

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) 299-5206 FAX 287-7629



NOTICE OF OBJECTION TO ROPS

March 15, 2013

City of Morgan Hill Successor Agency
17555 Peak Avenue
Morgan Hill, CA 95037

Oversight Board for the Morgan Hill Successor Agency
17555 Peak Avenue
Morgan Hill, CA 95037

Department of Finance
915 L Street
Sacramento CA 95814

ROPS Period: 13-14A
Successor Agency: Morgan Hill

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

Pursuant to Health and Safety Code section 34182.5, my 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 objects to the following items and/or funding sources on the submitted ROPS:

<u>Line No.</u>	<u>Item</u>	<u>Funding Source</u>	<u>Reason for Objection</u>
1	2008 Tax Allocation Bonds (TAB) Series A& B – Principal	RPTTF	Total principal amount due is \$3,065,000 , not the \$3,650,000 listed. The amount should be adjusted accordingly. TAB Series A principal amount: \$2,680,000 TAB Series B principal amount: \$ 385,000

Board of Supervisors: Mike Wasserman, Dave Cortese, Ken Yeager, S. Joseph Simitian
County Executive: Jeffrey V. Smith

<u>Line No.</u>	<u>Item</u>	<u>Funding Source</u>	<u>Reason for Objection</u>
4	2008 Tax Allocation Bonds (TAB) Series A&B – Letter of Credit	RPTTF	Scotiabank’s Invoice amount for the period February 1, 2013 – August 31, 2013 is \$498,613.01 , not \$501,733. The amount should be adjusted accordingly.
10	Implementation & Delivery of Bond related Obligations	RPTTF	<p>This item was listed as Item #1.10 in ROPS III and was reclassified in DOF’s ROPS III final determination (after a meet-and-confer) letter dated December 18, 2012, as an administrative cost subject to the administrative cost allowance. This item remains an administrative cost and should be reclassified as payable from the administrative allowance.</p> <p>This item primarily relates to the time of the City’s finance director to refinance the 2008 TABs. Such costs are quintessential Successor Agency administrative costs and do not constitute “project costs” exempt from the administrative cost allowance.</p>
13	CIP Inspection Contract	Bond Proceeds	This contract expired on November 1, 2012. This item was listed as Item #1.35 in ROPS III and was denied in DOF’s letter dated December 18, 2012. Moreover, the Oversight Board’s attempted action to extend and increase this contract was denied by DOF in its letter of December 3, 2012. Expenditure of unspent bond proceeds on new (or amended) contracts cannot occur until the Agency receives a “finding of completion” per HSC 34191.4. Accordingly, this item is not an enforceable obligation.
21	Excess liability and property pool insurance premium – ABAG-Plan Corporation	RPTTF	This item was listed as Item #1.65 in ROPS III and was reclassified in DOF’s letter dated December 18, 2012, as an administrative cost. This is an administrative cost to be included in the administrative budget as provided in HSC 34177, subject to the administrative cost allowance provided in HSC 34171(b).

<u>Line No.</u>	<u>Item</u>	<u>Funding Source</u>	<u>Reason for Objection</u>
30	Hale Avenue Extension	Bond Proceeds	This item expired on 3/23/2012. Expenditure of unspent bond proceeds on new (or amended) contracts cannot occur until the Agency receives a "finding of completion" per HSC 34191.4. This is not a current enforceable obligation.
39	Administrative Allowance	Admin Allowance	Based on the other adjustments in this letter, this amount is to be adjusted to \$148,204 .
71	Rent	RPTTF	<p>The State Controller, in his Morgan Hill RDA Audit of August 28, 2012, ordered the return of these prepaid funds and recommended the recalculation of the lease payment due because the amount is not supported by the amount of space used. (See State Controller's Audit for details.) In addition, as admitted by the City, no enforceable obligation exists to support the current payment listed. This item was listed as Item #P1.74 in ROPS III.</p> <p>Moreover, as the cost of general office space, this item is a quintessential administrative cost subject to the administrative cost allowance per HSC 34171(b).</p>
76	2008 Tax Allocation Bonds Series A & B	RPTTF	<p>These are proposed new enforceable obligations related to an anticipated bond refinancing. These costs should be paid from bond proceeds from the refinancing, like all normal disclosure counsel and litigation counsel costs, and not from RPTTF. (See HSC 34177(D)(1)(E).)</p> <p>The Agency contends that the bond refinancing may fail, in which case these costs might need to be paid from RPTTF. Such an event is highly unlikely and the default source of funds should be bond proceeds.</p>
89	Butterfield Blvd South – Mark Thomas & Co.	Bond Proceeds	This item appears to be the same as listed Item #28 coded a pale red as an obligation denied by DOF. This item also appears to be the same as Item #2.17 and #D2.33 in ROPS III that was denied by DOF in its letter dated December 18, 2012. Moreover, the Oversight Board's attempted action to extend and increase this contract was denied by DOF in its letter of December 3, 2012. Accordingly, this item is not an enforceable obligation.

