



CITY OF DEL REY OAKS

650 CANYON DEL REY RD. • DEL REY OAKS, CALIFORNIA 93940
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AGENDA

JOINT MEETING OF THE CITY OF DEL REY OAKS REDEVELOPMENT AGENCY AND THE CITY COUNCIL TUESDAY, APRIL 27, 2010 at 6:00 P.M. CHARLIE BENSON MEMORIAL HALL, CITY HALL

1. 6:00 P.M. - ROLL CALL – *RDA/Council*

2. PLEDGE OF ALLEGIANCE

3. COMMUNICATIONS: None

4. PRESENTATION:

A. Meals on Wheels, Presenter: Andrea Feurst

5. PUBLIC COMMENTS:

Anyone wishing to address the City Council or Agency on matters not appearing on the Agenda may do so now. The public may comment on any other matter listed on the Agenda at the time the matter is being considered. *There will be a time limit of not more than three minutes for each speaker. No action will be taken on matters brought up under this item and all comments will be referred to staff.*

6. CONSENT AGENDA:

Action Items

A. MINUTES:

1. March 23, 2010, Regular RDA and City Council Meeting
2. March 10, 2010, Regular Planning Commission Meeting

B. MONTHLY REPORTS:

1. Claims, March 2010
2. Financials, March 2010
3. Fire Department Response Report, March 2010
4. Police Activity Report, March 2010

C. MISCELLANEOUS

1. Consider Resolution 2010-07, Resolution Certifying Compliance with State Law with respect to the Levying of General and Special Taxes, Assessments, and Property-Related Fees and Charges.

DEL REY OAKS REDEVELOPMENT AGENCY MEETING ITEMS

7. **OLD BUSINESS:** *Action Items*
A. Consider Resolution No. 2010-02, a Resolution of the Redevelopment Agency of the City of Del Rey Oaks Adopting a 5-Year Implementation Plan for the Redevelopment Project Area
8. **NEW BUSINESS:** *Action Items*
A. 2007 – 2008 Annual Redevelopment Agency Budget – Past Tense
B. Consider approving RDA Resolution 2010-04, Acceptance of the RDA Audit Report for FY 2008-2009

DEL REY OAKS CITY COUNCIL MEETING ITEMS

9. **OLD BUSINESS:** None *Action Items*
10. **NEW BUSINESS:** *Action Items*
A. Resolution 2010-05, A Resolution Proclaiming May 2010 as Clean Air Month
B. Covenant and Agreement Between the City of Del Rey Oaks and Richard and Karen Johnson Regarding Retaining Wall located at 931 Paloma Road
C. Ordinance No. 270, An Ordinance adding Municipal Code Chapter 5.44 Entitled Taxicabs to the City of Del Rey Oaks Municipal Code (*First Reading*)
D. Consider Approving Resolution 2010-06 Acceptance of the City Audit Report for FY 2008-2009
11. **STAFF REPORTS:**
A. City Manager Report
12. **MAYOR AND COUNCIL REPORTS**

13. CORRESPONDENCE:

A. None

14. CLOSED SESSION: As permitted by Government Code Section 54956 et. seq. the Council may adjourn to a Closed Session to consider specific matters dealing with certain litigation, personnel, or labor/real property negotiations

A. Conference with Real Property Negotiator

1) Property: 360 Acres of Former Fort Ord

Negotiating Party: Federal Development Partners

Under Negotiation: Price and Terms of Payment

15. SET NEXT MEETING DATE: Establish **Tuesday, May 25, 2010**, at **6:00 P.M.** as the date and time of the Council's next regular meeting.

16. ADJOURNMENT

Information distributed to the Council at the meeting becomes part of the public record. A copy of written material, pictures, etc. must be provided to the secretary for this purpose. All enclosures and materials regarding these agenda items are available for public review at the Del Rey Oaks City Hall, 650 Canyon Del Rey Road, Del Rey Oaks.

JOINT MEETING OF THE REDEVELOPMENT AGENCY AND CITY COUNCIL OF THE CITY OF DEL REY OAKS CITY COUNCIL CONVENED AT 6:00 P.M. ON TUESDAY, MARCH 23, 2010 IN THE CHARLES BENSON MEMORIAL HALL, CITY HALL

Present: Agency/Council Members Zuccaro, Clark, Cecilio, Allion and Agency Chair/Mayor Edelen

Absent: None

Also present: Agency/City Attorney Wellington, Agency Director/City Manager Dawson and Agency Secretary/Deputy City Clerk Carvalho

Meeting came to order at 6:00 p.m. and roll call was taken.

PLEDGE OF ALLEGIANCE was led by Council Member Zuccaro

ANNOUNCEMENTS & COMMUNICATIONS: None

PRESENTATION:

City Manager Dawson: Announce the available handout for the presentation and gave a brief overview of what the JPA is. He introduced Chief Jerry Wombacher of the Seaside Fire Department.

Chief Wombacher: He explained the in November of 2009 the Chiefs of all the agencies met in Monterey to discuss the possibility of getting a Joint Powers Authority (JPA) started that would look for operational and fiscal deficiencies. The JPA would mean taking local control, with the Cities being represented on the board of the JPA. The communication matrix was developed consisting of the City Councils and Board of Directors, beneath them would be the Regional Fire Executive Group and the Executive Committee. The Executive Committee also has a working group that meets weekly, and in the future there will be an operations committee and a labor committee. The map shows all the areas with that are affected.

Council Member Cecilio: Is Marina participating? Have they gotten any feedback from the Councils?

Chief Wombacher: No they have opted out and nothing has gone back to the Cities yet. He stated that the members recognize real fiscal difficulties and if this is successful in the fire services, then they can look in public works, parks, etc.

Council Member Clark: Will jobs be affected? Will staff be moved around from station to station? How does this affect their retirement?

Chief Wombacher: There is no model that shows where jobs will go. People would move from station to station if they request it, but would be at a station permanently. PERS contracts are already mostly the same so there would only be small changes.

Council Member Zuccarro: Are there any models of this?

Chief Wombacher: The Los Angeles County Fire Authority and the Orange County Fire Authority.

Mayor Edelen: Looking at each of the assets of each of the members of the JPA, Did you find a 2 million contract that was hidden?

Chief Wombacher: In a matter of speaking, it is similar to the contract that Seaside has with Del Rey Oaks. Monterey has an agreement with Sand City, but they also had contracts with DLI and NPS, and that is the part that was not disclosed because they didn't feel it necessary to do so.

George Jaksha: What's the advantage or disadvantage between a contract and a JPA?

Chief Wombacher: With a JPA there is a board like the City Council to set policies and procedures. With a contract you provide a list of things you want to have done and it may not be done the way you want it done.

PUBLIC COMMENT:

Linda Richardson: Hoping to get some information on why the entire park is shut down and stated she went under the tape to get here.

Filipe Melchor, Waste Management: Announced he had put Earth Day event fliers out for everyone and encouraged everyone to attend the Waste Management event.

CONSENT AGENDA:

Council Member Zuccaro: Noted an error on last month's minutes, he attended the AMBAG meeting not TAMC.

A. MINUTES:

1. February 23, 2010, Regular City Council Meeting
2. February 10, 2010, Regular Planning Commission Meeting

B. MONTHLY REPORTS:

1. Claims, February 2010
2. Financials, February 2010
3. Fire Department Response Report, February 2010
4. Police Activity Report, February 2010

Motion by Council Member Clark to approve consent agenda with stated changes to the minutes, seconded by Council Member Allion.

There were not public comment received

Motion passed 5-0

REDEVELOPMENT AGENCY

OLD BUSINESS:

The Agency did not considered **ITEM 7.A.**, Resolution No. 2010-02, a Resolution of the Redevelopment Agency of the City of Del Rey Oaks Adopting a 5-Year Implementation Plan for the Redevelopment Project Area

Mayor Edelen: Stated that the Agency had to postpone this time to the next month's meeting because there weren't enough days between the last meeting and this meeting to do the required 31 day posting.

NEW BUSINESS:

The Agency considered Resolution No. 2010-03, A Resolution Supporting Assembly Bill (AB) 1791 Tax Increment Assistance for Former Fort Ord

City Manager Dawson: Allows the redevelopment on Ft. Ord to offer tax assistance to retail developers. Since we are not rebuilding, we are building from the ground up this give developers more incentive. This is also to replace jobs and lessen the economic impact of the base closure. This gives us another funding mechanism to develop the property.

*Motion Council Member Clark to approve, seconded by Council Member Zuccaro
There were not public comments received*

Motion passed 5-0

CITY ITEMS

OLD BUSINESS:

The Council considered **ITEM 9.A.** Resolution No. 2010-03, Resolution of the City of Del Rey Oaks Approving a Rate Increase of 3.64% for Garbage Pick-Up Services

Mayor Edelen: Stated the Council heard this last month and asked Filipe Melchor of Waste Management (WM) to come back with more information about the requested increase.

Filepe Melchor: He went over the changes in rates to justify the increases. He talked about disposal fees, tipping fees, the franchise contract with Del Rey Oaks and the fees that have increased causing the necessity of the increase request. He mentioned what WM does for the City such as e-waste, recycling, two annual large pickups a year and regular pickups. It is a 3.64% overall increase request.

Council Member Cecilio: Asked if for the residents here it will be about a 68 cent increase a month?

Filipe Melchor: Yes about \$1.60 every quarter.

Council Member Clark: Stated she didn't understand the increase because tonnage is down and recycling is up which makes WM money?

Filipe Melchor: Stated that disposal rates are up but tonnage is down. They pay for processing and there are a lot of components involved at the end of the day such as overseas shipping and intercontinental shipping.

Council Member Allion: Total operations cost went up about 25% in 07-08?

Filipe Melchor: Yes and these are uncontrollable costs.

City Manager Dawson: Stated as staff he relishes the chance to dig into anything like this and in doing so noted there is some troubling information that was submitted. He read aloud a portion of the franchise agreement. He noted regarding numbers and calculations that the numbers sent to the City from the Monterey Regional Waste Management District did not match what was actually stated in the financial reports from WM and some numbers appeared to have been transposed, but the bottom line was there was no justification for the rate increase.

Mayor Edelen: Stated he also looked through the figures and feels the financial figures are not current enough to make a decision.

Council Member Allion: Stated we (the Council) are not trying to be difficult, the numbers just don't make any sense.

Council Member Zuccaro: Same point as the rest of the Council and asked if they have about 600 pickups in Del Rey Oaks?

Filipe Melchor: He answered yes about 600 and stated he was concerned about the number the City Manager is talking about coming from a third party source.

Council Member Allion motioned to defer this item to another meeting and give everyone a chance to look over the numbers, motion seconded by Council Member Zuccaro.

There were no public comments received

Motion passed 5-0

Mayor Edelen: Added that we take increases very seriously and it is our fiduciary responsibility to our residents to keep an eye on these numbers.

Filipe Melchor: Stated he will come back with the 08-09 audited numbers and a new proposal.

NEW BUSINESS:

The Council considered **ITEM 10.A.**, City of Monterey Building Safety & Inspection Agreement to Extend Contract for Services between the City of Monterey and City of Del Rey Oaks.

City Manager Dawson: Stated that this is a renewal of the services the City of Monterey provides to Del Rey Oaks for plan review and inspection services. There is no change from last year.

Motion by Council Member Clark to approve the renewal of the contract, motion seconded by Council Member Allion.

