

## REDEVELOPMENT SUCCESSOR AGENCY PROPOSED BUDGET • FY 2019-20 & 2020-21

### PROPOSED BUDGET

All Funds	Actual 2017-18	Adopted 2018-19	Recommended 2019-20	Δ	Projected 2020-21	Δ
Revenues	19,439,528	17,878,718	17,083,257	-4.4%	17,193,100	0.6%
<i>Other Funds</i>	<i>(3,239,701)</i>	<i>(1,327,283)</i>	<i>(306,530)</i>	<i>-76.9%</i>	<i>(472,081)</i>	<i>54.0%</i>
<b>Total Financing</b>	<b>16,199,827</b>	<b>16,551,435</b>	<b>16,776,727</b>	<b>1.4%</b>	<b>16,721,019</b>	<b>-0.3%</b>
<b>Total Expenditures</b>	<b>16,199,827</b>	<b>16,551,435</b>	<b>16,776,727</b>	<b>1.4%</b>	<b>16,721,019</b>	<b>-0.3%</b>

### OVERVIEW

The Redevelopment Successor Agency (RSA) is responsible for the winding down of the affairs of the former Redevelopment Agency, including payment of all enforceable obligations and disposition of assets. Expenditures and financing are budgeted in four costs centers. Activities are financed by remaining bond proceeds, and by property taxes allocated by the Auditor-Controller-Treasurer-Tax Collector in an amount not exceeding the amount of the RSA's enforceable obligations for the fiscal year. The table above reflects the total RSA budget.

Redevelopment Successor Agency's four budget units are comprised of:

1. Administration General
2. Property Management - Administration
3. Capital Projects – Bond Proceeds
4. Capital Projects – Tax Increment

## YEAR 1 BUDGET OVERVIEW

### 2019-20 RECOMMENDED BUDGET

The 2019-20 recommended budget provides for an increase of \$225,292 in expenditures and a decrease of \$795,461 in revenues, resulting in a \$1,020,753 change in the use of fund balance. In addition, the RSA has estimated reserves of \$12,063,249, primarily for the set aside for the next debt services payment.

### EXPENDITURES

The increase in expenditures results primarily from increased Other Financing costs of \$477,318 for

debt services which is offset by decreased Services and Supplies costs of \$251,719, primarily for the long range property management plan implementation.

### REVENUES

The decrease in revenues of \$795,461 results primarily from lower property taxes needed for the Recognized Obligation Payment Schedule (ROPS).

## YEAR 1 BUDGET DETAIL

Budget Unit: 61

All Funds	Actual 2017-18	Adopted 2018-19	Estimated 2018-19	Recommended 2019-20	Change from 2018-19	
<b>Revenues</b>						
Taxes	19,275,039	17,776,356	15,664,100	16,897,389	(878,967)	-4.9%
Use of Money	159,939	102,055	210,699	185,868	83,813	82.1%
Miscellaneous	4,390	0	1,351	0	0	0.0%
Other Financing	160	307	3,541	0	(307)	-100.0%
<b>Total Revenues</b>	<b>19,439,528</b>	<b>17,878,718</b>	<b>15,879,691</b>	<b>17,083,257</b>	<b>(795,461)</b>	<b>-4.4%</b>
<i>Other Funds</i>	<i>(3,239,701)</i>	<i>(1,327,283)</i>	<i>860,497</i>	<i>(306,530)</i>	<i>1,020,753</i>	<i>-76.9%</i>
<b>Total Financing</b>	<b>16,199,827</b>	<b>16,551,435</b>	<b>16,740,188</b>	<b>16,776,727</b>	<b>225,292</b>	<b>1.4%</b>
<b>Expenditures</b>						
Services & Supplies	393,939	978,480	779,012	726,761	(251,719)	-25.7%
Other Charges	15,805,728	15,572,648	15,957,635	16,049,966	477,318	3.1%
Other Financing	160	307	3,541	0	(307)	-100.0%
<b>Total Expenditures</b>	<b>16,199,827</b>	<b>16,551,435</b>	<b>16,740,188</b>	<b>16,776,727</b>	<b>225,292</b>	<b>1.4%</b>