<u>Line No.</u>	<u>Item</u>	<u>Funding Source</u>	<u>Reason for Objection</u>
90	Butterfield Blvd South – Jarvis Fay	Bond Proceeds	<p>Although this was generally described as a construction contract, this item is for legal services and appears to be the same as listed Item #29 coded a pale red as an obligation denied by DOF. This item also appears to be the same as Item #2.18 in ROPS III that was denied by DOF in its letter dated December 18, 2012.</p> <p>This item is void as it was amended after June 27, 2011 (see HSC 34177.3). Furthermore, expenditure of unspent bond proceeds cannot occur until the Agency receives a “finding of completion” per HSC 34191.4.</p>
91	101/Tenant Ave Interchange for CALTRANS – Mark Thomas & Co.	Bond Proceeds	<p>This item appears to be the same as listed Item #68 coded a pale red as obligation denied by DOF. This item also appears to be the same as Item #2.33 in ROPS III that was denied by DOF in its letter dated December 18, 2012. Furthermore, expenditure of unspent bond proceeds cannot occur until the Agency receives a “finding of completion” per HSC 34191.4.</p>
92	Butterfield Blvd South – UPRR	Bond Proceeds	<p>Per the documentation provided by the Agency, this item is a one-time license fee of exactly \$4,811. The amount should be adjusted to reflect this amount certain per the obligation.</p>

In accordance with section 34182.5, if the Oversight Board disputes any of these objections, it may choose to refer such disputed findings to the Department of Finance for final determination.

Please note that pursuant to Health and Safety Code section 34186(a), the County Auditor-Controller may audit the prior period payments and the prior period estimated vs. actual payments reported on the ROPS. This audit is ongoing, and this letter does not apply to the true-up of prior period payments.

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.

The County Auditor-Controller’s complete or partial objections, or lack thereof, does not reflect acquiescence to, or agreement with, the Successor Agency’s descriptions of the ROPS items, including the Notes tab.

Notice of Objection to ROPS
Morgan Hill ROPS 13-14A
March 15, 2013
Page 5 of 5

We would like to thank the Successor Agency staff for their cooperation and assistance as we performed this review.

Respectfully submitted,



Vinod K. Sharma, C.P.A.
Director of Finance
County of Santa Clara

Attachment: ROPS 13-14A as submitted to County Auditor-Controller by Successor Agency
after Oversight Board Approval

SUCCESSOR AGENCY CONTACT INFORMATION

Successor Agency

ID: **406**
County: **Santa Clara**
Successor Agency: **Morgan Hill**

Primary Contact

Honorific (Ms, Mr, Mrs)	
First Name	Kevin
Last Name	Riper
Title	Administrative Services/Finance Director
Address	17575 Peak Avenue
City	Morgan Hill
State	CA
Zip	95037
Phone Number	408-776-7382
Email Address	kevin.riper@morganhill.ca.gov

Secondary Contact

Honorific (Ms, Mr, Mrs)	
First Name	Tina
Last Name	Reza
Title	Assistant Director of Finance
Phone Number	408-776-7379
Email Address	tina.reza@morganhill.ca.gov

SUMMARY OF RECOGNIZED OBLIGATION PAYMENT SCHEDULE

Filed for the July 1, 2013 to December 31, 2013 Period

Name of Successor Agency: **MORGAN HILL (SANTA CLARA)**

Outstanding Debt or Obligation	Total
Total Outstanding Debt or Obligation	\$148,966,623