There were no public comments received

Motion passed 5-0

City Attorney Wellington: Added that there is a provision of the MRF (Materials and Recovery Facility) agreement that should WM ever go under that Del Rey Oaks still has use of the facility under the agreement.

STAFF REPORTS:

City Manager Dawson: Regarding the Waste Management item, he wanted to add that he had called Mr. Melchor to offer to pull the WM item to give him more time to go over his own numbers and it was not accepted. He stated that he attended the Community Human Services Board meeting, and felt this was an organization that could use some of his advice. He also attended the FORA Admin committee meeting and habitat committee meeting. He addressed the public comment about the park being closed stating that we erred on the side of safety by closing the entire park. The Monterey Pony League hired a company to eradicate the gophers; we posted on the website and on the kiosks.

Linda Richardson: Was it in the newspaper?

City Manager Dawson: No it was not in the paper but that is a good suggestion. He continued with his report by stating that the website is being updated and that we just saw the latest version and it's looking fantastic. He stated that he attended a redevelopment conference in Pasadena.

COUNCIL MEMBER REPORTS:

Council Member Allion: Happy to be back in Del Rey Oaks after being in New Zealand, it was very beautiful.

Council Member Cecilio: Nothing to report.

Council Member Clark: Stated she attended the Seaside Sanitation district meeting and saw the master plan, attended the United Way ceremony, announced she will be going out for Meals on Wheels for Del Rey Oaks, she did not attend Waste Management because she was in Washington DC for MST and how there is just no money anywhere especially for transit. They are talking about taxing the miles we drive.

Council Member Zuccaro: Attended AMBAG meeting.

Council Member Allion: Attended the recycled water subcommittee meeting and there are a great number of really good people working to fix the water situation on the peninsula.

Mayor Edelen: Stated that he and Dan Dawson met with Jim Heitzman of Marina Coast Water he felt we were sincere about wanting the water for our project. They are now very supportive about getting us the water we need for our project.

Attended the Mayor's select committee and a lot of the Cities are going bankrupt because of the retirement programs. There is a petition going around to stop the state

from taking our gas tax. FORA agreed to sound abatement along General Jim Moore. South Boundary is looking for a grant to repave that road. TAMC has a multi-million dollar project out for bid. He attended the ground breaking ceremony for the instructional facility on DLI. Also stated that Rob Wellington's firm has been replaced by another firm, the city went out for competitive bid for services and they have the fiduciary responsibility to take the lowest bid. He will continue on as the RDA Attorney.

7:07 p.m.: Adjourned from open session and after a brief recess they convened into closed session.

8:10 p.m.: The council reconvened into open session with the following announcement:

City Attorney Wellington: Information was given no action was taken.

8:11 p.m.: Meeting adjourned.

Next meeting: Tuesday, April 27th, 2010, 6:00 p.m.

Approved

Kim Carvalho, Agency Secretary/Deputy City Clerk

Date

March 5, 2010

-NOTICE-

NOTICE IS HEREBY GIVEN THAT THE REGULAR
DEL REY OAKS PLANNING COMMISSION
MEETING:

WEDNESDAY, MARCH 10, 2010 AT 6:00 P.M.

**HAS BEEN CANCELLED DUE TO A LACK OF
ITEMS TO BE HEARD**

THE NEXT REGULAR SCHEDULED PLANNING
COMMISSION MEETING WILL BE HELD ON:

WEDNESDAY, APRIL 14, 2010 AT 6:00 P.M.
CHARLIE BENSON MEMORIAL HALL, 650 CANYON
DEL REY ROAD, DEL REY OAKS

KAREN MINAMI
Deputy City Clerk

CITY OF DEL Norte VAAS
Claims Report
 March 2010

	Date	Number	Name	Memo	Amount
AFLAC					
	03/03/2010	11237	AFLAC	Premiums-employee paid-INV. 842546	197.60
	03/25/2010	11276	AFLAC	Premiums-employee paid-INV. 258926	266.60
Total AFLAC					464.20
AT&T CAL NET 2					
	03/25/2010	11277	AT&T CAL NET 2	PHONE FEB 2010	758.52
Total AT&T CAL NET 2					758.52
AVIAN AND EXOTIC CLINIC OF MONTEREY					
	03/25/2010	11278	AVIAN AND EXOTIC CLINIC OF MON	2/26/10-RABBIT	80.66
Total AVIAN AND EXOTIC CLINIC OF MONTEREY					80.66
BROWNELLS, INC.					
	03/03/2010	11238	BROWNELLS, INC.		489.09
Total BROWNELLS, INC.					489.09
BYTE TECHNOLOGY					
	03/03/2010	11239	BYTE TECHNOLOGY		137.57
	03/25/2010	11279	BYTE TECHNOLOGY		612.50
Total BYTE TECHNOLOGY					750.07
CALIFORNIA-AMERICAN WATER					
	03/25/2010	11280	CALIFORNIA-AMERICAN WATER	JAN 20-FEB 19 WATER	262.72
Total CALIFORNIA-AMERICAN WATER					262.72
CITY OF MONTEREY					
	03/03/2010	11240	CITY OF MONTEREY		3,915.81
	03/25/2010	11281	CITY OF MONTEREY		2,486.97
Total CITY OF MONTEREY					6,402.78
CO-POWER					
	03/25/2010	11282	CO-POWER	APR 10 DELTA DENTAL PREMIUM	1,596.15
Total CO-POWER					1,596.15
COMCAST HIGH SPEED INTERNET					
	03/03/2010	11242	COMCAST HIGH SPEED INTERNET	INTERNET 02/10/10-03/09/10	103.49
	03/25/2010	11283	COMCAST HIGH SPEED INTERNET	INTERNET 03/10/10-4/9/10	71.37
Total COMCAST HIGH SPEED INTERNET					174.86

CITY OF DEL REY VANS
Claims Report
 March 2010

	Date	Number	Name	Memo	Amount
COMMUNITY HOSPITAL OF MTY					
	03/25/2010	11284	COMMUNITY HOSPITAL OF MTY	BLOOD ALCOHOL DRAW FEE-1/16/10	20.00
Total COMMUNITY HOSPITAL OF MTY					20.00
COUNTY OF MONTEREY					
	03/25/2010	11285	COUNTY OF MONTEREY	3 mobile computer system/network access to County Information	76.00
Total COUNTY OF MONTEREY					76.00
CRYSTAL SPRINGS WATER CO.					
	03/25/2010	11286	CRYSTAL SPRINGS WATER CO.	ACCT 056258/WATER	56.00
Total CRYSTAL SPRINGS WATER CO.					56.00
ELECTRICAL DISTRIBUTORS					
	03/03/2010	11243	ELECTRICAL DISTRIBUTORS	PW SHOP LIGHTS	70.68
	03/25/2010	11287	ELECTRICAL DISTRIBUTORS		197.77
Total ELECTRICAL DISTRIBUTORS					268.45
ENTERSECT CORPORATION					
	03/25/2010	11288	ENTERSECT CORPORATION	INVOICE #33301/POLICE ONLINE SERVICE-FEB 2010	79.00
Total ENTERSECT CORPORATION					79.00
FEDEX					
	03/03/2010	11245	FEDEX	SHIPPING	11.72
Total FEDEX					11.72
FIRST AMERICAN REAL ESTATE SOLUTIONS					
	03/03/2010	11246	FIRST AMERICAN REAL ESTATE SOLUTIONS	ADDRESS SERVICE-FEB 2010	104.17
	03/25/2010	11289	FIRST AMERICAN REAL ESTATE SOLUTIONS	ADDRESS SERVICE-MARCH 2010	104.17
Total FIRST AMERICAN REAL ESTATE SOLUTIONS					208.34
FIRST CHOICE SERVICES					
	03/03/2010	11247	FIRST CHOICE SERVICES	Coffee and condiments	35.25
	03/25/2010	11290	FIRST CHOICE SERVICES	Coffee and condiments	33.86
Total FIRST CHOICE SERVICES					69.11
FIRST NATIONAL BANK CHARGE					
	03/03/2010		FIRST NATIONAL BANK CHARGE	interchange fee	0.22
	03/03/2010		FIRST NATIONAL BANK CHARGE	fee	2.83
	03/03/2010		FIRST NATIONAL BANK CHARGE	bnkd disc	12.95
	03/03/2010		FIRST NATIONAL BANK CHARGE	discount	40.77
	03/03/2010		FIRST NATIONAL BANK CHARGE	bank analysis	46.48

CITY OF DEL KEY CAKS
Claims Report
 March 2010

	Date	Number	Name	Memo	Amount
	03/03/2010		FIRST NATIONAL BANK CHARGE	Bank Analysis Fee	61.89
	03/03/2010		FIRST NATIONAL BANK CHARGE	Bankd Interchg	0.08
	03/03/2010		FIRST NATIONAL BANK CHARGE	bankcd discount	9.09
	03/03/2010		FIRST NATIONAL BANK CHARGE	bnkcd fee	15.83
Total					190.14
FORD MOTOR CREDIT COMPANY					
	03/25/2010	11291	FORD MOTOR CREDIT COMPANY	LEASE PAYMENT FOR PD PATROL UNIT LAST PAYMENT DUE 4/13/10	13,281.71
Total					13,281.71
HAYASHI & WAYLAND, INC.					
	03/03/2010	11248	HAYASHI & WAYLAND, INC.	PROFESSIONAL ACCT SERVICE RENDERED IN CONNECTION WITH ASSISTING NEW	110.47
Total					110.47
HOME DEPOT CRC					
	03/03/2010	11249	HOME DEPOT CRC	ACCT. # 6035 3220 0248 6219	103.93
	03/25/2010	11292	HOME DEPOT CRC	ACCT. # 6035 3220 0248 6219	516.68
Total					620.61
I.D. CHECKING GUIDE					
	03/03/2010	11250	I.D. CHECKING GUIDE	2010 I.D. CHECKING GUIDE	46.86
Total					46.86
I.M.P.A.C. GOVERNMENT SER					
	03/03/2010	11251	I.M.P.A.C. GOVERNMENT SER	ACCT. # 4246040016006068	3,037.75
	03/25/2010	11293	I.M.P.A.C. GOVERNMENT SER		4,062.82
Total					7,100.57
IE SOLUTIONS					
	03/03/2010	11252	IE SOLUTIONS	INV. 10-1018-QUICK BOOKS CONSULTING-2/8-2/11/10	675.00
	03/25/2010	11294	IE SOLUTIONS	VOID: INV. 10-1023-ACCT AUDIT AND REPORTING TO DRO: RE GOLF DRIVING RANGE	
	03/25/2010	11294	IE SOLUTIONS	VOID: INV. 10-1023-ACCT AUDIT AND REPORTING TO DRO: RE GOLF DRIVING RANGE	
	03/25/2010	11316	IE SOLUTIONS	INV. 10-1023-ACCT AUDIT AND REPORTING TO DRO: RE GOLF DRIVING RANGE	375.00
Total					1,050.00
JAMES DE CHALK					
	03/03/2010	11209	JAMES DE CHALK	JAN 2010	300.00
	03/03/2010	11253	JAMES DE CHALK	FEB 2010	300.00
Total					600.00

