successor agency: (For fiscal 2011-12 only, references to RPTTF could also mean tax increment allocated to the Agency prior to February 1, 2012.)

RPTTF - Redevelopment Property Tax Trust Fund

LMIHF - Low and Moderate Income Housing Fund

Bonds - Bond proceeds

Admin - Successor Agency Administrative Allowance

Other - reserves, rents, interest earnings, etc

**Note A:** The Administrative budget is subject to the approval of the Oversight Board.

**Note B:** This amount was provided by the Successor Agency and will be certified after completion of a review of the assets and liabilities.

**Note C:** This amount represents six months' obligation from July to December 2012.

**Note D:** Bond council is a one time Line of Credit (LOC) renewal.

**Note E:** On April 16, 2012, the Oversight Board approved a Reimbursement Agreement between the Successor Agency and the City of Morgan Hill for the reimbursement of certain costs paid by the City on behalf of the former redevelopment agency. The payment of these items is subject to the approval of the Oversight Board.

Name of Redevelopment Agency:  
Project Area(s)

City of Morgan Hill  
Ojo de Agua

FORM B - All Revenue Sources Other Than Redevelopment Property Tax Trust Fund (RPTTF)

RECOGNIZED OBLIGATION PAYMENT SCHEDULE  
Per AB 26 - Section 34177 (\*)

Project Name / Debt Obligation	Payee	Description	Project Area	Note A Total Outstanding Debt or Obligation	Note B Total Due During Fiscal Year 2012-2013**	Funding Source ***	Payable from Other Revenue Sources						Total		
							Payments by month								
							July 2012	Aug 2012	Sep 2012	Oct 2012	Nov 2012	Dec 2012			
<b>Non-Reimbursement Agreement Items:</b>															
2.4	Butterfield Blvd-North Consulting Contract	N/A	Associated ROW SVCS	Property Aquisition Services	Ojo de Agua	\$ 3,250	\$ 3,250	Bonds	\$ 3,250						\$ 3,250
2.6	Butterfield Blvd- South Construction	4/20/2011	RGW Construction, Inc.	Construction of the Butterfield Blvd South	Ojo de Agua	\$ 5,571,066	\$ 5,571,066	Bonds	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 571,066	\$ 5,571,066
2.8	Butterfield Blvd- South Contingency	N/A	RGW Construction, Inc.	Construction of the Butterfield Blvd South	Ojo de Agua	\$ 608,453	\$ 608,453	Bonds	\$ 101,409	\$ 101,409	\$ 101,409	\$ 101,409	\$ 101,409	\$ 101,408	\$ 608,453
2.18	Butterfield Blvd-South Legal Services	6/28/2011	JARVIS, FAY, DOPORTO & GIBSON	construction legal services	Ojo de Agua	\$ 2,045	\$ 2,045	Bonds		\$ 2,045					\$ 2,045
2.26	Monterey Rd Streetscape	N/A	CALLANDER ASSOCIATES	Amendment 1 not to exceed \$265,000	Ojo de Agua	\$ 10,377	\$ 10,377	Bonds				\$ 5,189	\$ 5,188	\$ -	\$ 10,377