Current Period Outstanding Debt or Obligation	Six-Month Total
A Available Revenues Other Than Anticipated RPTTF Funding	\$2,315,832
B Enforceable Obligations Funded with RPTTF	\$5,699,982
C Administrative Allowance Funded with RPTTF	\$170,999
D Total RPTTF Funded (B + C = D)	\$5,870,981
E Total Current Period Outstanding Debt or Obligation (A + B + C = E) <i>Should be same amount as ROPS form six-month total</i>	\$8,186,813
F Enter Total Six-Month Anticipated RPTTF Funding	\$7,510,873
G Variance (F - D = G) <i>Maximum RPTTF Allowable should not exceed Total Anticipated RPTTF Funding</i>	\$1,639,892

Prior Period (July 1, 2012 through December 31, 2012) Estimated vs. Actual Payments (as required in HSC section 34186 (a))	
H Enter Estimated Obligations Funded by RPTTF (<i>lesser of Finance's approved RPTTF amount including admin allowance or the actual amount distributed</i>)	\$6,348,577
I Enter Actual Obligations Paid with RPTTF	\$4,329,711
J Enter Actual Administrative Expenses Paid with RPTTF	\$271,313
K Adjustment to Redevelopment Obligation Retirement Fund (H - (I + J) = K)	\$1,747,553
L Adjustment to RPTTF (D - K = L)	\$4,123,428

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

Oversight Board Approval Date: _____

**MORGAN HILL (SANTA CLARA)
 RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS 13-14A)
 July 1, 2013 through December 31, 2013**

