



COUNTY OF SANTA CRUZ

AUDITOR-CONTROLLER'S OFFICE

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SANTA CRUZ, CA 95060

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0157

GARY A. KNUTSON, AUDITOR-CONTROLLER

Chief Deputy Auditor-Controllers

Pam Silbaugh, Accounting

Suzanne Young, Audit and Systems

Kathleen Hammons, Budget and Tax

AGENDA: November 9, 1999

October 12, 1999

Board of Supervisors
County of Santa Cruz
701 Ocean Street
Santa Cruz, CA 95060

RE: COUNTY OF SANTA CRUZ PARTICIPATION IN DISTRIBUTION OF STATE
REVENUE TO PARTIALLY OFFSET EDUCATIONAL REVENUE AUGMENTATION
FUNDS (ERAF) TRANSFER

Dear Members of the Board:

Pursuant to state law the County Auditor is required to redirect local revenue from counties, cities and special districts into state-mandated Educational Revenue Augmentations Funds (ERAF) each year. The State legislation has established a process under Assembly Bill 1661 and Senate Bill 711 whereby counties, on behalf of local entities in each county, may apply for a distribution of \$75 million of State funds to partially offset the effect of the revenue transfer to the ERAF. In order to qualify, your Board must adopt a resolution that reflects the actual 1998-99 ERAF shift amounts certified by the Auditor, promise to distribute the state subvention according to the proportion of amounts shifted by cities, special districts and county based upon the amounts certified by the Auditor, and promise not to file a claim for mandated cost recovery related to this specific legislation.

IT IS THEREFORE RECOMMENDED that your Board:

Adopt the attached resolution with Exhibits A and B specifying the amount of ad valorem property tax revenue shifted from each local agency within the county to the Educational Revenue Augmentation Fund.

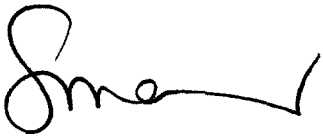
Sincerely,

GARY A. KNUTSON
AUDITOR-CONTROLLER

Attachments

0158

RECOMMENDED:



SUSAN A. MAURIELLO
County Administrative Officer

GAK: kh

BEFORE THE BOARD OF SUPERVISORS
OF THE COUNTY OF SANTA CRUZ, STATE OF CALIFORNIA

0159

RESOLUTION NO. _____
On the motion of Supervisor _____
duly seconded by Supervisor _____
the following resolution is adopted.

RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF SANTA CRUZ, STATE OF CALIFORNIA, SPECIFYING THE AMOUNT OF AD VALOREM PROPERTY TAX REVENUE SHIFTED FROM EACH LOCAL AGENCY WITHIN THE COUNTY TO THE EDUCATIONAL REVENUE AUGMENTATION FUND ESTABLISHED BY STATE LAW IN THE COUNTY AND AGREEING TO CONDITIONS IMPOSED BY THE STATE FOR ALLOCATION TO THE COUNTY OF CERTAIN STATE FUNDS

WHEREAS, pursuant to state law, the County Auditor is required each year to redirect local revenue from counties, cities, and special districts into state-mandated Educational Revenue Augmentation Funds (ERAF), which revenue is then distributed to local school districts and community colleges to reduce the State's obligation to fund public education; and

WHEREAS, Counties contend that this transfer of funds to the ERAF is a state mandate and are presently litigating a claim for reimbursement of such funds; and

WHEREAS, the State has established a process whereby counties, on behalf of local entities in each county, may apply for a distribution of State revenue to partially offset the effect of this revenue transfer; and

WHEREAS, a county wishing to receive a distribution of revenue under this process must agree to comply with the requirements of the legislation establishing the program (Assembly Bill 1661), as amended by Section 7 of Chapter 86, Statutes of 1999 (Senate Bill 711); and

WHEREAS, Santa Cruz County wishes to participate in this program:

NOW, THEREFORE BE IT RESOLVED that, in consideration of the allocation of the proceeds described in Section 7 of Chapter 84, Statutes of 1999 (Assembly Bill 1661), as amended by Section 7 of Chapter 86, Statutes of 1999 (Senate Bill 711), the County agrees to comply with the requirements imposed in that section. Specifically, the County agrees:

1. The amount of ad valorem property tax revenue shifted from each local agency within the County for the 1998-99 fiscal year has been reported to this Board by the County Auditor on the forms supplied by the State Controller, which forms are attached as Exhibit "A" and incorporated into this resolution. The Board directs the clerk, no later than November 30, 1999, to send a certified copy of this resolution, including all exhibits, to the State Controller's Office and to the Department of Finance, addressed as specified in Guidelines provided by the California State Controller.

2. The County will allocate the share of appropriated money it receives pursuant to Chapter 86, Statutes of 1999, section 7, in accordance with the requirements of subdivision (C) of that section, a copy of which is attached hereto as Exhibit "B".

3. As required by the legislation, the County waives its right to claim reimbursement for the cost of administering this process and will make no claim for mandated costs for actions taken to comply with the requirements of subdivisions (a) and (c) of Section 7 of Assembly Bill 1661, as amended by the Section 7 of Chapter 86, Statutes of 1999 (Senate Bill 711). Except as so specified, the County does not waive its right to pursue its ERAF claim or any other existing or future mandate claim.