CITY OF DEL REY CANON
Claims Report
 March 2010

	Date	Number	Name	Memo	Amount
KELLY-MOORE PAINT CO. INC					
	03/03/2010	11254	KELLY-MOORE PAINT CO. INC	PLASTIC GLOVES	26.77
	03/25/2010	11295	KELLY-MOORE PAINT CO. INC	BATHROOM PAINT	10.91
Total KELLY-MOORE PAINT CO. INC					37.68
LINDA A. TRIPOLI, ATTY AT LAW					
	03/25/2010	11296	LINDA A. TRIPOLI, ATTY AT LAW	INV. 1938 GENERAL COUNSELING SERVICE RENDERED FOR JULY-SEPTEMBER 20	446.50
Total LINDA A. TRIPOLI, ATTY AT LAW					446.50
M&S BUILDING SUPPLY, INC.					
	03/25/2010	11297	M&S BUILDING SUPPLY, INC.	SUPPLIES FOR CITY HALL LOBBY	87.76
Total M&S BUILDING SUPPLY, INC.					87.76
MCCLLOOA					
	03/03/2010	11255	MCCLLOOA	MEMBERSHIP DUES 2009-10	100.00
Total MCCLLOOA					100.00
MONTEREY AUTO SUPPLY INC.					
	03/25/2010	11298	MONTEREY AUTO SUPPLY INC.	AUTO SUPPLIES	30.96
Total MONTEREY AUTO SUPPLY INC.					30.96
MONTEREY BAY AREA INSURANCE FUND					
	03/03/2010	11256	MONTEREY BAY AREA INSURANCE F	\$856.33 LIABILITY PREMIUM AND \$12,265.50 WORKERS COMP. PREMIUM	13,121.83
Total MONTEREY BAY AREA INSURANCE FUND					13,121.83
MONTEREY BAY TECHNOLOGIES					
	03/03/2010	11257	MONTEREY BAY TECHNOLOGIES	IT SERVICES RETAINER JAN 2010	350.00
	03/25/2010	11299	MONTEREY BAY TECHNOLOGIES		515.00
Total MONTEREY BAY TECHNOLOGIES					865.00
MONTEREY COUNTY PARKS					
	03/25/2010	11300	MONTEREY COUNTY PARKS	RENTAL OF RIFLE RANGE AT LAGUNA SECA 1/20/10&2/10/10	150.00
Total MONTEREY COUNTY PARKS					150.00
MONTEREY COUNTY SHERIFF					
	03/03/2010	11258	MONTEREY COUNTY SHERIFF	Booking Fee for Jan 2010	13.79
Total MONTEREY COUNTY SHERIFF					13.79

CITY OF DEL REY UAN
Claims Report
 March 2010

	Date	Number	Name	Memo	Amount
MONTEREY COUNTY WEEKLY CLASSIFIEDS					
	03/03/2010	11259	MONTEREY COUNTY WEEKLY CLASS LEGAL NOTICE ORDINANCE		85.00
Total MONTEREY COUNTY WEEKLY CLASSIFIEDS					85.00
MTRY BAY OFFICE PRODUCTS					
	03/03/2010	11260	MTRY BAY OFFICE PRODUCTS	INV. 58529-SERVICE CONTRACT 12/10/09-3/9/10 FOR COPIER-UNDERPAID	10.12
	03/25/2010	11301	MTRY BAY OFFICE PRODUCTS	INV. 66603-SERVICE CONTRACT 3/10/10-6/9/10 FOR COPIER	320.90
Total MTRY BAY OFFICE PRODUCTS					331.02
NEILL ENGINEERS CORP					
	03/25/2010	11302	NEILL ENGINEERS CORP	RETAINER FOR 10/1/09-12/30/09	300.00
Total NEILL ENGINEERS CORP					300.00
NEXTEL COMMUNICATION					
	03/03/2010	11261	NEXTEL COMMUNICATION	NEXTEL RADIO- CLK/PW/PD/CM 1/12/10-2/11/10	404.30
	03/25/2010	11303	NEXTEL COMMUNICATION	NEXTEL RADIO- CLK/PW/PD/CM 2/12/10-3/11/10	392.35
Total NEXTEL COMMUNICATION					796.65
OFFICE DEPOT					
	03/04/2010	11262	OFFICE DEPOT		735.69
	03/25/2010	11304	OFFICE DEPOT		280.48
Total OFFICE DEPOT					1,016.17
OFFICE EQUIPMENT FINANCE SERVICES					
	03/03/2010	11263	OFFICE EQUIPMENT FINANCE SERVI	LEASE PAYMENT FOR COPIER-MARCH 10	234.88
	03/25/2010	11305	OFFICE EQUIPMENT FINANCE SERVI	LEASE PAYMENT FOR COPIER-APRIL 10	305.34
Total OFFICE EQUIPMENT FINANCE SERVICES					540.22
ORCHARD SUPPLY					
	03/25/2010	11306	ORCHARD SUPPLY	PARK SUPPLIES	60.86
Total ORCHARD SUPPLY					60.86
P.E.R.S.-HEALTH					
	03/03/2010	11264	P.E.R.S.-HEALTH	HEALTH PREMIUM MARCH 2010	11,416.75
	03/25/2010	11307	P.E.R.S.-HEALTH	HEALTH PREMIUM APRIL 2010	11,416.73
Total P.E.R.S.-HEALTH					22,833.48
PENINSULA COMMUNICATIONS					
	03/03/2010	11265	PENINSULA COMMUNICATIONS	TROY FACE PLATE BC-780 SCANNER K-9	45.85
Total PENINSULA COMMUNICATIONS					45.85

CITY OF DELBERT UAKS
Claims Report
 March 2010

	Date	Number	Name	Memo	Amount
PERS	03/03/2010	11266	PERS		16,806.58
Total PERS					16,806.58
PG&E	03/25/2010	11308	PG&E	GAS 1/13/10-2/12/10 ELEC.1/13/10-2/24/10	2,033.48
Total PG&E					2,033.48
QuickBooks Payroll Service					
	03/11/2010		QuickBooks Payroll Service	Payroll/Payroll taxes/fees	
	03/11/2010		QuickBooks Payroll Service	Monthly processing fee for March 2010	60.00
	03/11/2010		QuickBooks Payroll Service	No state fee for CA for March 2010	
	03/11/2010		QuickBooks Payroll Service	Fee for 13 employee(s) paid	13.00
	03/11/2010		QuickBooks Payroll Service	Fee for 12 direct deposit(s) at \$1.05 each	12.60
	03/11/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/09/2010	1,873.00
	03/11/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/09/2010	310.27
	03/11/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/09/2010	310.27
	03/11/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/09/2010	614.36
	03/11/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/09/2010	235.37
	03/11/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/09/2010	17,795.58
	03/16/2010		QuickBooks Payroll Service	Fee for 1 employee(s) paid	1.00
	03/16/2010		QuickBooks Payroll Service	Fee for 1 direct deposit(s) at \$1.05 each	1.05
	03/16/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/15/2010	53.00
	03/16/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/15/2010	20.86
	03/16/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/15/2010	20.86
	03/16/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/15/2010	10.27
	03/16/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/15/2010	15.83
	03/16/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/15/2010	1,338.84
	03/25/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/22/2010	502.87
	03/25/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/22/2010	502.87
	03/25/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/22/2010	381.48
	03/25/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/22/2010	3,960.00
	03/25/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/22/2010	1,361.32
	03/25/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/22/2010	27,559.46
	03/30/2010		QuickBooks Payroll Service	Fee for 21 employee(s) paid	21.00
	03/30/2010		QuickBooks Payroll Service	Fee for 15 direct deposit(s) at \$1.05 each	15.75
	03/30/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/22/2010	9.06
	03/30/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/22/2010	9.06
	03/30/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/22/2010	5.78
	03/30/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/22/2010	316.71

CITY OF DEL Norte
Claims Report
 March 2010

	Date	Number	Name	Memo	Amount
	03/30/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/22/2010	98.55
	03/30/2010		QuickBooks Payroll Service	Fee for 11 employee(s) paid	11.00
	03/30/2010		QuickBooks Payroll Service	Fee for 11 direct deposit(s) at \$1.05 each	11.55
	03/30/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/29/2010	1,600.00
	03/30/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/29/2010	291.09
	03/30/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/29/2010	291.09
	03/30/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/29/2010	465.69
	03/30/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/29/2010	220.83
	03/30/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/29/2010	17,131.58
	03/31/2010		QuickBooks Payroll Service	Monthly processing fee for April 2010	60.00
	03/31/2010		QuickBooks Payroll Service	No state fee for CA for April 2010	
	03/31/2010		QuickBooks Payroll Service	Fee for 1 employee(s) paid	1.00
	03/31/2010		QuickBooks Payroll Service	Fee for 1 direct deposit(s) at \$1.05 each	1.05
	03/31/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/30/2010	1.96
	03/31/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/30/2010	1.96
	03/31/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/30/2010	1.48
	03/31/2010		QuickBooks Payroll Service	Created by Payroll Service on 03/30/2010	128.82
					77,649.17
Total QuickBooks Payroll Service					
RED SHIFT INTERNET SERV					
	03/25/2010	11309	RED SHIFT INTERNET SERV	INTERNET MARCH 10	19.95
Total RED SHIFT INTERNET SERV					19.95
SHELL OIL COMPANY					
	03/25/2010	11310	SHELL OIL COMPANY	ACCT 079-056-693-FUEL FOR FEB 10	35.39
Total SHELL OIL COMPANY					35.39
SHRED-IT					
	03/25/2010	11311	SHRED-IT	SHREDDING SERVICE	50.00
Total SHRED-IT					50.00
SPCA OF MONTEREY COUNTY					
	03/25/2010	11312	SPCA OF MONTEREY COUNTY	FEB 10 ANIMAL SERVICES	367.50
Total SPCA OF MONTEREY COUNTY					367.50
TERMINIX					
	03/03/2010	11267	TERMINIX	PEST CONTROL AND MAINTENANCE-JAN 10	57.00
	03/25/2010	11313	TERMINIX	PEST CONTROL AND MAINTENANCE-FEB 10	57.00
Total TERMINIX					114.00

CITY OF WELLINGTON
Claims Report
 March 2010

	Date	Number	Name	Memo	Amount
VSP	03/03/2010	11269	VSP	VISION PLAN MARCH 2010	168.66
	03/25/2010	11314	VSP	VISION PLAN APRIL 2010	168.66
Total VSP					337.32
WELLINGTON, ROBERT R.	03/04/2010	11270	WELLINGTON, ROBERT R.	INV 20284 PERSONNEL MATTERS JAN 10	72.00
	03/25/2010	11315	WELLINGTON, ROBERT R.		1,333.00
Total WELLINGTON, ROBERT R.					1,405.00
					174,449.19

