

Cedar Glen Project Area

DESCRIPTION OF MAJOR SERVICES

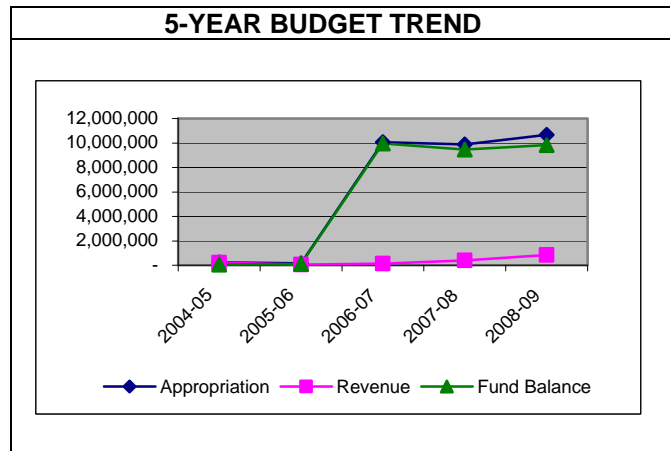
In 2004, the *Cedar Glen Disaster Recovery Project Area* (Cedar Glen), consisting of 837 acres, was adopted to assist with the rebuilding of the community that was destroyed by the 2003 Old Fire.

Included in this project area are housing funds, which are used to conserve and/or expand the supply of affordable housing to low and moderate-income households. Based on regulations, 20% of the gross tax increment revenues are set aside and used for affordable housing.

Initial plan preparation and operating expenses were funded through a \$75,000 loan from the Speedway Project Area and subsequent loans from the county general fund of \$365,000. In addition, in December of 2005, the Board of Supervisors approved a loan of \$10.0 million from the county general fund to Cedar Glen to begin the water and road improvements. The loans will be repaid when the project area generates sufficient tax increment revenues or other financing is available.

There are no budgeted positions assigned to this project area, however administrative and staffing costs are allocated to this project area based upon time studies.

BUDGET HISTORY



PERFORMANCE HISTORY

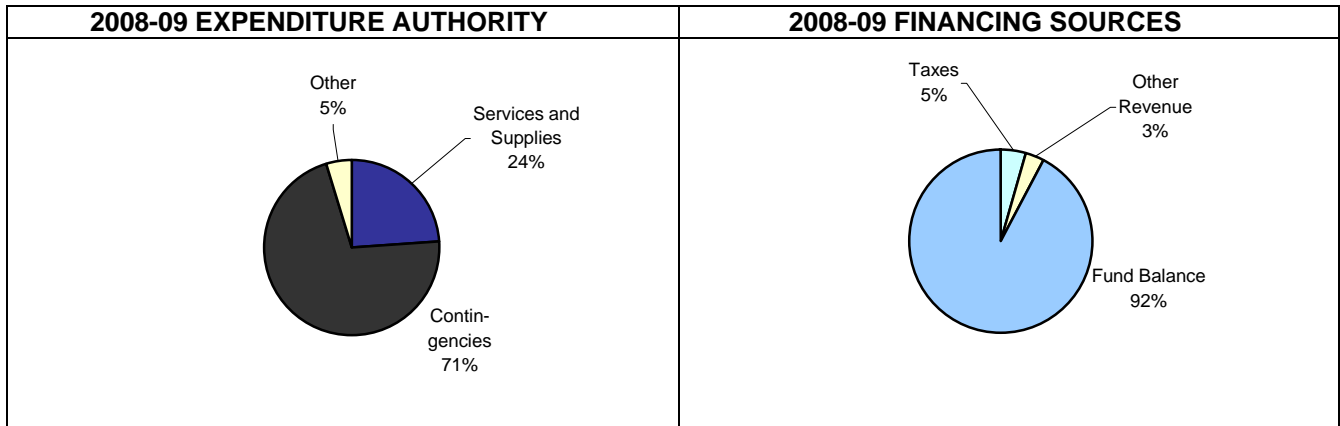
	2004-05 Actual	2005-06 Actual	2006-07 Actual	2007-08 Modified Budget	2007-08 Actual
Appropriation	156,767	418,300	1,267,592	9,878,195	698,779
Departmental Revenue	293,426	10,297,254	788,348	403,250	986,360
Fund Balance				9,474,945	

