

Continuing Disclosure
\$19,315,000 Redevelopment Agency of the City of Santa Monica Ocean Park Redevelopment Projects Tax Allocation Bonds, Series 2002

By operation of Part 1.85 of the California Health and Safety Code, the City of Santa Monica has designated itself as the "successor agency" to the Redevelopment Agency of the City of Santa Monica, which is no longer an active public body. Acting in its capacity as "successor agency" under the provisions of Part 1.85, the City has named itself "the Santa Monica Redevelopment Successor Agency".

Attached please find the Annual Report of the Santa Monica Redevelopment Successor Agency ("the Successor"). This Annual Report is submitted pursuant to a Continuing Disclosure Certificate (copy attached) executed and delivered on May 1, 2002, by the Redevelopment Agency of the City of Santa Monica in connection with the issuance of \$19,315,000 Redevelopment Agency of the City of Santa Monica Ocean Park Redevelopment Projects Tax Allocation Bonds, Series 2002 ("Bonds") for the benefit of the holders and beneficial owners of the Bonds and in order to assist the Participating Underwriters in complying with S.E.C. Rule 15c2-12(b)(5).

In addition to the information provided in this continuing disclosure, the City's Annual Report is the attached Comprehensive Annual Financial Report for the year ended June 30, 2011 ("CAFR") and schedules as noted below. These documents contain or incorporate by reference the following:

- a. Audited financial statements prepared in accordance with generally accepted accounting principles. (See attached CAFR, pp. 1-84.)
- b. Information with respect to the Bonds:
 - i. Principal amount of Bonds outstanding at January 2, 2012 is \$10,115,000.
 - ii. The balance of the reserve fund, as required by the indenture, at January 2, 2012 is \$1,748,352.
 - iii. The balance in the Redevelopment Fund 1(a) and the Series 2002 1(a) Housing Account at January 2, 2012, are \$477,032 and \$97,452, respectively.
 - iv. The balance in the Redevelopment Fund 1(b) and the Series 2002 1(b) Housing Account at January 2, 2012, are \$77,294 and \$16,562, respectively.
- c. Financial and operating data substantially similar to that provided in the tables and charts of the Official Statement for the Bonds:
 - i. Ten largest local secured property taxpayers in the Project Area 1(a) and Project Area 1(b) (see attached schedules).
 - ii. Historical assessed values, incremental taxable values and tax increment revenues (see attached schedules).
 - iii. Information on aggregate appeals in the Project Area 1(a) and Project Area 1(b) and on appeals by top ten taxpayers in Project Area 1(a) and Project 1(b) (see attached schedule).
 - iv. Description of outstanding indebtedness payable from Tax Revenues (see attached schedules).
 - v. There is no material information pertaining to amendments to the Redevelopment Plan 1(a) or Redevelopment Plan 1(b).
 - vi. The special fund, referred to in Section 6.14, was not necessary to establish.
 - vii. The cumulative tax increment revenue from Project Area 1(a) compared to the maximum of tax increment revenue from the Project Area 1(a) through January 1, 2019 permitted pursuant to Project Area 1(a) Redevelopment Plan, and the cumulative tax increment revenue from the Project Area 1(b) compared to the maximum of tax increment revenue from the Project Area 1(b) through January 1, 2019 permitted pursuant to Project Area 1(b) Redevelopment Plan (see attached schedule).
 - viii. The historical debt service coverage ratio from 1(a) Tax Revenues and 1(b) Tax revenues for the Bonds Outstanding as of the end of the Fiscal Year preceding the Annual Report Date, similar to the information provided in the Table 15 of the Official Statement (see attached schedule).

No significant events as defined in Section 4 of the Continuing Disclosure Certificate occurred during the fiscal year ended June 30, 2011.