CITY OF DEL REY OAKS
FISCAL YEAR 2009-2010 BUDGET VS ACTUAL
MARCH 2010

	Actual Total for 2009/2010	FY 2009/2010 Budget	% of Annual Budget
REVENUE			
300 · Operating Revenues			
3100 · PROPERTY TAXES			
3105 · P/T-SECURED	195,241.55	367,000.00	53.2%
3107 · P/T-UNITARY TAX	2,921.49	5,100.00	57.28%
3108 · PRIOR UNITARY TAX	0.00	50.00	0.0%
3110 · P/T-UNSECURED	14,747.40	17,400.00	84.76%
3120 · P/T-SB813	2,021.54	13,700.00	14.76%
3130 · P/T-PRIOR SECURED	16,400.22	20,800.00	78.85%
3132 · PRIOR UNSECURED	86.23	50.00	172.46%
3135 · PROPERTY TAX - VLF	60,542.00	125,600.00	48.2%
3140 · P/T-INT/PENAL	0.00	1,450.00	0.0%
3145 · P/T - ADMINISTRATIVE FEE	(490.23)	(5,500.00)	8.91%
Total 3100 · PROPERTY TAXES	291,470.20	545,650.00	53.42%
3200 · OTHER TAXES			
3202 · MANDATED COSTS	0.00	4,000.00	0.0%
3205 · SALES TAX	157,721.41	255,000.00	61.85%
3206 · SALES TAX IN LIEU - 3-FLIP	36,074.00	83,000.00	43.46%
3208 · Sales Tax - Add On	229,567.42	388,000.00	59.17%
3209 · COP MONIES	102,556.61	88,000.00	116.54%
3210 · PROPERTY TRANSFER TAX	514.25	4,900.00	10.5%
3220 · GAS FRANCHISES	0.00	6,850.00	0.0%
3225 · ELECTRIC FRANCHISES	0.00	14,500.00	0.0%
3235 · GARBAGE FRANCHISES	31,704.19	40,600.00	78.09%
3240 · CABLE TV FRANCHISES	17,724.40	24,500.00	72.34%
3245 · WATER FRANCHISES	43,375.85	8,500.00	510.3%
3851 · SEWER IMPACT	6,341.96	8,400.00	75.5%
Total 3200 · OTHER TAXES	625,580.09	926,250.00	67.54%
3300 · LICENSES & PERMITS			
3301 · BUSINESS LICENSES	167,485.14	170,000.00	98.52%
3305 · BUILDING PERMITS	4,868.80	12,000.00	40.57%
3310 · PLAN CHECK FEES	1,068.40	5,000.00	21.37%
3315 · STREET OPENING PERMITS FEES	10,674.04	500.00	#####
3325 · PLUMBING PERMITS	560.00	600.00	93.33%
3330 · ELECTRICAL PERMITS	0.00	500.00	0.0%
3340 · ENVIRON ASSESS FEES/PERMIT	0.00	100.00	0.0%
3342 · DEVELOPER PYMT FEES/PERMITS	2,315.29	100.00	#####
3345 · OTHER LICENSES/PERMITS	6,380.89	500.00	#####
Total 3300 · LICENSES & PERMITS	193,352.56	189,300.00	102.14%
3400 · FINES & FORFEITURES			
3401 · VEHICLE CODE FINES	11,735.62	10,000.00	117.36%
3415 · OTHER COURT FINES	939.32	700.00	134.19%
Total 3400 · FINES & FORFEITURES	12,674.94	10,700.00	118.46%

CITY OF DEL REY OAKS
FISCAL YEAR 2009-2010 BUDGET VS ACTUAL
MARCH 2010

	Actual Total for 2009/2010	FY 2009/2010 Budget	% of Annual Budget
3501 · INTEREST EARNED	7,300.67	20,000.00	36.5%
3600 · OTHER AGENCY REVENUE			
3602 · MOTOR VEHICLE LICENSE FEE(MVLF)	1,106.71	3,000.00	36.89%
3603 · OFF HIGHWAY	0.00	100.00	0.0%
3604 · HOPTR	351.52	400.00	87.88%
3605 · VEHICLE LICENSE COLLECTION	472.37	1,100.00	42.94%
3620 · PROP 172	3,145.35	8,500.00	37.0%
3624 · POST REIMBURSE	0.00	100.00	0.0%
3648 · GRANTS	0.00	100.00	0.0%
3649 · TRAFFIC CONGESTION RELIEF-AB438	3,288.79	10,000.00	32.89%
3655 · POLICE GRANTS OTHER AGENCIES	0.00	1,100.00	0.0%
3600 · OTHER AGENCY REVENUE - Other	6,716.54	0.00	100.0%
Total 3600 · OTHER AGENCY REVENUE	15,081.28	24,400.00	61.81%
3700 · CURRENT SERVICES			
3703 · USE PERMITS	910.00	3,000.00	30.33%
3704 · MAPS/PUBLICATIONS	350.03	100.00	350.03%
3706 · RENTAL INCOME	7,553.50	9,600.00	78.68%
3707 · POLICE REPORTS	311.00	1,400.00	22.21%
3709 · PROPERTY INSPECTIONS	1,900.00	1,300.00	146.15%
3710 · POLICE SERVICES	23,470.00	10,000.00	234.7%
3711 · PUBLIC EVENTS	52,504.93	80,000.00	65.63%
3712 · MISCELLANEOUS SERVICES	2,772.46	1,000.00	277.25%
3715 · PD DONATIONS	8,963.00	100.00	#####
3717 · SCRIP TAXI SVC FOR SENIORS	40.00	0.00	100.0%
Total 3700 · CURRENT SERVICES	98,774.92	106,500.00	92.75%
3800 · PARKS/RECREATION			
3801 · PARK RENTAL	1,750.01	4,000.00	43.75%
3802 · RV RENTAL PARKS	18,605.00	26,000.00	71.56%
Total 3800 · PARKS/RECREATION	20,355.01	30,000.00	67.85%
3900 · OTHER			
3610 · GAS TAX 2107	3,202.12	15,000.00	21.35%
3612 · GAS TAX 2106	2,217.85	10,000.00	22.18%
3614 · GAS TAX 2107.5	0.00	1,000.00	0.0%
3616 · GAS TAX 2105	2,368.11	10,000.00	23.68%
Total 3900 · OTHER	7,788.08	36,000.00	21.63%
Total Revenue	1,272,377.75	1,888,800.00	67.36%

CITY OF DEL REY OAKS
FISCAL YEAR 2009-2010 BUDGET VS ACTUAL
MARCH 2010

	Actual Total for 2009/2010	FY 2009/2010 Budget	% of Annual Budget
EXPENDITURES			
10000 · Salaries & Benefits			
10008 · GF SALARIES/COPS GRANT	35,860.32	0.00	100.0%
10009 · OVERTIME	29,933.67	45,000.00	66.52%
10010 · SALARIES	507,132.46	647,250.00	78.35%
100101 · COUNCIL MEMBER STIPEND	8,110.84	6,000.00	135.18%
100102 · CITY MANAGER SALARY	45,800.00	96,000.00	47.71%
100103 · RESERVES SALARY	41,749.05	34,000.00	122.79%
10011 · PERS	116,643.57	144,000.00	81.0%
10012 · MEDICARE	7,287.17	10,000.00	72.87%
10013 · DENTAL EXPENSE	17,571.97	24,600.00	71.43%
10014 · HEALTH INS	79,283.03	127,400.00	62.23%
10015 · VISION INS	1,461.17	2,600.00	56.2%
10016 · WORKERS COMP	110,857.50	148,000.00	74.9%
10120 · UNIFORM ALLOWANCE	5,750.00	7,000.00	82.14%
10130 · EDUCATIONAL INCENTIVE	9,944.77	5,100.00	195.0%
Total 10000 · Salaries & Benefits	1,017,385.52	1,296,950.00	78.44%
20100 · Payroll Expenses			
	4,002.62	3,100.00	129.12%
20120 · -SUPPLIES			
20121 · MATERIALS/SUPPLY	10,886.97	11,500.00	94.67%
20123 · AMMUNITION	222.35	9,000.00	2.47%
20160 · OFFICE SUPPLIES	10,176.64	15,500.00	65.66%
20161 · SPECIAL SUPPLY POLICE	5,112.76	9,000.00	56.81%
Total 20120 · -SUPPLIES	26,398.72	45,000.00	58.66%
20130 · UTILITES & SERVICES			
20122 · REPAIR/MAINTENANCE	8,434.83	20,000.00	42.17%
20126 · STREET SWEEPING	5,531.40	14,400.00	38.41%
20127 · GABILAN CREW	905.33	2,000.00	45.27%
20131 · UTILITIES/PGE	5,299.47	7,500.00	70.66%
20132 · UTILITIES/WATER	2,751.52	5,000.00	55.03%
20140 · TELEPHONE / INTERNET	10,278.26	15,000.00	68.52%
20145 · WEBSITE DESIGN & MAINTENANCE	3,201.85	3,500.00	91.48%
20163 · BACKGROUND-TESTING	241.86	500.00	48.37%
20168 · POSTAGE / SHIPPING	2,086.53	4,000.00	52.16%
20170 · TRAVEL/CONFERENCE	2,571.72	1,000.00	257.17%
20171 · MEMBER/DUES/CONTRIBUTIONS	13,150.70	14,500.00	90.69%
20172 · AD/PROMOTION CITY CNCL	1,436.73	1,500.00	95.78%
20173 · LEGAL ADVERT NON-DEPT	471.47	1,500.00	31.43%
20174 · BOOK/PERIODICAL	41.79	100.00	41.79%
20175 · MEETING CITY CNCL	525.00	1,000.00	52.5%
Total 20130 · UTILITES & SERVICES	56,928.46	91,500.00	62.22%
20176 · PRINTING / PUBLICATIONS			
201761 · PERSONNEL MANUAL	0.00	500.00	0.0%
20176 · PRINTING / PUBLICATIONS - Other	626.76	3,000.00	20.89%
Total 20176 · PRINTING / PUBLICATIONS	626.76	3,500.00	17.91%

CITY OF DEL REY OAKS
FISCAL YEAR 2009-2010 BUDGET VS ACTUAL
MARCH 2010

	Actual Total for 2009/2010	FY 2009/2010 Budget	% of Annual Budget
20180 · OUTSIDE SERVICES			
20178 · TRAINING POLICE	1,449.93	2,000.00	72.5%
20181 · OTHER PERMITS PW/ENGR	3,600.00	4,000.00	90.0%
30044 · LIABILITY/PROP NON-DPT	10,604.86	21,500.00	49.33%
30113 · CONTRACTUAL AUDIT	21,745.97	25,000.00	86.98%
30115 · DATA PROCESSING	3,472.00	4,000.00	86.8%
30116 · CONTRACTUAL SVCS PLANNING / ENG	5,695.87	26,000.00	21.91%
30119 · CONTRACTUAL SVCS - LEGAL	27,787.83	40,000.00	69.47%
30120 · CONTRL RETAINER LEGAL	8,190.00	11,000.00	74.46%
30126 · JANITORIAL FUND	2,625.00	4,100.00	64.02%
30127 · RADIO DISPATCH POLICE	40,926.17	23,800.00	171.96%
30129 · FEES NON-DT	1,318.89	0.00	100.0%
30165 · COMM HUM SERV NON-DEPT	3,057.00	3,100.00	98.61%
Total 20180 · OUTSIDE SERVICES	130,473.52	164,500.00	79.32%
30170 · AUTO OPERATION			
30181 · AUTO OPS - SUPPLIES / EQUIP	4,356.88	6,000.00	72.62%
30182 · AUTO OPS - FUEL	14,638.64	21,000.00	69.71%
30190 · AUTO REPAIR/MAINTENANCE	11,801.68	23,000.00	51.31%
Total 30170 · AUTO OPERATION	30,797.20	50,000.00	61.59%
30180 · POLICE AND FIRE			
30183 · FUND JAIL & PRISONER	561.37	1,000.00	56.14%
30184 · ACJIS SYSTEM POLICE	1,718.63	1,500.00	114.58%
301861 · FIRE SEASIDE	95,718.14	116,000.00	82.52%
30187 · ANIMAL REGULATION FIRE	3,290.16	2,500.00	131.61%
Total 30180 · POLICE AND FIRE	101,288.30	121,000.00	83.71%
30200 · STREETS & STORM WATER			
30219 · S.M.I.P.	3.14	200.00	1.57%
30220 · SB 1473	(5.65)	0.00	100.0%
30230 · STREET LIGHTING	12,401.24	17,000.00	72.95%
30231 · STORM WATER PROJECT - PHASE1&2	10,456.00	4,900.00	213.39%
Total 30200 · STREETS & STORM WATER	22,854.73	22,100.00	103.42%
60001 · AUTO LEASE PAYMENTS	33,252.32	22,550.00	147.46%
70980 · TRANSFER FUNDS OUT	0.00	47,345.00	0.0%
99999 · Projected Rev/Exp Difference	0.00	21,255.00	0.0%
Total Expenses	1,424,008.15	1,888,800.00	75.39%
Total Operating Revenue	1,272,377.75		
Less Total Operating Expenditures	1,424,008.15		
Total Operating Revenue Less Expenditures This Fiscal Year to date	(151,630.40)		
##### - Value is greater than 1000%			