In accordance with Section 29009 of the State Government Code, the entire unreserved fund balance must be appropriated each year. Accordingly, actual appropriation in these budget units are less than modified budget. The amount not expended is carried over to the subsequent year's budget. In addition, \$7.6 million of the loan proceeds are in contingencies for future approved projects, as required by the loan terms.

Actual departmental revenue for 2007-08 is greater than modified budget. Both tax increment revenue and interest revenue are significantly greater than budget for 2007-08 by approximately \$210,000 and \$373,000 respectively.



ANALYSIS OF FINAL BUDGET



GROUP: Economic Development
DEPARTMENT: Redevelopment Agency
FUND: Cedar Glen Disaster Project Area

BUDGET UNIT: SPK, SPL, DBT
FUNCTION: General
ACTIVITY: Other General

	2004-05 Actual	2005-06 Actual	2006-07 Actual	2007-08 Actual	2007-08 Final Budget	2008-09 Final Budget	Change From 2007-08 Final Budget
Appropriation							
Services and Supplies	111,473	107,747	60,101	8,264	1,425,851	2,564,080	1,138,229
Land and Improvements	-	-	311,076	-	59,454	59,454	-
Transfers	45,294	310,553	896,415	290,515	392,595	450,453	57,858
Contingencies	-	-	-	-	7,600,000	7,600,000	-
Total Appropriation	156,767	418,300	1,267,592	298,779	9,477,900	10,673,987	1,196,087
Operating Transfers Out	-	-	-	400,000	400,295	-	(400,295)
Total Requirements	156,767	418,300	1,267,592	698,779	9,878,195	10,673,987	795,792
Departmental Revenue							
Taxes	-	240,367	672,985	1,039,569	296,250	482,860	186,610
Use of Money and Prop	3,426	80,965	454,480	481,562	107,000	353,600	246,600
State, Fed or Gov't Aid	-	634	1,705	3,635	-	-	-
Current Services	-	(2,057)	(3,305)	(5,058)	-	-	-
Other Revenue	-	(109,655)	(337,517)	(533,348)	-	-	-
Other Financing Sources	-	10,075,000	-	-	-	-	-
Total Revenue	3,426	10,285,254	788,348	986,360	403,250	836,460	433,210
Operating Transfers In	290,000	12,000	-	-	-	-	-
Total Financing Sources	293,426	10,297,254	788,348	986,360	403,250	836,460	433,210
				Fund Balance	9,474,945	9,837,527	362,582

Services and supplies of \$2,564,080 primarily represent undesignated fund balance carried over from previous years for future projects and/or improvements. Services and supplies increased by \$1,138,229 primarily due to the increase in project expenditures of \$554,929, professional services of \$575,805, and miscellaneous expenses of \$7,495.

Land and improvements of \$59,454 is to acquire land for the development of a well to serve the project area.

Transfers of \$450,453 represent administrative fees to the Speedway administrative fund. Increases of \$57,858 are associated with increased administrative costs.

Contingencies of \$7,600,000 are necessary because, per the Cedar Glen loan agreement, the Board of Supervisors must approve all additional projects utilizing the loan funds. Upon approval of additional projects, the funds will be transferred to the appropriate expenditure category for use.

No operating transfers out are budgeted in 2008-09 as the road and water projects funded with the initial portion of the county loan are anticipated to be completed in 2007-08.

Departmental revenue of \$836,460 includes funding from projected tax increment as well as revenue from interest. The increase in revenue of \$433,210 is related to increases in both tax increment revenue and interest revenue to reflect current trend.

