

June 9, 2015

Emily Harrison, Director of Finance County of Santa Clara 70 West Hedding Street, East Wing 2<sup>nd</sup> Floor San Jose, California 95110-1705

Via e-mail: emily.harrison@fin.sccgov.org

Re: Payment Under Protest – Other Funds Due Diligence Review Payment
Pursuant to Health & Safety Code § 34179.6(f)

Dear Ms. Harrison:

By wire of this date, the Successor Agency of the Redevelopment Agency of the City of Santa Clara (the "Successor Agency") has remitted to your office the amount of \$23,002,235 which represents the amount remaining due on the Other Funds Due Diligence Review.

This remittance is in the amount required by the California Department of Finance (the "DOF") in its Other Funds Due Diligence Review determination letter to the Successor Agency dated October 3, 2013, less amounts previously withheld from the Successor Agency for payment of Enforceable Obligations on ROPS 14-15A in the amount of \$3,728,175.

Please be advised that the remittance, in the amount of \$23,002,235 (the "Protested Amount"), is being paid under protest by the Successor Agency and the Successor Agency, the City of Santa Clara and the Santa Clara Sports and Open Space Authority are not, as a result of making this payment waiving any of their rights to continue to dispute the legality of the determination made by the DOF on the Other Funds Due Diligence Review and in particular do not waive any rights the Successor Agency, the City of Santa Clara and the Santa Clara Sports and Open Space Authority they may have to appeal any decisions or orders issued in *Sharma v. Successor Agency of the Redevelopment Agency of the City of Santa Clara* (Case No. 34-2013-80001396, Sacramento Superior Court.) In the event that the DOF's determination on the Other Funds Due Diligence Review is finally determined to be incorrect, the City and SOSA expect that any overpayment made on the Other Funds Due Diligence Review will be placed on the immediately succeeding ROPS as an enforceable obligation and be reimbursed from RPTTF in accordance with Health and Safety Code Section 34183.



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By remitting funds to the Auditor-Controller, the Successor Agency, the City and the Sports and Open Space Authority do not waive any constitutional, statutory, legal, or equitable rights and expressly reserves any and all rights, privileges, and defenses available under law and equity.

Please feel free to contact me if you have any questions regarding the above.

Sincerely,

Julio J. Fuentes

City Manager/Executive Officer to Successor Agency

cc: Mayor and Council

Julio J. Fertes

Senator Bob Wieckowski, California State Legislature

Benjamin Glickman, Deputy Attorney General, California Department of Justice

Justyn Howard, Program Budget Manager, State Department of Finance

Alan Minato, Controller-Treasurer, County of Santa Clara

Jeff Smith, County Executive

James Williams, Deputy County Executive

Don Gage, Chair Oversight Board

Hilda Cantu Montoy

Gary Ameling, Director of Finance/Assistant City Manager

Richard Nosky, City Attorney

Ruth Shikada, Assistant City Manager