## YEAR 1 FINANCING CHANGES

Financing Sources	Description/ Impact	Increase/ (Decrease)
Taxes	Decrease in property taxes needed for ROPS obligations.	(878,967)
Use of Money	Increase in interest earnings and rental income.	83,813
Other Financing	Operating Transfers In completed.	(307)
Other Funds	Change in the use of fund balance.	1,020,753
<b>Total</b>		<b>225,292</b>

## YEAR 1 EXPENDITURE CHANGES

Financing Uses	Description/ Impact	Cost/ (Savings)
Services & Supplies	Decrease due primarily from reduced Professional & Special Services for long range property management plan implementation.	(251,719)
Other Charges	Increase in principal payments for bond debt service.	477,318
Other Financing	Operating Transfers Out completed.	(307)
<b>Total</b>		<b>225,292</b>

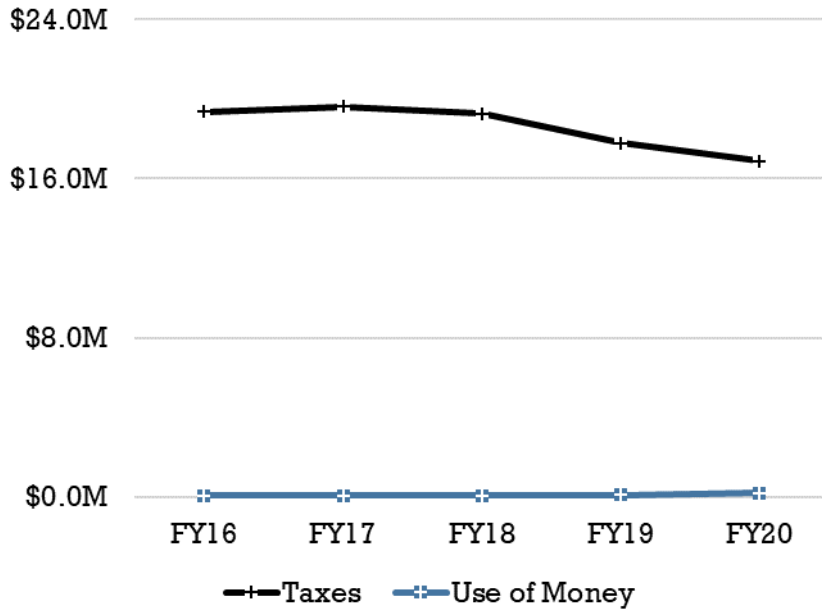
## YEAR 1 PROGRAM DETAIL

	Adopted 2018-19	FY 2019-20 Financing				Total Financing	Δ
		Revenues	Other Funds	General Fund			
<b>Program Financing</b>							
CAP Tax Increment	16,116,277	16,758,372	(462,977)	0	16,295,395	1.1%	
Live Oak/Soquel Cap. Projects	252,511	253,750	0	0	253,750	0.5%	
Administration	172,412	71,000	156,091	0	227,091	31.7%	
RDA Capital Projects Fund	10,235	135	356	0	491	-95.2%	
<b>Total Financing</b>	<b>16,551,435</b>	<b>17,083,257</b>	<b>(306,530)</b>	<b>0</b>	<b>16,776,727</b>	<b>1.4%</b>	

	Adopted 2018-19	FY 2019-20 Expenditures			Total Expenditures	Δ
		Salaries & Benefits	Services & Supplies	Other		
<b>Program Expenditures</b>						
CAP Tax Increment	16,116,277	0	256,031	16,039,364	16,295,395	1.1%
Live Oak/Soquel Cap. Projects	252,511	0	243,148	10,602	253,750	0.5%
Administration	172,412	0	227,091	0	227,091	31.7%
RDA Capital Projects Fund	10,235	0	491	0	491	-95.2%
<b>Total Expenditures</b>	<b>16,551,435</b>	<b>0</b>	<b>726,761</b>	<b>16,049,966</b>	<b>16,776,727</b>	<b>1.4%</b>