Item #	Project Name / Debt Obligation	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Total Due During Fiscal Year 2013-14	Funding Source					Six-Month Total
									Bond Proceeds	Reserve Balance	Admin Allowance	RPTTF	Other	
45	Redevelopment loan for 17620 Monterey Rd	8/21/2006	6/14/2014	van Keulen, Craig	OPA redevelopment loan for 17620 Monterey Rd	Ojo de Agua	0	0	0	0	0	0	0	0
46	Butterfield Blvd-South			ARC	Blueprint-utility plans	Ojo de Agua	0	0	0	0	0	0	0	0
47	Butterfield Blvd-South			AEI	Asbestos and lead survey	Ojo de Agua	0	0	0	0	0	0	0	0
48	Butterfield Blvd-South			Bagoye & King	Lot line and land survey	Ojo de Agua	0	0	0	0	0	0	0	0
49	Butterfield Blvd-South			H T Harvey	Environmental review-nesting	Ojo de Agua	0	0	0	0	0	0	0	0
50	Butterfield Blvd-South			Santa Clara County Recorders Office	Permit/recording fees	Ojo de Agua	0	0	0	0	0	0	0	0
51	Annual Audit (ROPS I)	7/1/2009	12/31/2012	Moss, Levy & Hartzheim*	Annual audit	Ojo de Agua	0	0	0	0	0	0	0	0
52	Implementation & delivery of bond related obligations			Successor Agency	Implementation & delivery of bond related obligations	Ojo de Agua	0	0	0	0	0	0	0	0
53	Domain Website (final) (ROPS I)			South Valley Internet	Hosting of RDA website	Ojo de Agua	0	0	0	0	0	0	0	0
54	ROPS I Implementation and delivery			Successor Agency	Housing enforceable obligations	Ojo de Agua	0	0	0	0	0	0	0	0
55	Marketing/Advertising Design (ROPS I)			Schiffer Design	Graphic design	Ojo de Agua	0	0	0	0	0	0	0	0
56	Marketing/Graphics/Advertising Design(final) (ROPS I)			San Jose Business Journal	2011 Advertising campaign	Ojo de Agua	0	0	0	0	0	0	0	0
57	Chamber of Commerce(final) (ROPS I)			MH Chamber of Commerce	Service agreement FY 11-12	Ojo de Agua	0	0	0	0	0	0	0	0
58	Legal Counsel (ROPS I)			NOSSAMAN LLP	Legal counsel	Ojo de Agua	0	0	0	0	0	0	0	0
59	Legal Counsel (ROPS I)			Goldfarb and Lipman	Legal counsel	Ojo de Agua	0	0	0	0	0	0	0	0
60	Web-Streaming of Successor Agency Meetings (ROPS I)			Granicus	Web-Streaming of Successor Agency meetings	Ojo de Agua	0	0	0	0	0	0	0	0
61	ROPS I Implementation and delivery			Successor Agency	Non-housing, non-cip enforceable obligations	Ojo de Agua	0	0	0	0	0	0	0	0
62	ROPS I Butterfield Blvd-property acquisition			Gallo	Property acquisition for Butterfield Blvd-eminant domain	Ojo de Agua	0	0	0	0	0	0	0	0
63	ROPS I Butterfield Blvd-property acquisition			Ray-Will	Property acquisition for Butterfield Blvd-eminant domain	Ojo de Agua	0	0	0	0	0	0	0	0
64	ROPS I Butterfield Blvd-property acquisition			Royal Oaks	Property acquisition for Butterfield Blvd-eminant domain	Ojo de Agua	0	0	0	0	0	0	0	0
65	ROPS I Butterfield Blvd-property acquisition			Lieu Quan	Property acquisition for Butterfield Blvd-eminant domain	Ojo de Agua	0	0	0	0	0	0	0	0
66	Hale Avenue Extension-Environmental			David Powers and Associates	Environmental work	Ojo de Agua	0	0	0	0	0	0	0	0
67	Hale Avenue Extension-Legal Services (ROPS I)		6/30/2013	JARVIS, FAY, DOPORTO & GIBSON*	Construction legal services	Ojo de Agua	0	0	0	0	0	0	0	0
68	Tennant Ave/Hwy 101 Engineering			MARK THOMAS & CO, INC	Engineering Services	Ojo de Agua	0	0	0	0	0	0	0	0
69	ROPS I Implementation and delivery			Successor Agency	CIP enforceable obligations	Ojo de Agua	0	0	0	0	0	0	0	0
70	Unemployment compensation			State of CA-EDD	Unemployment for RDA funded terminated employees	Ojo de Agua	37,440	24,960	0	0	0	12,480	0	12,480
71	Rent	3/1/2011	3/1/2024	City of Morgan Hill	Rent	Ojo de Agua	1,694,000	154,000	0	0	0	77,000	0	77,000
72	Disclosure Counsel (bond refinance)			To be determined	Counsel to be selected for bond refinancing process	Ojo de Agua	0	0	0	0	0	0	0	0
73	Litigation Counsel (bond validation)			To be determined	Counsel to be selected for bond refinancing process	Ojo de Agua	0	0	0	0	0	0	0	0
74	Costs of issuance (bond refinancing)			To be determined	Various consultants in the bond refinance process	Ojo de Agua	1,080,000	1,080,000	0	0	0	0	0	0
75	Property Acquisition			Nossaman, LLP	Legal services relating to construction contracts	Ojo de Agua	0	0	0	0	0	0	0	0
76	2008 Tax Allocation Bonds Series A & B			Fullbright and Jaworski	Litigation counsel for validation lawsuit related to the refinance of the RDA variable rate bonds	Ojo de Agua	55,000	55,000				55,000		55,000
77	Annual review - bonds			Moody's	Annual review, new financing subject to two rating agencies	Ojo de Agua	125,000	5,000				5,000		5,000
78														0
79														0
80														0
81														0
82	CIP engineering staff			Successor Agency	Engineering/professional staff for management of cip enforceable obligations	Ojo de Agua			16,131					16,131
83														0
84														0
85														0
86														0
87														0
88														0
89	Butterfield Blvd South			Mark Thomas & Co	Construction of Butterfield Blvd	Ojo de Agua	40,000	40,000	40,000					40,000

MORGAN HILL (SANTA CLARA)
Pursuant to Health and Safety Code section 34186 (a)
PRIOR PERIOD ESTIMATED OBLIGATIONS vs. ACTUAL PAYMENTS
RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS II)
July 1, 2012 through December 31, 2012