CITY OF DEL REY OAKS
FISCAL YEAR 2009/10 CAPITAL OUTLAY BUDGET VS. ACTUAL
 JULY 1, 2009 - MARCH 31, 2010

		ACTUAL TOTALS FOR 2009/10	FY 2009/10 BUDGET	
4900 · CAPITAL OUTLAY FUND				
	3625 · 2000 PARK BOND GRANT			
	3627 · 2002 Parks Resources Bond Act		99,655.00	
	3720 · Portola/Carlton (Prop 1B) CIP			
	3730 · Portola/Work Walkway (MPRPD)		12,500.00	
	3740 · Stream Blockage (State)			
	3750 · Portola/Work Street (TAMC)			
	3760 · City Monument Sign Proceeds			
Total 4900 · CAPITAL OUTLAY FUND			112,155.00	
50400 · CAPITAL OUTLAY				
	50420 · MONUMENT SIGN	6,761.61		
	50430 · PORTOLA / CARLTON (PROP 1B)		400,000.00	*
	50440 · PORTOLA / WORK WALKWAY (MPRPD)		25,000.00	**
	50450 · 2000 PARKS BOND ACT			
	50460 · 2002 PARKS RESOURCES BOND ACT		134,500.00	***
	50470 · STREAM BLOCKAGE (STATE GRANT)			
	50480 · PORTOLA / WORK STREET (TAMC)	1,443.66		
Total 50400 · CAPITAL OUTLAY		8,205.27	559,500.00	
Operating Funds Transferred In for Capital Outlay Funding [Ⓜ]			\$47,345.00	
Projected Excess/(Deficit) Capital Outlay Fund Balance		-\$400,000.00		
*50430 Portola/Carlton (Prop 1B):				
Revenue received last FY; the City Engineer is preparing the plans and specifications for road resurfacing along Portola / Carlton and 13 cul-de-sacs, project deadline 06/30/2012				
**50440 Portola/Work Walkway (MPRPD)				
The \$12,5000 parks grant is to be matched 100% by the City, project deadline 11/30/2010)				
***50460 2002 Parks Resources Bond Act:				
The \$99,655 bond revenue is to be matched 35% by the City, project deadline 6/30/2011				
Ⓜ Funds Transferred In from City Operating Account				
\$47,345 is the amount of match required to be paid by the City for the Walkway and the Park Bond Grants				

CITY OF DEL REY OAKS
CASH FUNDS
AS OF MARCH 31, 2010

CITY OF DEL REY OAKS		
CASH BALANCES AS OF MARCH 31, 2010		
	1000 · GENERAL CHECKING	\$8,515.61
	1008 · LAIF CITY - 246	\$585,809.55
	Total City Checking/Savings	\$594,325.16
REDEVELOPMENT AGENCY		
CASH BALANCES AS OF MARCH 31, 2010		
	10-1001 · GENERAL CHECKING	\$32,428.07
	10-1003 · DUFFY EIR/CEQA CHECKING	\$24,659.47
	10-1002 · LAIF RDA ACCOUNT	\$21,279.36
	Total RDA Checking/Savings	\$78,366.90
GRAND TOTAL CASH BALANCES		\$672,692.06



FIRE DEPARTMENT
1635 Broadway Avenue
Seaside, CA 93955

Telephone (831) 899-6790
FAX (831) 899-6261

April 1, 2010

Chief Langford
Del Rey Oaks City Hall
650 Canyon Del Rey
Del Rey Oaks, CA 93940

RECEIVED
APR 01 2010
DEL REY OAKS
CITY CLERK

Dear Chief Langford:

Enclosed is a copy of the response reports for the Seaside Fire Department response to Del Rey Oaks for the period of March 1, 2010 thru March 31, 2010.

The City of Del Rey Oaks will be billed for the following incident numbers:

Incident #
10-388
10-391
10-474
10-520
10-582

There are a total of five fire calls for the month of March. If you have any questions, please contact me.

Sincerely,

A handwritten signature in cursive script that reads "Kathryn Pernet".

Kathryn Pernet
Sr. Administrative Assistant

CC: File

Seaside Fire

Incident List by Alarm Date/Time

Alarm Date Between {03/01/2010} And {03/31/2010}
and District = "029"

Incident-Exp#	Alm Date	Alm Time	Location	Incident Type
10-0000385-000	03/01/2010	09:55:00	2 OSIO WAY /Del Rey Oaks,	611 Dispatched & cancelled en r
10-0000388-000	03/01/2010	15:52:00	22 LOS ENCINOS DR /Del Re	321 EMS call, excluding vehicle
10-0000391-000	03/01/2010	21:26:00	955 ROSITA RD /Del Rey Oa	321 EMS call, excluding vehicle
10-0000446-000	03/08/2010	19:39:00	18 ALTA CIR /Del Rey Oaks	6111 Cancelled upon arrival, no
10-0000474-000	03/12/2010	21:28:00	On Portola Avenue, above	321 EMS call, excluding vehicle
10-0000485-000	03/14/2010	23:41:00	875 PORTOLA DR /Del Rey O	6111 Cancelled upon arrival, no
10-0000490-000	03/15/2010	21:42:00	815 CANYON DEL REY BLVD /	611 Dispatched & cancelled en r
10-0000516-000	03/19/2010	02:19:00	815 CANYON DEL REY BLVD /	611 Dispatched & cancelled en r
10-0000520-000	03/19/2010	15:15:00	CANYON DEL REY BLVD & CAN	324 Motor Vehicle Accident with
10-0000534-000	03/21/2010	20:40:00	1019 PORTOLA DR /Del Rey	6111 Cancelled upon arrival, no
10-0000582-000	03/30/2010	10:21:00	959 PORTOLA DR /Del Rey O	321 EMS call, excluding vehicle
10-0000593-000	03/31/2010	19:44:00	2999 HIGHWAY 68 /Del Rey	611 Dispatched & cancelled en r

Total Incident Count 12

5 calls



Del Rey Oaks Police Department
 Monthly Report of Activity
 March – 2010
 Completed By: Ron Langford, COP

ARRESTS:

Prior Year

<i>Felony Arrests</i>	00	
<i>Misdemeanor Arrests</i>	01	
<i>Warrant Arrests (OJ)</i>		
TOTAL ARRESTS	01	04

ASSAULTS:

Prior Year

<i>Simple Assault</i>		
<i>Domestic Violence</i>	00	
<i>Weapon Involved</i>		
TOTAL ASSAULTS	00	01

REPORTS FILED:

16	16
----	----

TRAFFIC ACCIDENTS:

Prior Year

<i>Non-Injury Accidents</i>	02	
<i>Injury Accidents</i>	02	
TOTAL ACCIDENTS	04	01

BURGLARIES:

Prior Year

<i>Residential</i>		
<i>Commercial</i>		
<i>From Locked Vehicle</i>		
<i>Other</i>		
TOTAL BURGLARIES	00	00

TOWED & STORED VEHICLES:

Prior Year

07	03
----	----

GRAND & PETTY THEFTS:

Prior Year

<i>Residential</i>		
<i>Commercial</i>		
<i>Shoplifting</i>	0	
<i>From Motor Vehicle</i>		
<i>Other</i>	0	
TOTAL THEFTS	00	03

ALARMS:

Prior Year

<i>Residential</i>		
<i>Commercial</i>		
TOTAL ALARMS	00	00

DUI ENFORCEMENT:

Prior Year

01	01
----	----

CITATIONS ISSUED:

Prior Year

<i>Traffic Citations Issued</i>	35	
<i>Parking Citations Issued</i>	02	
<i>Admin Citations Issued</i>		
TOTAL CITATION ISSUED	37	25



1974 Plymouth DROPD Unit

RESOLUTION No. 2010-07

A RESOLUTION CERTIFYING COMPLIANCE WITH STATE LAW WITH
RESPECT TO THE LEVYING OF GENERAL AND SPECIAL TAXES,
ASSESSMENTS, AND PROPERTY-RELATED FEES AND CHARGES

-o0o-

WHEREAS, the City of Del Rey Oaks requests that the Monterey County Auditor-Controller enter those general or special taxes, assessments, or property-related fees or charges identified in Exhibit "A" on the tax roll for collection and distribution by the Monterey County Treasurer-Tax Collector commencing with the property tax bills for fiscal year 2010-11.

NOW, THEREFORE, BE IT RESOLVED as follows:

1. The Public Agency hereby certifies that it has, without limitation, complied with all legal procedures and requirements necessary for the levying and imposition of the general or special taxes, assessments, or property-related fees or charges identified in Exhibit "A", regardless of whether those procedures and requirements are set forth in the Constitution of the State of California, in State statutes, or in the applicable decisional law of the State of California.

2. The Public Agency further certifies that, except for the sole negligence or misconduct of the County of Monterey, its officers, employees, and agents, the Public Agency shall be solely liable and responsible for defending, at its sole expense, cost, and risk, each and every action, suit, or other proceeding brought against the County of Monterey, its officers, employees, and agents for every claim, demand, or challenge to the levying or imposition of the general or special taxes, assessments, or property-related fees or charges identified in Exhibit "A" and that it shall pay or satisfy any judgment rendered against the County of Monterey, its officers, employees, and agents on every such action, suit, or other proceeding, including all claims for refunds and interest thereon, legal fees and court costs, and administrative expenses of the County of Monterey to correct the tax rolls.