## FINANCING TRENDS

### 5-Year Financing by Sources



### TAXES

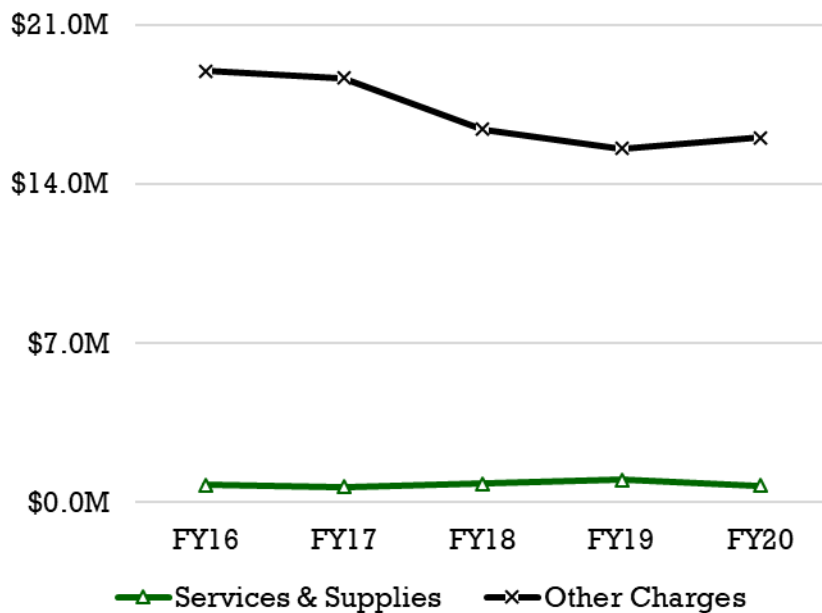
The RSA is 99% financed by property tax increment.

### USE OF MONEY

Includes interest and rents.

## EXPENDITURE TRENDS

### 5-Year Expenditures by Uses



### SERVICES & SUPPLIES

Includes office supplies, telephone service and services from County staff.

### OTHER CHARGES

Approximately 96% is spent on costs for interest and principle on bond debt service.

\*Expenditures do not include IntraFund Transfers.

## YEAR 2 PROJECTED BUDGET OVERVIEW

### 2020-21 PROJECTED BUDGET

The estimates included in the 2020-21 projected budget assume a status quo operation with an increase in revenues of \$109,843 and a decrease in expenditures of \$55,708, resulting in a \$165,551 change in the use of fund balance. In addition, the RSA has an estimated reserve of \$12,535,330, primarily the set aside for the next debt service payment.

### EXPENDITURES

The expenditures decrease of \$55,708 results from decreased Other Financing costs of \$11,294 for debt service and decreased Services and Supplies

costs of \$44,414 primarily for the long range property management plan implementation.

### REVENUES

The revenues increase of \$109,843 results primarily from higher property tax amounts needed for the ROPS due to scheduled debt service fluctuations, offset by a decrease of \$37,962 in the Use of Money for rental income associated interest.

## YEAR 2 PROJECTED BUDGET DETAIL

Budget Unit: 61

All Funds	Adopted 2018-19	Recommended 2019-20	Projected 2020-21	Change from 2019-20	
<b>Revenues</b>					
Taxes	17,776,356	16,897,389	17,044,924	147,535	0.9%
Use of Money	102,055	185,868	148,176	(37,692)	-20.3%
Miscellaneous	0	0	0	0	0.0%
Other Financing	307	0	0	0	0.0%
<b>Total Revenues</b>	<b>17,878,718</b>	<b>17,083,257</b>	<b>17,193,100</b>	<b>109,843</b>	<b>0.6%</b>
<i>Other Funds</i>	<i>(1,327,283)</i>	<i>(306,530)</i>	<i>(472,081)</i>	<i>(165,551)</i>	<i>54.0%</i>
<b>Total Financing</b>	<b>16,551,435</b>	<b>16,776,727</b>	<b>16,721,019</b>	<b>(55,708)</b>	<b>-0.3%</b>
<b>Expenditures</b>					
Services & Supplies	978,480	726,761	682,347	(44,414)	-6.1%
Other Charges	15,572,648	16,049,966	16,038,672	(11,294)	-0.1%
Other Financing	307	0	0	0	0.0%
<b>Total Expenditures</b>	<b>16,551,435</b>	<b>16,776,727</b>	<b>16,721,019</b>	<b>(55,708)</b>	<b>-0.3%</b>