Item #	Project Name / Debt Obligation	Payee	Description/Project Scope	Project Area	LMIHF		Bond Proceeds		Reserve Balance		Admin Allowance		RPTTF		Other	
					Estimate	Actual	Estimate	Actual	Estimate	Actual	Estimate	Actual	Estimate	Actual	Estimate	Actual
					\$0	\$0	\$8,119,390	\$4,250,763	\$0	\$0	\$184,910	\$271,313	\$6,163,667	\$4,326,212	\$0	\$0
1	2008 Tax Allocation Bonds Series A and B	Bank of New York Mellon	Principal payments	Ojo de Agua									2,940,000	2,940,000		
2	2008 Tax Allocation Bonds Series A and B	Bank of New York Mellon	Interest payments	Ojo de Agua									1,996,135	101,608		
3	2008 Tax Allocation Bonds Series A and B	Steiffel Nichols (Stone & Young)	Remarketing Fee	Ojo de Agua									49,958	49,502		
4	2008 Tax Allocation Bonds Series A and B	Scotia Bank	Letter of credit fee	Ojo de Agua									221,636	226,826		
5	2008 Tax Allocation Bonds Series A and B	Scotia Bank	Draw fee	Ojo de Agua									3,000	3,500		
6	2008 Tax Allocation Bonds Series A and B	Fraser & Associates	Independent Financial Consultant	Ojo de Agua									6,600	2,950		
7	2008 Tax Allocation Bonds Series A and B	Bank of New York Mellon	Trustee bank fee	Ojo de Agua									0	731		
9	RDA Legal Counsel	Richards Watson & Gershon	Legal counsel	Ojo de Agua									25,270	23,945		
Final	Madrone Down Payment Assistance	Various home buyers	Downpayment loans	Ojo de Agua									733,000	331,484		
13	Street resurfacing	CSG Consultants	Inspection services	Ojo de Agua									19,996	0		
14	Street resurfacing	RMA Group	Testing services	Ojo de Agua									49,052	0		
ROPS I/II	W Dunne Ave Widening	URS Corporation	Street widening consultant	Ojo de Agua									98,046	12,589		
17	Public parking lot lease agreement	Gayle Richter	Public parking lot -downtown MH	Ojo de Agua									16,474	16,088		
DELETE	Owl plan administration	Live Oak Associates	Burrowing owl monitoring program	Ojo de Agua									4,500	0		
21	Liability and Property Insurance	ABAG Plan	Insurance premium for liability and property	Ojo de Agua									0	0		
24	Butterfield Blvd S construction	RGW Construction	Construction of Butterfield Blvd South	Ojo de Agua			5,571,066	2,636,141								
26	Butterfield Blvd S construction	RGW Construction	Construction of Butterfield Blvd South	Ojo de Agua			608,453	0								
28	Butterfield Blvd S construction	Mark Thomas & Co	Construction of Butterfield Blvd South	Ojo de Agua			11,124	150,346								
29	Butterfield Blvd S construction	Jarvis, Fay	Construction of Butterfield Blvd South	Ojo de Agua			2,045	12,399								
ROPS I/II	Cochrane Rd Traffic Signal	CMH	Construction and design	Ojo de Agua			255,000	2,624								
ROPS I/II	Monterey Rd Streetscape	Callander Associates	Design	Ojo de Agua			10,377	0								
ROPS I/II	Hale Ave Extension	Associated Right of Way	Property Acquisition consultant	Ojo de Agua			39,337	0								
30	Hale Ave Extension	Mark Thomas & Co	Design	Ojo de Agua			493,111	105,667								
ROPS I/II	Hale Ave Extension	David Powers	Environmental consultant	Ojo de Agua			20,240	0								
ROPS I/II	101/Tennant Interchange	West Coast Arborists	Landscape establishment	Ojo de Agua			10,100	300								
ROPS I/II	West Little Llagas Creek	Santa Clara Valley Water Dist	Share of design for W Little Llagas flood control	Ojo de Agua			980,173	781,501								
ROPS I/II	Butterfield Blvd S construction	CSG Consultants	Inspection services	Ojo de Agua			40,000	72,525								
ROPS I/II	Undergrounding Utilities-Monterey	CSG Consultants	Inspection services	Ojo de Agua			24,000	0								
ROPS I/II	Butterfield Blvd North	Associated Right of Way	Property Acquisition consultant	Ojo de Agua			3,250	0								
39	Winding down of RDA	City of Morgan Hill	Winding down of RDA	Ojo de Agua							184,910					
38	Engineer/staff costs for Capital projects	City of Morgan Hill	Engineer/staff costs for Capital projects	Ojo de Agua				348,332							20,432	
21	Insurance for property and liability	ABAG	Insurance for property and liability	Ojo de Agua			51,114						1,071			
22	Staff for enforceable obligation listed	City of Morgan Hill	Staff for enforceable obligation listed	Ojo de Agua									234,469			
8	Annual audit	Moss Levy and Hartzheim	Annual audit	Ojo de Agua									4,050			
53	RDA Successor website	South Valley Internet	RDA Successor website	Ojo de Agua									60			
60	Web streaming services	Granicus	Web streaming services	Ojo de Agua									1,663			
67	Hale Ave Extension legal services	Jarvis Fay	Hale Ave Extension legal services	Ojo de Agua									0			
10	Staff for refinancing variable rate bonds	City of Morgan Hill	Staff for refinancing variable rate bonds	Ojo de Agua									30,000			
ROPS I/II	CRC PV Solar	Cupertino Electric	CRC PV Solar	Ojo de Agua				34,289								
ROPS I/II	Butterfield Blvd South	Matteoni, O'Laughlin	Butterfield Blvd South	Ojo de Agua				42,395								
ROPS I/II	Butterfield Blvd South	Union Pacific Railroad	Butterfield Blvd South	Ojo de Agua				57,798								
ROPS I/II	101/Tennant	Mark Thomas	101/Tennant Interchange	Ojo de Agua				1,557								
ROPS I/II	3rd Street Promenade	CEL	3rd Street Promenade	Ojo de Agua				900								
ROPS I/II	3rd Street Promenade	Safeway	3rd Street Promenade	Ojo de Agua				180								
ROPS I/II	3rd Street Promenade	Jarvis Fay and Deporto	3rd Street Promenade	Ojo de Agua				3,809								
ROPS I/II	W Dunne Av Widening	Granite Construction	W Dunne Av Widening	Ojo de Agua										596,557		