PASSED AND ADOPTED by the City Council of the City of Del Rey Oaks at a regular meeting duly held on April 27, 2010, by the following vote:

AYES: COUNCIL MEMBERS:

NOES: COUNCIL MEMBERS:

ABSENT: COUNCIL MEMBERS:

Jerry B. Edelen, Mayor

ATTEST:

Daniel Dawson, City Clerk

EXHIBIT "A"
TO
RESOLUTION CERTIFYING COMPLIANCE WITH STATE LAW WITH RESPECT TO THE
LEVYING OF GENERAL AND SPECIAL TAXES, ASSESSMENTS, AND PROPERTY-RELATED
FEES AND CHARGES

FISCAL YEAR 2010-11

GENERAL TAXES:
TRANSACTIONS AND USE TAX

SPECIAL TAXES:

ASSESSMENTS:

PROPERTY RELATED FEES AND CHARGES:

RESOLUTION NO. 2010-02

A RESOLUTION OF THE REDEVELOPMENT AGENCY OF THE CITY
OF DEL REY OAKS ADOPTING A 5-YEAR IMPLEMENTATION PLAN
FOR THE REDEVELOPMENT PROJECT AREA

-oOo-

WHEREAS, on October 6, 1993, Governor Wilson signed into law Assembly Bill 1290, the Community Redevelopment Law Reform Act of 1993, which became effective on January 1, 1994; and

WHEREAS, Assembly Bill 1290 added Section 33490 (a) and 33490 (c) to the California Health & Safety Code; and

WHEREAS, California Health & Safety Code Section 32490 requires that each Redevelopment Agency adopt, after a public hearing, a 5-year implementation plan; and

WHEREAS, the Implementation plan contains goals, objectives, program, expenditures, and a description of how goals and objectives, programs and expenditures will eliminate blight within the Redevelopment Project Area ("Project Area"); and

WHEREAS, the Implementation plan includes an Affordable Housing Plan which describes how the Agency will increase, improve and preserve low and moderate-income housing in the Project Area; and

WHEREAS, the Agency Board of Directors adopted Ordinance Number 257 on July 22, 2003 which adopted the budget and work plans for the Redevelopment Agency, and

WHEREAS, the Agency's work plan describes the redevelopment activities, projects and programs planned to be undertaken by the Agency during FY 2007-08; and

WHEREAS, on February 23, 2010, a duly noticed public hearing conducted pursuant to California Health and Safety Code Subsection 33490 (d) was held to take public testimony and discuss the Implementation Plan for the Redevelopment Project Area.

NOW, THEREFORE, BE IT RESOLVED that the Del Rey Oaks Redevelopment Agency of the City of Del Rey Oaks hereby adopts the Amended and Restated Implementation Plan for the Redevelopment Project pursuant to the requirements of California Health & Safety Code Section 33490 a true and correct copy of which is attached hereto and incorporated herein by the reference as the Amended Implementation Plan for the Agency

Redevelopment Law requires that at least 30 percent of all dwelling units actually developed by a redevelopment agency shall be available at affordable housing cost to persons and families of low or moderate income, and not less than 50 percent of the units shall be available at affordable housing to very low income households.

Redevelopment Law also requires that at least 15 percent of all dwelling units developed within a project area by public or private entities or persons other than the redevelopment agency, but including those developed pursuant to a written agreement with the agency, shall be available at affordable housing cost to persons and families of low or moderate income, and not less than 40 percent of the affordable units shall be available at affordable housing cost to very low income households. To illustrate the inclusionary rule in terms of numbers, of every 100 dwellings units developed by entities other than the agency, 15 shall be affordable, with 9 affordable to persons of low or moderate income, and 6 available to persons of very low income.

PASSED AND ADOPTED by the Redevelopment Agency of the City of Del Rey Oaks at a regular meeting duly held on April 27, 2010, by the following vote:

AYES: AGENCY MEMBERS:

NOES: AGENCY MEMBERS:

ABSENT: AGENCY MEMBERS:

ABSTAIN: AGENCY MEMBERS:

Jerry B. Edelen, Chairman

ATTEST:

Daniel Dawson, Executive Director

FIVE-YEAR IMPLEMENTATION PLAN

Fiscal Years 2007 to 2012

REDEVELOPMENT AGENCY
OF THE
CITY OF DEL REY OAKS

Redevelopment Project Area
360 Acres Former Fort Ord

Adopted: February 23, 2010

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INTRODUCTION

California Redevelopment Law requires adoption of an Implementation Plan during project approval and subsequent adoption of a five-year Implementation Plan (Section 33490). The purpose of this new requirement is to provide a monitoring device to ensure that redevelopment activities are linked to the elimination of blight. Section 33490 sets forth the time line for adoption of Implementation Plans, the procedures for adoption and review, and specifies the contents of these plans.

At least once during the five-year term of an Implementation Plan, between two to three years after adoption, the Agency must hold a public hearing to review the redevelopment plan and its corresponding Implementation Plan in order to evaluate the progress of the redevelopment project.

The Five-Year Implementation Plan includes programs, potential projects, goals and objectives for the Project Area. The programs and potential projects of the Plan will be targeted to commercial development, public improvements and facilities, and industrial development. Residential projects, goals and objectives for the Project Area are identified in the housing portion of the plan.

- As set forth in Section 33490, an Implementation Plan must contain the following:
- Specific goals and objectives for the next five years.
- Specific projects and expenditures planned for the next five years.
- An explanation of how the goals, objectives, projects and expenditures will eliminate blight.
- An explanation of how the goals, objectives, projects and expenditures will implement the low and moderate income housing set-aside and housing production requirements set forth in Section 33334.2, 33334.4, 33334.6, and 33413 of the Health and Safety Code. This explanation must contain a housing program for each of the five years of the Implementation Plan in enough detail to measure performance.
- The number of housing units to be rehabilitated, price-restricted, assisted or destroyed.
- Plans for using annual deposits to the Housing Fund.
- If a planned project will result in destruction of existing affordable housing, an identification of proposed locations for the replacement housing the agency will be required to produce pursuant to Section 33413 of the Health and Safety Code.
- The project area affordable housing production plan (AB 315 plan) required by Section 33413(b)(4) of the Health and Safety Code.

The Implementation Plan reflects projects, actions and expenditures for five years of project implementation.

Over the next five years approximately \$_____ may be available in the low/moderate housing fund and \$_____ for non-housing projects in the Project Area.

GOALS, OBJECTIVES AND ACTIVITIES

The Redevelopment Agency of the City of Del Rey Oaks was created in 1999. One project area has been established to meet the goals and objectives of the Agency. The Agency is effective for 45 years, expiring in 2034. The Agency uses tax increment financing as well as other local, state, and federal funds as they become available to pay for projects that assist in meeting the overall goals of the Agency.

The overall goal of the Redevelopment Agency of the City of Del Rey Oaks is to eliminate constraints to private investment to foster growth of commercial and residential development. Although, the Agency has an overall goal-there are four specific goals and objectives included in this 5 year implementation plan:

1. Increase the assessed value of the Project Area by \$20,000,000 through the construction of residential, commercial, and buildings through the use of grants, loans, acquisition of land, resale of land, and other appropriate forms of assistance.
2. Participate in the new construction of linear feet of public streets, sidewalk, curb, and gutter, and/or pedestrian travel-ways within the Project Area serve residential, commercial and public facility land uses.
3. Participate in the construction of infrastructure for water, sewer, storm drainage, that serve new commercial businesses in the Project Area.
4. Increase employment in the project Area by 100 new retail, professional, and/or industrial related jobs through assistance to new businesses in the Project Area.

By encouraging and facilitating economic development, the Agency is able to capture increased revenues through property tax increases, known as tax increment.

Tax increment money allows the Agency to provide public improvements. The intended result of the Agency's efforts is to provide jobs and affordable homes for Del Rey Oaks residents and a clean, safe and attractive place for all to live.

Five Year Projects

The listing of these individual projects is intended to be illustrative, rather than exhaustive.

Project Area as a Whole

1. Continue to assist realtors to market available commercial through the redevelopment and economic development network;
2. Provide public improvements and public facilities to accommodate growth in the Project Area;
3. Encourage development of land and buildings by using available tools to assist developer(s) and property owner(s) in the Project Area; and
4. Market and promote the development of the Project Area.

Using one or a combination of the implementation actions set forth in the Redevelopment Plan for the Project Area, the Agency expects to proceed on the projects listed below within the next five years. Improvements and land uses will be in conformance with the City of Del Rey Oaks General Plan, and the City of Del Rey Oaks Zoning Ordinance. In the event the General Plan is amended the provisions of the Redevelopment Plan and Five Year Implementation Plan shall also be amended for consistency.

Five Year Projects

Proposed programs and projects the Agency desires to accomplish within the next five years are listed below. Each of these programs may involve multiple projects. The listing of these individual projects is intended to be illustrative, rather than exhaustive.

Fort Ord Redevelopment Project
Preliminary Five-Year Budget
FY 2007 thru 2012

Low to Moderate Income Housing	Proposed Expenditure	Budget Year
Planning	50,000	FY 2007-08
Housing Programs	160,000	FY 2010-11
Subtotal	230,000	
Non-housing Program & Projects		
Blight Elimination	100,000	FY 2007-08
Engineering	70,000	FY 2007-08
Marketing	50,000	FY 2009-10
Site Improvements	100,000	FY 2009-10
Infrastructure	350,000	FY 2009-10
Administration	100,000	ALL FYs
Subtotal	770,000	
TOTAL 5 Year Budget	1,000,000	

Blight Elimination

The Agency is required to determine how proposed programs and projects will assist in the elimination of blight. Below is a list of the identified projects and programs and an explanation of how they will work to eliminate blight within the redevelopment project areas.

Programs		Blight Elimination
Realtors to market available commercial sites through redevelopment and economic development networks		Increases the potential for the sale of land to retail users, which will create employment opportunities, increase property valuation, and enhance investment.
Continue to encourage development by utilizing available tools to assist developer(s)		Increases the potential to develop property that was previously considered undesirable due to contour and other topography or physical characteristics of the ground and surrounding conditions. Increases the marketability of available property, which will create employment opportunities, increase property valuation, and enhance investment.
Continue to provide public improvements, public facilities		Eliminates the existence of inadequate public improvements, public facilities, open spaces and utilities, which cannot be remedied by private or governmental action without redevelopment.
Provide public improvements as needed to accommodate pedestrian and vehicular circulation		Eliminates the existence of inadequate public improvements, public facilities, open spaces, and utilities which cannot be remedied by private or governmental actions without redevelopment.
Assist industries locating in the area		Increases the marketability of available property, which will create employment opportunities, increase property valuation, and enhance investment.

Alleviation of Blighting Conditions

Successful implementation of the proposed Redevelopment Plan will specifically address and alleviate the detrimental physical and economic conditions in the Project Area and will, consequently, act to correct and minimize the blighting influences of these conditions as they are defined in the Health and Safety Code.

METHODS OF FINANCE

A redevelopment agency may finance the public costs of redevelopment through a wide variety of financing techniques. A redevelopment agency can issue bonds and borrow money from private or public sources to finance its activities if it can satisfactorily demonstrate an ability to repay such obligations. The indebtedness of a redevelopment agency is not an obligation of the City, and the incidence of such indebtedness by a redevelopment agency does not require a public vote because it is not a pledge of general tax revenues. The following is a summary of financing methods available to redevelopment agencies.

Tax Increment Financing

Tax increment financing is a constitutional amendment approved by California voters in the early 1950's. It is the principal method of financing the public costs of redevelopment. Ad valorem property taxes generated from the increases in assessed valuation created by new development that takes place in the redevelopment project area is the source of tax increment revenue. The assessed valuation at the time the redevelopment plan is adopted becomes the base year value and is frozen at that level for the fiscal year following adoption of a redevelopment plan. The taxes generated by the assessed valuation that exceeds the base year level, known as tax increment, is paid to the redevelopment agency for repayment of the debt incurred by the agency in connection with redeveloping the project area.

Federal Grants

Community Development Block Grants allow local communities broader discretion in the administration of community development funds. Eligible activities include acquisition of property, clearance and demolition, relocation, public facilities and historical preservation. The funds must be targeted to specific areas to benefit low and moderate-income persons or eliminate slums and blight.

Economic Development Administration (EDA) program funding in economically distressed communities for public works range from drainage to parking facilities in redevelopment projects. The EDA has also had a number of specialized programs for business development assistance and special economic-impact areas. EDA's primary focus is on industrial projects.