PASSED AND ADOPTED by the Board of Supervisors of the County of Santa Cruz, State of California, this 9th day of November, 1999, by the following vote:

AYES: Supervisors

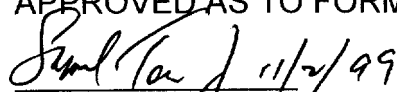
NOES: Supervisors

ABSENT: Supervisors

Chairperson of the Board

ATTEST: _____
Clerk of the Board

APPROVED AS TO FORM:



County Counsel

Distribution: CAO
County Counsel
Auditor-Controller

**Educational Revenue Augmentation Fund (ERAF)
1998-99 Fiscal Year**

0167

County Name: SANTA CRUZ

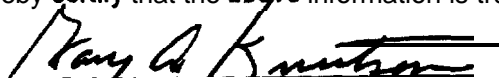
Chapter 84
Section 7, (a)(1)
Statutes of 1998
(Assembly Bill 1661)

Total amount of ad **valorem** property tax
revenue allocated from **ERAF** fund to **school**
districts, community college districts, and
county superintendent of schools for the 1998-
99 fiscal year

\$ 21,892,127

I, Gary Knutson Auditor of
Santa Cruz County

hereby **certify** that the **above** information is true and **correct**.


(Signature of County Auditor)

9-29-99
(Date)

Ad Valorem Property Tax Revenues Shifted to Educational Revenue Augmentation Fund (ERAF) 1998-99 Fiscal Year

0162

County Name: SANTA CRUZ

	Line NO.	Total by Agency	Total
Amount of ad valorem property tax revenue shifted from county to ERAF:	(1)	\$ 16,098,335	
Amount of ad valorem property taxes shifted from Cities to ERAF:	(2)	\$ 2,470,574	
Amount of ad valorem property taxes shifted from Special Districts to ERAF:	(3)	\$ 3,323,218	
Amount of ad valorem property taxes shifted from Other Agencies to ERAF:	(4)	\$	
Total Local Agencies:	(5)		\$ 21,892,127

Instructions for completing Form 84/1661/7a2:

Line

- (1) Enter the amount of total ad valorem property tax revenue **shifted from** county to ERAF fund. Include property tax revenues only, do not include any interest amounts **allocated** to the ERAF.
- (2) Enter the total amount of ad valorem property tax revenue **shifted from** Cities (Addendum I --Cities). Include property tax revenues only, *do not* include any interest amounts **allocated to the ERAF**.
- (3) Enter the **total** amount of ad valorem property tax revenue **shifted from** Special Districts (Addendum II -- Special Districts). Include property tax revenues **only**, *do not* include any interest amounts allocated to the ERAF.
- (4) Enter the **total** amount of ad valorem property tax revenue **shifted from** Other Agencies (Addendum III -- Other Agencies). Include property tax revenues only, *do not* include any interest amounts **allocated** to the ERAF.
- (5) **Total** of lines 1, 2, 3, and 4. This amount should **equal** the total amount reported on form 84/1661/7a1, submitted no later than October 1, 1999.

Ad Valorem Property Tax Revenues Shifted to ERAF, 1998-99 FY
Addendum I — Cities

0163

County Name: SANTA CRUZ

List each City and the individual amount of ad
valorem property tax revenue shifted from the city to the ERAF in the 1998-99 fiscal year.

Column A	Column B
Name of City	Amount
SANTA CRUZ CITY	1,361,796
WATSONVILLE CITY	751,144
SCOTTS VALLEY CITY	201,771
CAPITOLA CITY	155,863
Total All Cities:	\$ 2,470,574

Instructions:

List the name of each city within the **county** (column A) and the actual amount of ad valorem property **taxes shifted** in fiscal year 1998-99 (**column B**). Copy extra pages of the table, if needed

Total Column B and transfer this amount to Form 8/1661/7a2, Line 2.

Ad Valorem Property Tax Revenues Shifted to ERAF, 1998-99 N

Addendum II — Special Districts

0164

County Name: SANTA CRUZ

List all special **districts** by type and by name* (i.e. Fire Districts - **list** all by name; Water **Districts** - list all by name, etc) and the individual amount of ad **valorem** property tax revenue **shifted** from the agency to the **ERAF** in the 1998-99 fiscal year.

The type of special district should agree with types listed in **SCO's Special Districts Annual Report** publication and/or any other appropriate **SCO** transaction publication.

Column A
Type and Name of Special District

Column B
Amount

See Attached Schedule A

Total All Special Districts: \$ 3,323,218

Instructions:

List **each** Special District (ii **categories** by type then by name - i.e. Fire Districts - **all** by name, Water Districts - **all** by name, etc.) **within** the **county** (column A) and the actual amount of ad valorem property **taxes** shifted in **fiscal year 1998-99** (column B). Copy **extra** pages of the table, if needed.

Total Column B and transfer this amount to Form 8/1661/7a2, Line 3.

