



**DEPARTMENT OF
FINANCE**

EDMUND G. BROWN JR. ■ GOVERNOR

915 L STREET ■ SACRAMENTO CA ■ 95814-3706 ■ WWW.DOF.CA.GOV

August 27, 2018

Ms. Onyx Jones, Finance Director
City of Pomona
505 South Garey Avenue
Pomona, CA 91766

Dear Ms. Jones:

Subject: Approval of Oversight Board Action

The City of Pomona Successor Agency (Agency) notified the California Department of Finance (Finance) of its June 21, 2018 Oversight Board (OB) Resolution on June 21, 2018. Pursuant to Health and Safety Code (HSC) section 34179 (h), Finance has completed its review of the OB action.

Based on our review and application of the law, OB Resolution No. 2018-09, approving the issuance and sale of Tax Allocation Refunding Bonds by the Agency and authorizing certain other actions in connection therewith, is approved.

The Agency intends to refund the following eight loan obligations, in which bonds were issued by the City of Pomona Public Financing Authority and proceeds were loaned to the former Redevelopment Agency, and anticipates achieving approximately \$22,943,364 in savings over the remaining life of the bonds:

Refunded Obligations		Financing Authority Bonds
1	Loan Agreement dated March 1, 1998	1998 Refunding Revenue Bonds, Series W
2	Merged Redevelopment Project Loan Agreement dated April 1, 2001	2001 Revenue Bonds, Series AD
3	Merged Redevelopment Project Loan Agreement dated November 1, 2003	2003 Revenue Bonds, Series AH
4	Merged Redevelopment Project Housing Loan Agreement dated December 1, 2005	2005 Taxable Housing Tax Revenue Bonds, Series AQ
5	Merged Redevelopment Project Loan Agreement dated December 1, 2006	2006 Revenue Bonds, Series AS
6	Merged Redevelopment Project Loan Agreement dated December 1, 2006	2006 Taxable Revenue Bonds, Series AT
7	Merged Redevelopment Project Loan Agreement dated December 1, 2006	2006 Subordinate Revenue Bonds, Series AX
8	Merged Redevelopment Project Subordinate Loan Agreement dated July 1, 2007	2007 Subordinate Revenue Bonds, Series AW

Finance's approval is based on our understanding no refunding bonds will be issued unless such bonds meet the requirements outlined in HSC section 34177.5 (a). Following the issuance, the payments for the refunding bonds should be placed on the next Recognized Obligation Payment Schedule (ROPS), subject to Finance's review and approval.

To the extent the indebtedness obligations approved for refunding per the OB Resolution are refunded in accordance with HSC section 34177.5 and prior to the next ROPS submission, the Agency may use Redevelopment Property Tax Trust Funds received for payment of the current obligations being refunded. Any indebtedness for which refunding is finalized must be separately identified as a new item on the ROPS. Further, pursuant to HSC section 34186 (a), the Agency is required to report estimated obligations and actual payments. Any unspent funds should be reported as prior period adjustments.

Section 5 of the Resolution states, pursuant to HSC section 34177.5 (f), the Agency is authorized to recover its related costs in connection with the transaction approved hereby, irrespective of whether the 2018 Bonds are issued. While Finance does not object to this action, any associated costs not satisfied with the issuance must be placed on a subsequent ROPS, subject to Finance's review and approval.

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

Sincerely,



ERIKA LI
Program Budget Manager

cc: Mr. Gavin Houn, Senior Accountant, City of Pomona
Ms. Kristina Burns, Manager, Department of Auditor-Controller, Los Angeles County