

## Victor Valley Economic Development Authority Project Area

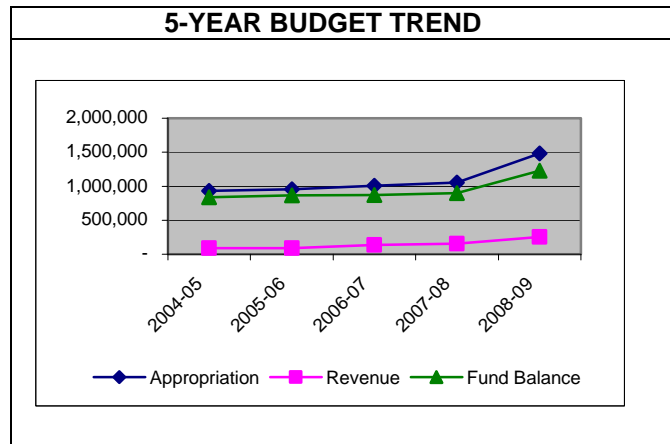
### DESCRIPTION OF MAJOR SERVICES

In 1993, the *Victor Valley Economic Development Authority* (VVEDA), a joint powers authority, was established for the purpose of providing economic development in and around the former George Air Force Base. Five jurisdictions oversee the economic development of the area, which include: the Cities of Victorville, Hesperia and Adelanto, the town of Apple Valley, and the County of San Bernardino. The recent eighth amendment to the project area increased total acreage to 90,236 acres. The same amendment also increased the unincorporated portion of VVEDA to approximately 22,472 acres. VVEDA is administered by the City of Victorville.

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.

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



The trend for the VVEDA budget represents a small increase over the past four years. For 2008-09, the lead agency estimates of tax increment revenue for the project area increased from prior year budget by 73%.

### PERFORMANCE HISTORY

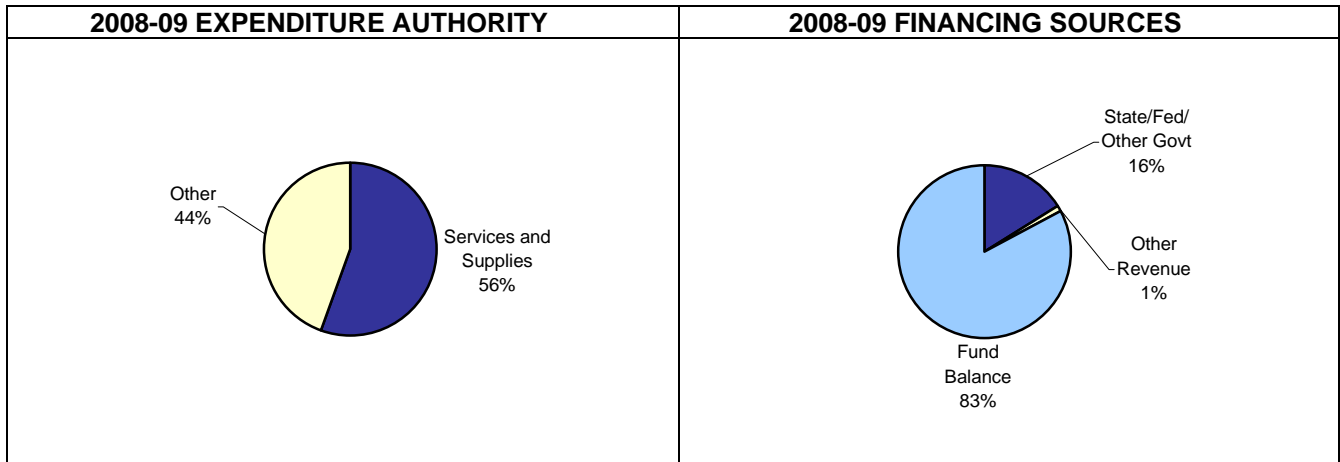
	<b>2004-05 Actual</b>	<b>2005-06 Actual</b>	<b>2006-07 Actual</b>	<b>2007-08 Modified Budget</b>	<b>2007-08 Actual</b>
Appropriation	47,425	145,867	178,158	1,056,238	84,136
Departmental Revenue	37,465	56,508	210,566	155,550	301,719
Fund Balance				900,688	

In accordance with Section 29009 of the State Government Code, the entire unreserved fund balance must be appropriated each year. Accordingly, expenditures in these funds are typically less than budget. The amount not expended is carried over to the subsequent year's budget.

Departmental revenue is greater than budget in 2007-08 due to increases in interest revenue and tax increment revenue.



**ANALYSIS OF FINAL BUDGET**



GROUP: Economic Development  
 DEPARTMENT: Redevelopment Agency  
 FUND: Victor Valley Economic Development Authority Project Area

BUDGET UNIT: MPV, MPW  
 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
<b>Appropriation</b>							
Services and Supplies	31,649	61,334	96,477	(74,988)	879,200	825,477	(53,723)
Other Charges	(8,532)	-	15,082	79,311	20,000	66,650	46,650
Land and Improvements	-	-	-	-	-	300,000	300,000
Transfers	24,308	84,533	66,599	79,813	157,038	290,152	133,114
<b>Total Appropriation</b>	<b>47,425</b>	<b>145,867</b>	<b>178,158</b>	<b>84,136</b>	<b>1,056,238</b>	<b>1,482,279</b>	<b>426,041</b>
<b>Departmental Revenue</b>							
Use of Money and Prop	17,163	28,666	40,233	46,621	17,450	17,450	-
State, Fed or Gov't Aid	20,302	27,842	170,333	255,098	138,100	238,655	100,555
<b>Total Revenue</b>	<b>37,465</b>	<b>56,508</b>	<b>210,566</b>	<b>301,719</b>	<b>155,550</b>	<b>256,105</b>	<b>100,555</b>
				Fund Balance	900,688	1,226,174	325,486

Services and supplies of \$825,477 represent undesignated fund balance. Services and supplies decreased by \$53,723 due to anticipated increases in land purchases.

Other charges of \$66,650 represent administrative charges paid to the Victor Valley Economic Development Authority. Other charges have increased by \$46,650 due to increased administrative costs.

Land and improvements of \$300,000 include costs associated with commercial and/or industrial land acquisitions.

Transfers of \$290,152 include administrative charges paid to the Speedway administrative fund. The increase of \$133,114 is due to the development of new programs in the VVEDA project area.

Departmental revenue of \$256,105 consists of tax increment revenue distributed by the lead agency and revenue from interest. The increase in revenue of \$100,555 represents increases in tax increment revenue. Lead agency estimates of tax increment revenue for the project area increased from prior year budget by 73%. Due to this significant increase, projects will be identified as actual tax increment is received by the agency.