MORGAN HILL (SANTA CLARA)
RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS 13-14A) -- Notes (Optional)
July 1, 2013 through December 31, 2013

Item #	Project Name / Debt Obligation	Notes/Comments
1	2008 Tax Allocation Bonds Series A & B	This is the scheduled payment due on existing bonds. Bond covenant with letter of credit provider (Scotiabank) requires Successor Agency to place scheduled principal payment on the ROPS.
2	2008 Tax Allocation Bonds Series A & B	Minimum interest on variable rate bonds. After bonds are refinanced, structure could be that less interest is due in this period.
3	2008 Tax Allocation Bonds Series A & B	Remarketing of variable rate bonds for July and August 2013. This service will not be needed following refinancing of current variable rate bonds
4	2008 Tax Allocation Bonds Series A & B	Letter of credit extension for six months (February 2013 through August 2013) Calculated at .01 of outstanding principal plus accrued interest
5	2008 Tax Allocation Bonds Series A & B	The \$500 monthly draw fee is expected to be due for July and August 2013
6	2008 Tax Allocation Bonds Series A & B	Independent financial consultant per trust indenture
7	2008 Tax Allocation Bonds Series A & B	Annual trustee fees for Bank of New York Mellon plus monthly account service charges
8	Annual Audit	Annual audit will no longer be a requirement under the refinanced bond issue
9	RDA Legal Counsel	Contract with Richards, Watson and Gershon will no longer be in effect with the July - December ROPS period
10	Implementation & delivery of bond related obligations	Staff costs for the refinancing and management of outstanding bonds
11	State HELP Loan	Loan agreement between State of CA and Morgan Hill Redevelopment Agency-10 year deferred, 3% simple interest repayment due 10/7/2013
12	Housing Implementation and Delivery Cost	
13	CIP Inspections contract	Inspection services for construction of Butterfield Blvd--Contract expiration date is 12/31/2013 per OB approval October 17, 2012
14	CIP Testing contract	
15	Cip Property acquisition	
16	MH Chamber of Commerce (bal on contract)	
17	Parking lot lease	Lease of parking lot, month to month agreement has no expiration, increases annually by CPI
18	Legal Counsel	
19	SERAF	
20	SERAF	
21	Excess liability and property pool insurance premiums	
22	Non-Housing, Non-CIP Implementation and Delivery Cost	
23	Annual review for bond issue	
24	Butterfield Blvd- South Construction	Six month total changed to \$1,000,000 (from Feb 20 draft ROPS) to reflect final payment for construction and release of 5% retention (\$750,000)
25	Butterfield Blvd- South Consulting Contract	
26	Butterfield Blvd- South Contingency	Six month total changed to \$271,000 (from Feb 2 draft ROPS) to reflect payment of remaining contingency for project
27	Butterfield Blvd- South Property Acquisition	
28	Butterfield Blvd-South Design Services	
29	Butterfield Blvd-South Legal Services	

