

Cedar Glen Project Area

DESCRIPTION OF MAJOR SERVICES

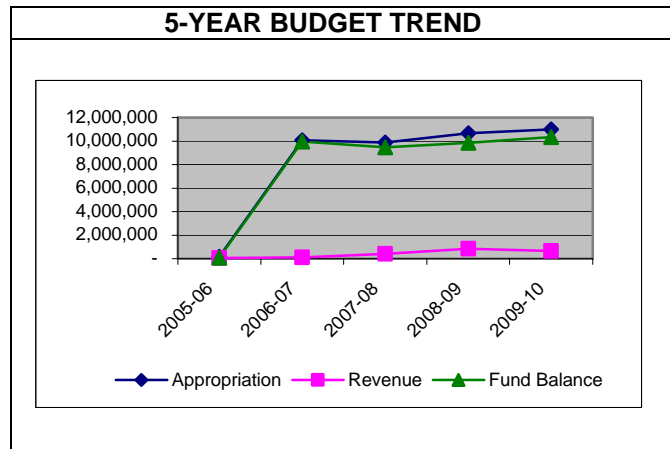
In 2004, the *Cedar Glen Disaster Recovery Project Area* (Cedar Glen), consisting of 837 acres, was adopted to assist with the rebuilding of the community that was destroyed by the 2003 Old Fire.

Operating funds received for the project area are used to finance capital improvements, particularly water services within the area. 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 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

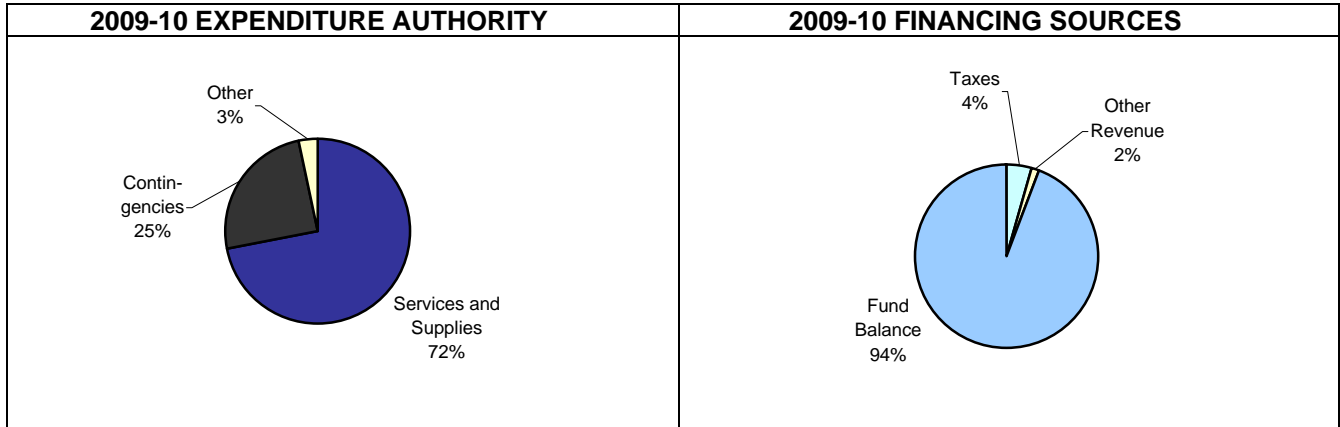
	2005-06 Actual	2006-07 Actual	2007-08 Actual	2008-09 Modified Budget	2008-09 Actual
Appropriation	418,300	1,267,592	698,779	10,673,987	461,176
Departmental Revenue	10,285,254	788,348	986,360	836,460	964,832
Fund Balance				9,837,527	

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

Actual departmental revenue for 2008-09 is higher than modified budget due to property tax being higher than anticipated.



ANALYSIS OF FINAL BUDGET



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

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

	2005-06 Actual	2006-07 Actual	2007-08 Actual	2008-09 Actual	2008-09 Final Budget	2009-10 Final Budget	Change From 2008-09 Final Budget
Appropriation							
Services and Supplies	107,747	60,101	8,264	31,045	2,564,080	7,901,772	5,337,692
Land and Improvements	-	311,076	-	4,840	59,454	-	(59,454)
Transfers	310,553	896,415	290,515	425,291	450,453	379,211	(71,242)
Contingencies	-	-	-	-	7,600,000	2,715,000	(4,885,000)
Total Appropriation	418,300	1,267,592	298,779	461,176	10,673,987	10,995,983	321,996
Operating Transfers Out	-	-	400,000	-	-	1,078	1,078
Total Requirements	418,300	1,267,592	698,779	461,176	10,673,987	10,997,061	323,074
Departmental Revenue							
Taxes	240,367	672,985	1,039,569	1,293,067	482,860	488,600	5,740
Use of Money and Prop	80,965	454,480	481,562	295,544	353,600	166,200	(187,400)
State, Fed or Gov't Aid	634	1,705	3,635	3,774	-	-	-
Current Services	(2,057)	(3,305)	(5,058)	(8,989)	-	-	-
Other Revenue	(109,655)	(337,517)	(533,348)	(618,564)	-	-	-
Other Financing Sources	10,075,000	-	-	-	-	-	-
Total Revenue	10,285,254	788,348	986,360	964,832	836,460	654,800	(181,660)
Operating Transfers In	-	-	-	-	-	1,078	1,078
Total Financing Sources	10,285,254	788,348	986,360	964,832	836,460	655,878	(180,582)
				Fund Balance	9,837,527	10,341,183	503,656

Services and supplies of \$7,901,772 represent funds set aside for projects. Services and supplies increased by \$5,337,692 primarily due to the increase in project expenditures of \$4,520,000, professional services of \$817,270 and increase in miscellaneous expenses of \$422.

Transfers of \$379,211 represent administrative fees to the Speedway administrative fund. Decreases of \$71,242 are due primarily to a reduction in the Cedar Glen's share of the administrative costs.

Contingencies of \$2,715,000 are necessary because, per the Cedar Glen loan agreement, the Board of Supervisors (Board) must approve all additional projects utilizing the loan funds. On November 18, 2008, Item No. 109, the Board released \$4,885,000 for projects within the project area. Upon approval of additional projects, the funds will be transferred to the appropriate expenditure category for use.

Operating transfers out of \$1,078 represent interest earnings in the debt service fund to be moved to the operating and housing fund.

Departmental revenue of \$655,878 includes funding from projected tax increment as well as revenue from interest. The decrease in revenue of \$180,582 is primarily due to decreases in interest revenue to reflect current trend and a minor increase in tax increment revenue.