The City of Del Rey Oaks Redevelopment Agency does not rely upon any federal grant funding over the five-year period of the Plan, although all funding opportunities will be pursued while the agency does not rely on grant funding, new projects may be added to the 5-year plan when successful grant funding is obtained.

Special Assessment Districts

Special assessment districts have been used to fund public improvements that benefit private development. Such assessments are placed upon the benefited property and the costs are not borne by the redevelopment agency. California courts have determined that special assessment districts remain a legal means to fund such improvements. However, Proposition 218 now requires a weighted vote of the affected property owners to implement a district.

Mello-Roos Community Facilities District

A community facilities district formed pursuant to the Mello-Roos Community Facilities Act of 1982 may be used to provide for the purchase, construction, expansion or rehabilitation of any real or other tangible property with an estimated useful life of at least five (5) years, which is necessary to meet increased demands placed upon local agencies as the result of development or rehabilitation occurring within the district. A community facilities district may be created by a duly adopted resolution of the legislative body of the district. The District may then levy a special tax to finance the cost of providing authorized services and related facilities.

Tax Allocation Bonds

Redevelopment bonds are issued to provide long term financing for redevelopment activities. Usually, when sufficient tax increment has been generated to support an issue, bonds are issued to finance project activities. Redevelopment bonds are secured 100% by tax increment revenue.

State Sources of Funding

State grants are available through various programs to fund improvements to state highways and related intersections. The Agency may receive revenues from this source as two state highways eligible for such funding pass through Del Rey Oaks.

Rule 20-A Funding

The Public Utilities Commission established a program to fund the undergrounding of overhead utilities. The funds are allocated annually to the electric utility companies and further disbursed to their various districts, Cities and counties are required to direct the spending of these annual funds within their respective jurisdictions. The Agency may direct spending of these Rule 20-A funds to underground utilities within the project area.

Other Grants and Private Support.

The Agency may apply for other grants through federal, state, regional, or local organizations. The Agency may also receive private support for specific public facility projects.

Developer Funding Assistance to Agencies

Redevelopment agency financial requirements are similar to those of the private sector: redevelopment agencies need to generate working capital and demonstrate the ability to support long-term financing. Some of the ways in which developers have assisted agencies in meeting these requirements include the following:

Loans and Advances

Developers may advance or loan working capital to redevelopment agencies for preliminary redevelopment activities. Generally, the developer is at risk with these advances and will be repaid only if the project goes forward.

Purchase Price of Properties Involved

In most cases, the purchase price for redevelopment sites are paid by developers at the time that title is conveyed by the redevelopment agency. In certain cases, an advance payment of the purchase price is made in order to provide the agency with necessary working capital to acquire or prepare the site for development. Where the development problem has been site assembly, rather than cost of land, developers have advanced and paid all agency costs to acquire the site

The agency anticipates that land sales to developers will occur over the five-year period.

Rental Payments

Rental payments by developers take two forms: a lease of land from the redevelopment agency a lease of public facilities, such as parking or other public facilities. A lease of land may be short-term or long-term and for nominal or market rents, depending on the economics of the proposed development. A lease of public facilities will generally be for the dual purpose of creating annual rental income to the redevelopment agency while shifting operation and maintenance costs to the development.

Participation: Percentage of Future Cash Flows

A fairly new concept is the contractual right of a redevelopment agency to participate in a percentage basis of the future profits or cash flow from a redevelopment project above a certain level. This provides a degree of flexibility for a redevelopment agency and a developer to arrive at a fair consideration for the redevelopment opportunity.

Tax Increment Guarantees

The willingness or ability of a redevelopment agency to incur project financial obligation for a specific development may be based on the projection that the development will produce tax increments in a certain amount within a definite period of time. As an inducement to the redevelopment agency to proceed with its part of the development activities, such as paying for the costs of public facilities to serve the development, a developer may agree to guarantee to the redevelopment agency the receipt of tax increments from the development in the amount and by the time projected.

LOW AND MODERATE INCOME HOUSING

Goals and Objectives

The Redevelopment Project's goal is to develop affordable low-moderate income housing within the community.

The Redevelopment Project's goal is to develop affordable housing in the Project Area, while also eliminating blight whenever possible. The Agency desires to improve the quality of the community's housing stock, through new construction programs. The Redevelopment Project's on-going goal is to develop housing in compliance with current legislation and with available Project resources.

Projects and Expenditures for the Next Five Years

- Five-Year Housing Program

How Goals and Objectives, Projects and Expenditures will Implement the Affordable Housing Requirements of Redevelopment Law

- Increase, Improve and Expand the Supply of Low and Moderate Income Housing

The housing to be developed will require funds from the developer as part of larger project to increase, improve and expand the community's supply of low and moderate income housing. All the housing described above will be subject to recorded covenants that will restrict the housing to low, moderate or very low income persons or families.

The Agency's plan is that the housing units to be developed will be affordable to very low, low or moderate income households.

- Inclusionary Housing

RDA RESOLUTION NO. 2010-05

A RESOLUTION OF THE REDEVELOPMENT AGENCY OF
THE CITY OF DEL REY OAKS
ADOPTING THE FISCAL YEAR 2007-2008 BUDGET
-oOo-

WHEREAS, all Redevelopment Agencies are required to adopt an annual budget; and

WHEREAS, the Redevelopment Agency of the City of Del Rey Oaks inadvertently missed passing a budget for fiscal year 2007-2008; and

WHEREAS, the budget was created and implemented in 2007;

NOW, THEREFORE BE IT RESOLVED that the Redevelopment Agency of the City of Del Rey Oaks does hereby retroactively adopt the fiscal year 2007-2008 budget.

PASSED AND ADOPTED at a regular meeting of the Redevelopment Agency of the City of Del Rey Oaks this 27th day of April, 2010, by the following vote:

AYES: AGENCY MEMBERS:
NOES: AGENCY MEMBERS:
ABSENT: AGENCY MEMBERS:
ABSTAIN: AGENCY MEMBERS:

Jerry B. Edelen, Chairman

ATTEST: _____
Daniel Dawson, Executive Director

EXHIBIT A

2007-2008 ANNUAL REDEVELOPMENT AGENCY
BUDGET (1)

	<u>EXPENSE</u>	<u>REVENUE</u>
Office overhead (2)	\$24,000.00	
Phone	1,000.00	
Printing/copying	2,200.00	
Supplies/Office equipment	3,500.00	
Travel	6,000.00	
Audit/Fiscal	9,500.00	
TMG Note Principal	20,439.60	
TMP Note Interest	3,418.72	
Project Management	36,000.00	
Legal	125,000.00	
Economist	70,000.00	
Engineering	12,000.00	
Legal Notices	2,500.00	
Mailings	2,000.00	
Reports*	125,000.00	
Fees	15,000.00	
Reserve	<u>50,000.00</u>	
Developer Fees (90%)		\$456,802.49
Loans from City (10%)		<u>50,755.83</u>
Total:	\$507,558.32	\$507,558.32

Notes: 1) Budget is based on City staff acting as Agency staff & developers paying for the majority of costs associated with paying consultants (attorney, economist, project managements, etc.) and City/Agency overhead.

2) Estimated costs of office overhead is based on 10% of projected costs of consultants fees that are reimbursed by developer and is intended to cover portion of administrating books of accounts and other staff services related to project.

3) Reports are estimated expenses for this fiscal year in connection with EIR and possible amendment to Redevelopment Plan.

RDA RESOLUTION NO. 2010-04

A RESOLUTION OF THE REDEVELOPMENT AGENCY OF
THE CITY OF DEL REY OAKS
ACCEPTING THE FISCAL YEAR 2008-2009 AUDIT

-oOo-

WHEREAS, all Redevelopment Agencies are required to be audited by an independent auditing firm each fiscal year; and

WHEREAS, the Redevelopment Agency of the City of Del Rey Oaks was audited by Marcello and Company; and

WHEREAS, the audit was made available to the City Council and the public;

NOW, THEREFORE BE IT RESOLVED that the Redevelopment Agency of the City of Del Rey Oaks does hereby accept the fiscal year 2008-2009 Audit.

PASSED AND ADOPTED at a regular meeting of the Redevelopment Agency of the City of Del Rey Oaks this 27th day of April, 2010, by the following vote:

AYES: AGENCY MEMBERS:
NOES: AGENCY MEMBERS:
ABSENT: AGENCY MEMBERS:
ABSTAIN: AGENCY MEMBERS:

Jerry B. Edelen, Chairman

ATTEST: _____
Daniel Dawson, Executive Director

**REDEVELOPMENT AGENCY
OF THE CITY OF DEL REY OAKS**
California

**A Component Unit of
the City of Del Rey Oaks**

Annual Financial Report

**Year Ended
June 30, 2009**

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS

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MARCELLO & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

2701 Cottage Way, Suite 30 / Sacramento, California 95825 / 916.979.9079

INDEPENDENT AUDITOR'S REPORT

Members of the Redevelopment Agency of the City of Del Rey Oaks
City of Del Rey Oaks, California

We have audited the accompanying basic financial statements of the governmental activities, which is comprised of two major funds, of the Redevelopment Agency of the City of Del Rey Oaks (the Agency), a component unit of the City of Del Rey Oaks, California, as of and for the year ended June 30, 2009, as listed in the table of contents. These financial statements are the responsibility of the Agency's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Guidelines for Compliance Audits of California Redevelopment Agencies* issued by the State Controller's Office, Division of Local Government Fiscal Affairs. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As more fully described in Note 6 to the financial statements, land owned by the Agency was optioned for sale and the potential buyer, a developer, has defaulted on the terms of the agreement. The related receivables and payables between the Agency and the developer have not been adjusted for collectability or payment.