2.28	Hale Avenue Extension-Consulting Services	7/19/2010	ASSOCIATED RIGHT OF WAY SVCS	Property Aquisition Services	Ojo de Agua	\$ 39,337	\$ 39,337	Bonds					\$ 19,668	\$ 19,669	\$ 39,337
2.29	Hale Avenue Extension-Design Services	10/24/2011	MARK THOMAS & CO, INC	Design Services	Ojo de Agua	\$ 493,111	\$ 493,111	Bonds	\$ 123,278	\$ 123,278	\$ 123,278	\$ 123,277			\$ 493,111
2.43	CIP Implementation and Delivery Cost	N/A	Successor Agency	Cost to implement and deliver projects CIP obligations	Ojo de Agua	\$ 2,094,732	\$ 713,681	Bonds	\$ 118,947	\$ 118,947	\$ 118,947	\$ 118,947	\$ 118,947	\$ 118,946	\$ 713,681
<b>Non-Reimbursement Agreement: Sub-total</b>															
						<b>\$ 8,822,371</b>	<b>\$ 7,441,320</b>	<b>Bonds</b>	<b>\$ 1,346,884</b>	<b>\$ 1,345,679</b>	<b>\$ 1,343,634</b>	<b>\$ 1,348,822</b>	<b>\$ 1,245,212</b>	<b>\$ 811,089</b>	<b>\$ 7,441,320</b>
<b>Reimbursement Agreement Items:</b>															
2.17	Butterfield Blvd-South Design Services		MARK THOMAS & CO, INC	2nd Amendment - Construction support	Ojo de Agua	\$ 11,124	\$ 11,124	Bonds					\$ 11,124		\$ 11,124
2.30	Hale Avenue Extension-Environmental		David Powers and Associates	Environmental work	Ojo de Agua	\$ 20,240	\$ 20,240	Bonds					\$ 20,240		\$ 20,240
2.35	Tennant Ave/Hwy 101 Landscape Maintenance		West Coast Arborist	Landscape establishment	Ojo de Agua	\$ 11,400	\$ 10,100	Bonds	\$ 600	\$ 1,900	\$ 1,900	\$ 1,900	\$ 1,900	\$ 1,900	\$ 10,100
2.38	West Little Llagas Creek		SANTA CLARA VALLEY WATER DIST	Share of design costs for W. Little Llagas Creek	Ojo de Agua	\$ 980,172	\$ 980,173	Bonds						\$ 980,173	\$ 980,173
2.44	Butterfield Blvd- South Inspection Services		CSG Consultant Services Inc.	Inspection services for Butterfield South Construction Project	Ojo de Agua	50,000	\$ 40,000	Bonds	8,000	8,000	8,000	8,000	4,000	4,000	\$ 40,000
2.45	Undergrounding Utilities-Inspection Services		CSG Consultant Services Inc.	Inspection services for Monterey Road utility undergrounding work	Ojo de Agua	30,000	\$ 24,000	Bonds	4,000	4,000	4,000	4,000	4,000	4,000	\$ 24,000
<b>Reimbursement Agreement: Sub-total</b>															
		Note E			Ojo de Agua	<b>\$ 1,102,936</b>	<b>\$ 1,085,637</b>	<b>Bonds</b>	<b>\$ 12,600</b>	<b>\$ 13,900</b>	<b>\$ 13,900</b>	<b>\$ 13,900</b>	<b>\$ 41,264</b>	<b>\$ 990,073</b>	<b>\$ 1,085,637</b>
Totals - LMHF															
Totals - Bonds															
Totals - Other															
Grand total - This Page															
						\$ 9,925,307	\$ 8,526,957	N/A	\$ 1,359,484	\$ 1,359,579	\$ 1,357,534	\$ 1,362,722	\$ 1,286,476	\$ 1,801,162	\$ 8,526,957
						\$ -	\$ -	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
						\$ -	\$ -	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
						\$ 9,925,307	\$ 8,526,957	N/A	\$ 1,359,484	\$ 1,359,579	\$ 1,357,534	\$ 1,362,722	\$ 1,286,476	\$ 1,801,162	\$ 8,526,957