MORGAN HILL (SANTA CLARA)
RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS 13-14A) -- Notes (Optional)
July 1, 2013 through December 31, 2013

Item #	Project Name / Debt Obligation	Notes/Comments
30	Hale Avenue Extension	\$216,000 remaining on contract to complete design of Hale Ave extension
31	Underground Monterey	
32	Underground Utilities	
33	West Little Llagas Creek	
34	Downtown Parking	Although the cells are blocked for data entry for this item, the Oversight Board at the recommendation of the Successor Agency wishes to confirm that this item should automatically return to the face of ROPS 13-14A in the amounts of 'Total Outstanding Debt or Obligation' of \$9,400,000 and 'Total Due During Fiscal Year 2013-14' of \$100,000, payable from bond proceeds, when DOF issues a certificate of completion prior to the end of the ROPS 13-14A period, i.e., prior to December 31, 2013.
35	Downtown Streetscape	Although the cells are blocked for data entry for this item, the Oversight Board at the recommendation of the Successor Agency wishes to confirm that this item should automatically return to the face of ROPS 13-14A in the amounts of 'Total Outstanding Debt or Obligation' of \$5,000,000 and 'Total Due During Fiscal Year 2013-14' of \$100,000, payable from bond proceeds, when DOF issues a certificate of completion prior to the end of the ROPS 13-14A period, i.e., prior to December 31, 2013.
36	Downtown Development	Although the cells are blocked for data entry for this item, the Oversight Board at the recommendation of the Successor Agency wishes to confirm that this item should automatically return to the face of ROPS 13-14A in the amounts of 'Total Outstanding Debt or Obligation' of \$3,000,000 and 'Total Due During Fiscal Year 2013-14' of \$100,000, payable from bond proceeds, when DOF issues a certificate of completion prior to the end of the ROPS 13-14A period, i.e., prior to December 31, 2013.
37	Monterey South of Dunne	Although the cells are blocked for data entry for this item, the Oversight Board at the recommendation of the Successor Agency wishes to confirm that this item should automatically return to the face of ROPS 13-14A in the amounts of 'Total Outstanding Debt or Obligation' of \$1,900,000 and 'Total Due During Fiscal Year 2013-14' of \$100,000, payable from bond proceeds, when DOF issues a certificate of completion prior to the end of the ROPS 13-14A period, i.e., prior to December 31, 2013.
38	CIP Implementation and Delivery Cost	Although the cells are blocked for data entry for this item, the Oversight Board at the recommendation of the Successor Agency wishes to confirm that this item should automatically return to the face of ROPS 13-14A in the amounts of \$230,609 payable from bond proceeds, when DOF issues a certificate of completion prior to the end of the ROPS 13-14A period, i.e., prior to December 31, 2013.
39	Administrative Allowance	3% of RPTTF but not less than \$250,000 for any fiscal year (H&S 34171)
40	Annual surveillance fee	
41	Lighting W Dunne Ave (ROPS I)	
42	Construction permit required (ROPS I)	
43	Bulk water use on W Dunne project (ROPS I)	
44	Façade grant (ROPS I)	
45	Redevelopment loan for 17620 Monterey Rd	
46	Butterfield Blvd-South	
47	Butterfield Blvd-South	
48	Butterfield Blvd-South	
49	Butterfield Blvd-South	
50	Butterfield Blvd-South	

MORGAN HILL (SANTA CLARA)

RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS 13-14A) -- Notes (Optional)

July 1, 2013 through December 31, 2013

Item #	Project Name / Debt Obligation	Notes/Comments
51	Annual Audit (ROPS I)	
52	Implementation & delivery of bond related obligations	
53	Domain Website (final) (ROPS I)	
54	ROPS I Implementation and delivery	