SCHEDULE A
Ad Valorem Property Tax Revenues Shifted to ERAF, 1998-99 FY
Addendum II, Special Districts

0165

CODE	TYPE	TAX ENTITY NAME	98-99 ERAF PAYOUT
03	CEMETERY	PAJARO VALLEY CEMETARY	53,112
04	DRAINAGE AND DRAINAGE MAINTENCE	PAJARO STORM DRAIN	146,982
05	FIRE PROTECTION	COUNTY FIRE	82,785
05	FIRE PROTECTION	PAJARO DUNES CSA 4	40,404
05	FIRE PROTECTION	APTOS-LA SELVA	367,213
05	FIRE PROTECTION	BEN LOMOND FPD	29,240
05	FIRE PROTECTION	BOULDER CREEK FPD	33,191
05	FIRE PROTECTION	BRANCIFORTE FPD	23,969
05	FIRE PROTECTION	CENTRAL FPD	508,990
05	FIRE PROTECTION	FELTON FPD	16,745
05	FIRE PROTECTION	PAJARO VALLEY FIRE	71,250
05	FIRE PROTECTION	SCOTTS VALLEY FPD	272,117
05	FIRE PROTECTION	SCOTTS VALLEY FPD ZONE A	3,622
05	FIRE PROTECTION	ZAYANTE FPD	14,186
	TYPE SUBTOTAL		<u>1,463,712</u>
06	FLOOD CONTROL AND WATER CONSERVATION	SC COUNTY FLD CON & WC ZONE 4	50,160
06	FLOOD CONTROL AND WATER CONSERVATION	SC COUNTY FLD CON & WC ZONE 5	22,882
06	FLOOD CONTROL AND WATER CONSERVATION	SC COUNTY FLD CON & WC	31,592
	TYPE SUBTOTAL		<u>104,634</u>
09	LIBRARY SERVICES	CO LIBRARY	1,170,914
10	LIGHTING AND LIGHTING MAINTENANCE	COUNTY HWY CSA 9	83,280
10	LIGHTING AND LIGHTING MAINTENANCE	COUNTY HWY CSA 9 ZN A	110,257
	TYPE SUBTOTAL		<u>193,537</u>
13	PARKING	SC PARKING #1	6,686
15	POLICE PROTECTION AND PERSONAL SAFETY	COUNTY HWY CS.4 9 ZN B	1,064
16	RECREATION AND PARK	COUNTY PARKS CSA 11	73,113
16	RECREATION AND PARK	BOULDER CREEK REC	13,615
16	RECREATION AND PARK	LA SELVA REC	4,619
16	RECREATION AND PARK	OPAL CLIFFS REC	870
	TYPE SUBTOTAL		<u>92,217</u>
17	RESOURCES CONSERVATION	SANTA CRUZ RESOURCE CONSERVATION	4,365

SCHEDULE A
Ad Valorem Property Tax Revenues Shifted to ERAF, 1998-99 FY
Addendum II, Special Districts

0166

CODE	TYPE	TAX ENTITY NAME	98-99 ERAF PAYOUT
18	STREET AND ROADS - CONSTRUCTION AND MAINTENANCE	EMPIRE ACRES CSA 17	762
18	STREET AND ROADS - CONSTRUCTION AND MAINTENANCE	HUCKLEBERRY WOODS RD CSA 15	1,264
18	STREET AND ROADS - CONSTRUCTION AND MAINTENANCE	HUTCHINSON RD CSA 13	7,298
18	STREET AND ROADS - CONSTRUCTION AND MAINTENANCE	ROBAK DR CSA 16	1,384
18	STREET AND ROADS - CONSTRUCTION AND MAINTENANCE	WHITEHOUSE CANYON RD CSA 18	733
	TYPE SUBTOTAL		<u>11,441</u>
56	WASTE DISPOSAL	BOULDER CREEK CSA 7	6,243
56	WASTE DISPOSAL	PLACE DE MER CSA 2	2,168
56	WASTE DISPOSAL	SAND DOLLAR CSA 5	11,774
56	WASTE DISPOSAL	SALSIPUEDES SANITARY	5,092
	TYPE SUBTOTAL		<u>25,277</u>
57	WATER	LOMPICO WATER	15,749
57	WATER	SAN LORENZO VALLEY WTR DIST	33,528
	TYPE SUBTOTAL		<u>49,277</u>
	TOTAL SPECIAL DISTRICTS		<u><u>3,323,218</u></u>

Ad Valorem Property Tax Revenues Shifted to ERAF, 1998-99 FY
Addendum III -Other Agencies

0167

County Name: SANTA CRUZ

List all miscellaneous local agencies (agencies not already **included** as a city or special **district**) and the individual amount of ad **valorem property** tax revenue shifted from the agency to the ERAF in the **1998-99** fiscal year.

Column A
Agency Name

Column B
Amount

N/A

Total All Other Agencies: \$ -0-

Instructions:

List the name and type of each Other Agency within the county (column A) and the actual amount of ad valorem property taxes shifted in fiscal year 1998-99 (column B). Copy extra pages of the **table**, if needed.

Total Column B and transfer this amount to Form 8/1661/7a2, Line 4.