\* The Preliminary Draft Recognized Obligation Payment Schedule (ROPS) is to be completed by 3/1/2012 by the successor agency, and subsequently be approved by the oversight board and audited by the County.  
 \*\* All total due during fiscal year and payment amounts are projected.  
 \*\*\* Funding sources from the successor agency: (For fiscal 2011-12 only, references to RPTTF could also mean tax increment allocated to the Agency prior to February 1, 2012.)  
 RPTTF - Redevelopment Property Tax Trust Fund  
 LMHF - Low and Moderate Income Housing Fund  
 Bonds - Bond proceeds  
 Admin - Successor Agency Administrative Allowance  
 Other - reserves, rents, interest earnings, etc

**Note A:** This amount was provided by the Successor Agency and will be certified after completion of a review of the assets and liabilities.  
**Note B:** This amount represents six months obligation from July to December 2012.  
**Note E:** On April 16, 2012, the Oversight Board approved a Reimbursement Agreement between the Successor Agency and the City of Morgan Hill for the reimbursement of certain costs paid by the City on behalf of the former redevelopment agency. The payment of these items is subject to the approval of the Oversight Board.

Name of Redevelopment Agency:  
Project Area(s)

City of Morgan Hill  
Ojo de Agua

FORM C - Administrative Cost Allowance Paid With Redevelopment Property Tax Trust Fund (RPTTF)

RECOGNIZED OBLIGATION PAYMENT SCHEDULE  
Per AB 26 - Section 34177 (\*)

	Project Name / Debt Obligation	Payee	Description	Project Area	Note B Total Outstanding Debt or Obligation	Note C Total Due During Fiscal Year 2012-2013**	Funding Source ***	Payable from the Administrative Allowance Allocation							
								Payments by month							
								July 2012	Aug 2012	Sep 2012	Oct 2012	Nov 2012	Dec 2012	Total	
3.10	Winding down RDA via administration of Successor Agency	City of Morgan Hill	Administrative Staffing Costs	Ojo de Agua	859752	140248	RPTTF	23375	23375	23375	23375	23375	23373	140248	
1.80	Annual Audit	Moss, Levy & Hartzheim	Annual audit services	Ojo de Agua	82,400.00	6,050.00	RPTTF	2,017			2,017		2,016	6,050	
1.10	Debt Service Implementation and Delivery Cost	Successor Agency	Cost to implement and deliver debt service obligations	Ojo de Agua	222,762.00	30,000.00	RPTTF	5,000	5,000	5,000	5,000	5,000	5,000	30,000	
1.30	Domain Website	South Valley Internet	Hosting of RDA website	Ojo de Agua	60.00	60.00	RPTTF	10	10	10	10	10	10	60	
1.60	Web-Streaming of Successor Agency Meetings	Granicus	Web-Streaming of Successor Agency Meetings	Ojo de Agua	4,000.00	1,680.00	RPTTF	280	280	280	280	280	280	1,680	
2.30	Hale Avenue Extension-Legal Services	JARVIS, FAY, DOPORTO & GIBSON	construction legal services	Ojo de Agua	15,000.00	15,000.00	RPTTF	2,500	2,500	2,500	2,500	2,500	2,500	15,000	
1.33	Housing Implementation and Delivery Cost	Successor Agency	Cost to implement and deliver projects housing obligations	Ojo de Agua	94,303.00	47,900.00	RPTTF	7,983	7,983	7,983	7,983	7,983	7,985	47,900	
1.66	Non-Housing, Non-CIP Implementation and Delivery Cost	Successor Agency	Cost to implement and deliver projects & obligations	Ojo de Agua	100,631.00	51,114.00	RPTTF	8,519	8,519	8,519	8,519	8,519	8,519	51,114	
<b>Totals - This Page</b>					<b>\$ 1,183,974.00</b>	<b>\$ 292,052.00</b>	<b>N/A</b>	<b>49,684</b>	<b>47,667</b>	<b>47,667</b>	<b>49,684</b>	<b>47,667</b>	<b>49,683</b>	<b>292,052</b>	
* The Preliminary Draft Recognized Obligation Payment Schedule (ROPS) is to be completed by 3/1/2012 by the successor agency, and subsequently be approved by the oversight board and audited by the County.								Note A		Administrative cost (Greater of 3% of RPTTF, or \$125,000)				184,910	
** All total due during fiscal year and payment amounts are projected.															
*** Funding sources from the successor agency: (For fiscal 2011-12 only, references to RPTTF could also mean tax increment allocated to the Agency prior to February 1, 2012.)															
RPTTF - Redevelopment Property Tax Trust Fund				Bonds - Bond proceeds				Other - reserves, rents, interest earnings, etc							
LMIHF - Low and Moderate Income Housing Fund				Admin - Successor Agency Administrative Allowance											

Note B: This amount was provided by the Successor Agency and will be certified after completion of a review of the assets and liabilities.

Note C: This amount represents six months' obligation from July to December 2012.

Name of Redevelopment Agency: City of Morgan Hill  
 Project Area(s) Ojo de Agua

FORM D - Pass-Through Payments

OTHER OBLIGATION PAYMENT SCHEDULE II  
 Per AB 26 - Section 34177 (\*)

	Project Name / Debt Obligation	Payee	Description	Project Area	Total Outstanding Debt or Obligation	Total Due During Fiscal Year 2012-2013**	Source of Fund***	Pass Through and Other Payments							
								Payments by month							
								Jul 2012	Aug 2012	Sep 2012	Oct 2012	Nov 2012	Dec 2012	Total	
1	No reportable items														0.00
<b>Totals - Other Obligations</b>					\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

\* The Preliminary Draft Recognized Obligation Payment Schedule (ROPS) is to be completed by 3/1/2012 by the successor agency, and subsequently be approved by the oversight board and audited by the County.

\*\* All total due during fiscal year and payment amounts are projected.

\*\*\* Funding sources from the successor agency: (For fiscal 2011-12 only, references to RPTTF could also mean tax increment allocated to the Agency prior to February 1, 2012.)

RPTTF - Redevelopment Property Tax Trust Fund      Bonds - Bond proceeds      Other - reserves, rents, interest earnings, etc

LMHF - Low and Moderate Income Housing Fund      Admin - Successor Agency Administrative Allowance