In our opinion, except for the effect of such adjustments to developer receivables and payables, if any, had evidential matter been provided and subject to audit, as described in the preceding paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities and each major fund of the Redevelopment Agency of the City of Del Rey Oaks, as of June 30, 2009, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Agency has not presented management's discussion and analysis, and budgetary comparison information, that the Governmental Accounting Standards Board (GASB) has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 20, 2009, on our consideration of the Agency's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Marcello & Company

Certified Public Accountants
Sacramento, California
November 20, 2009

GOVERNMENT-WIDE FINANCIAL STATEMENTS

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS

Government-wide Financial Statements

Statement of Net Assets

June 30, 2009

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 85,522
Accrued interest receivable	620,000
Noncurrent assets:	
Loan to the City of Del Rey Oaks	620,000
Receivable from developer	389,064
Capital assets not being depreciated	11,330,200
Capital assets, net of depreciation	48,750
Total assets	<u>13,093,536</u>
 LIABILITIES	
Accounts payable	111,957
Noncurrent liabilities:	
Accounts payable	59,334
Deferred revenue, developer	287,128
Deposit from developer	50,000
Loan from developer	770,478
Loan from the City of Del Rey Oaks	521,194
Total liabilities	<u>1,800,091</u>
 NET ASSETS	
Invested in capital assets	11,378,950
Unrestricted (deficit)	(705,346)
Total net assets	<u>\$ 10,673,604</u>

The accompanying notes are an integral part of these financial statements

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS
Government-wide Financial Statements
Statement of Activities
Year Ended June 30, 2009

Functions/Programs	Operating Expenses	Program Revenue	Net (Expense) Revenue
Governmental Activities			
Community development	\$ 106,893	\$ -	\$ (106,893)
Interest expense	5,051	-	(5,051)
Total governmental activities	\$ 111,944	\$ -	(111,944)
	General Revenue:		
	Investment earnings		615
	Other:		
	Mark down to market value - of land (see note 4)		(12,948,800)
	Change in Net Assets		(13,060,129)
	Net assets - beginning		23,746,669
	Prior period adjustment		(12,936)
	Net assets, as restated		23,733,733
	Net assets - end of year		\$ 10,673,604

The accompanying notes are an integral part of these financial statements

FUND FINANCIAL STATEMENTS

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS

Balance Sheet

Governmental Funds

June 30, 2009

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Governmental Funds</u>
Assets			
Cash and investments	\$ -	\$ 85,522	\$ 85,522
Accrued interest receivable	-	159	159
Interfund loan - due from city	-	620,000	620,000
Total assets	<u>\$ -</u>	<u>\$ 705,681</u>	<u>\$ 705,681</u>
 Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ -	\$ 111,957	\$ 111,957
Interfund loan - due to city	-	521,194	521,194
Total liabilities	<u>-</u>	<u>633,151</u>	<u>633,151</u>
 Fund Balances			
Unreserved	-	72,530	72,530
Total fund balances	<u>-</u>	<u>72,530</u>	<u>72,530</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ 705,681</u>	<u>\$ 705,681</u>

The accompanying notes are an integral part of these financial statements

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Assets
June 30, 2009

Total Fund Balances - Governmental Funds (page 4) \$ 72,530

**Amounts reported in the Statement of Net Assets
are different because:**

Receivables

Amounts due to the RDA are not available to pay for current period expenditures and therefore are not reported in the governmental funds balance sheet:

Due from developer 389,064

Capital Assets

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds balance sheet:

Capital assets not being depreciated 11,330,200
Capital assets, net of depreciation 48,750

Long Term Liabilities

Long term obligations are not due and payable in the current period with current financial resources and therefore are not reported in the governmental funds balance sheet:

Account payable, noncurrent (59,334)
Due to developer (770,478)
Deposit received from developer (50,000)
Deferred revenue (developer agreement) (287,128)

Net Assets of Governmental Activities (page 2) \$ 10,673,604

The accompanying notes are an integral part of these financial statements

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS
Statement of Revenue, Expenditures, and Change in Fund Balances
Governmental Funds
Year Ended 30, 2009

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Governmental Funds</u>
Revenue			
Property tax increment	\$ -	\$ -	\$ -
Developer fees	-	-	-
Investment earnings	-	615	615
Total revenue	<u>-</u>	<u>615</u>	<u>615</u>
Expenditures			
Community development	-	103,143	103,143
Interest expense	-	5,051	5,051
Total expenditures	<u>-</u>	<u>108,194</u>	<u>108,194</u>
Change in Fund Balances	-	(107,579)	(107,579)
Fund balances - beginning	-	622,169	622,169
Prior period adjustment	-	(442,060)	(442,060)
Fund balances, as restated	-	180,109	180,109
Fund balances - end of year	<u>\$ -</u>	<u>\$ 72,530</u>	<u>\$ 72,530</u>

The accompanying notes are an integral part of these financial statements

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS
Reconciliation of the Statement of Revenue, Expenditures, and Change in
Fund Balances of Governmental Funds to the Statement of Activities
Year Ended June 30, 2009

Change in Fund Balances - Governmental Funds (page 6) \$ (107,579)

Amounts reported for governmental activities in the statement of activities are different because of the following:

Capital Assets

Government funds report capital outlays as expenditures. However, in the statement of activities the cost of these assets is depreciated over their estimated useful lives and reported as depreciation expense. (3,750)

Mark down to market value 324 acres of land located on the former Fort Ord Army Base, currently owned by the Redevelopment Agency of the City of Del Rey Oaks, see note 4. (12,948,800)

Change in Net Assets - Governmental Activities (page 3) \$ (13,060,129)

The accompanying notes are an integral part of these financial statements

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS
Notes to Financial Statements
June 30, 2009

The notes to the financial statements include a summary of significant accounting policies and other notes considered essential to fully disclose and fairly present the transactions and financial position of the Agency as follows:

Note 1 - Defining the Financial Reporting Entity

Note 2 - Summary of Significant Accounting Policies

Note 3 - Cash and Investments

Note 4 - Capital Assets

Note 5 - Loans Receivable and Payable with the City of Del Rey Oaks

Note 6 - Developer Receivables and Payables

Note 7 - Accounts Payable

Note 8 - Commitments

Note 9 - New Pronouncements

Note 10 - Prior Period Adjustment

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS
Notes to Financial Statements
June 30, 2009

Note 1 - Defining the Financial Reporting Entity

The Redevelopment Agency of the City of Del Rey Oaks, California (the Agency), is a separate legal entity subject to oversight by the City Council of the City Del Rey Oaks (the Council). As the primary governing unit of the Agency, the Council exercises significant financial and management control over the Agency. Therefore, the Agency is also a component unit of the City of Del Rey Oaks (the City). In addition to presenting these financial statements of the Agency, the financial data of this component unit has also been combined with the City's annual financial report for the fiscal year ended June 30, 2009.

The Agency was established in January 1999 under the provisions of the California Community Redevelopment Law (Health and Safety Code, Section 33000, et seq.) primarily to eliminate and reduce many aspects of economic, physical, visual and social blight then existing within the City including real estate received from the former Fort Ord Army Base.

The Agency is authorized to finance the Redevelopment Plan with financial assistance from the City of Del Rey Oaks, County of Monterey, State of California, United States Government, private developers, or any other public or private source including property tax increments, interest income, and Agency notes and bonds or other indebtedness.

Note 2 - Summary of Significant Accounting Policies

The accounting policies of the Agency conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant accounting policies:

A. Basis of Presentation

In June 1999, the GASB issued Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. The Agency adopted the provisions of this statement along with GASB Statement No. 37, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus (an amendment to GASB Statements No. 21 and No. 34)*, as of July 1, 2003. In June 2001, GASB issued Statement No. 38, *Certain Financial Statement Note Disclosures*, to reevaluate certain existing disclosure requirements in the context of reporting model statement No. 34. The Agency adopted the provisions of Statement No. 38 as of July 1, 2003.

The Financial Statement presentation, required by GASB 34, 37, and 38 provides a comprehensive, entity-wide perspective of the Agency's assets, liabilities, and replaces the fund-group perspective previously required. The Agency follows the "primary government's governmental activities" reporting requirements of GASB No. 34 that provides a comprehensive one-line look at the Agency's financial activities.

B. Fund Accounting

The accounts of the Agency are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenue, and expenditures.

Governmental Funds

Special Revenue Funds - Special Revenue Funds account for the proceeds of specific revenue sources that are restricted by law or administrative action for specific purpose expenditures. Within the Agency, this fund is used to account for financial resources to be used for financing development and rehabilitation of low and moderate income housing units (LMI set-aside).

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS
Notes to Financial Statements
June 30, 2009

Note 2 - Summary of Significant Accounting Policies

Capital Project Funds - Capital Project Funds account for the financial resources used for the acquisition and/or construction of major capital facilities, as well as being the general operating fund of the Agency. They are used to account for all financial resources except those required to be accounted for in the Special Revenue Fund.

C. Measurement Focus and Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. The government-wide financial statements are reported using the economic resources measurement focus and accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

All Governmental Funds are accounted for using the modified accrual basis of accounting. Revenues are recognized when they become both measurable and available to finance the expenditures of the current period (susceptible to accrual). Expenditures are recorded in the accounting period in which the related liability is incurred, except that principal and interest payments on general long-term debt are recognized when paid.

All Governmental Funds are accounted for using a current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental Fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets.

D. Budgetary Accounting

The Del Rey Oaks City Council, in its capacity as members of the Agency Board, adopts a budget for the Agency annually, effective each July 1, for all Agency funds. The Board may amend the budget by resolution during the fiscal year. Budgets are prepared on a basis consistent with accounting principles generally accepted in the United States of America. Encumbrance accounting is not employed by the Agency and all appropriations lapse at year end.

E. Net Assets

In the government-wide financial statements, net assets are classified as either restricted or unrestricted:

- Restricted net assets - Restricted net assets include resources that the Agency is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties, such as property tax increment.
- Unrestricted net assets - Unrestricted net assets represent resources derived from sources such as rental income and developer fees. These resources are used for transactions relating the general operations of the Agency, and may be used at the discretion of the governing board to meet current expenses for any purpose.

F. Tax Increment

The Agency does not have the authority to levy tax, but receives tax increment directly from Monterey County. Tax increment is the additional property tax created in a project area, which exceeds the base year (year of Plan adoption) value because of improvements and reassessments. Property tax revenue is recognized when measurable and collectible. The Agency has not received property tax revenues since its inception.

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS
Notes to Financial Statements
June 30, 2009

Note 2 - Summary of Significant Accounting Policies

G. Interfund Transactions

"Operating Transfers-In" and "Operating Transfers-Out" on the Statement of Revenues and Expenditures are restricted to transfers within the funds and/or projects of the agency. "Transfers to" or "transfers from" the legislative body of the agency are reported as appropriate revenue or expenditure line items.

H. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

I. Major Funds

In accordance with GASB Stmt. No. 34, paragraph 76, the Agency has elected to report its two funds as major funds because they believe these funds are particularly important to financial statement users.

Note 3 - Cash and Investments

Cash and investments as of June 30, 2009 are comprised of the following:

Deposits with financial institutions:	
• General checking account	\$ 47,645
• Checking account for development consultants	16,678
Investment in Local Agency Investment Fund	<u>21,199</u>
Total cash and investments	<u>\$ 85,522</u>

Cash and investments as of June 30, 2009 are classified in the accompanying financial statements as follows:

Statement of Net Assets:	
Total cash and investments	<u>\$ 85,522</u>

Investment Policy

Under provisions of state government code sections 53601 and 16429, the Agency may invest or make deposits in several types of investment vehicles but has chosen through resolution to invest its cash not needed for immediate needs of the Agency in the state's investment pool; the Local Agency Investment Fund.

All cash accounts of the Agency are maintained in separate Agency bank accounts. During the year the Agency held no investments which are required to be categorized by risk. The Agency had the following accounts:

- Bank checking accounts collateralized with securities equal to at least 110% of the deposit balance and held by the bank's agent in the bank's name. Interest is deposited into the account monthly.
- State of California Local Agency Investment Fund (LAIF). Interest is deposited into the LAIF account quarterly.

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS
Notes to Financial Statements
June 30, 2009

Note 3 - Cash and Investments (continued)

Information about the sensitivity of the fair values of the Agency's investments to market interest rate fluctuations is provided by the following table that shows the maturity date of each investment:

		<u>Maturity Date and Yield</u>
Investment in Local Agency Investment Fund	\$ 21,199	7.8 months average maturity, 1.51% yield

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. LAIF does not have a rating provided by a nationally recognized statistical rating organization.

Concentration of Credit Risk

The investment policy of the Agency contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. There are no investments in any one issuer that represent 5% or more of total Agency investments; 100% of the Agency's investments at year end are in LAIF.

Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The California Government Code and the Agency's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure Agency deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the Agency's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for investments. With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government investment pools (such as LAIF).

Investment in State Investment Pool

The Agency is a voluntary participant in the Local Agency Investment Fund (LAIF). LAIF, established in 1977, is regulated by California Government Code Section 16429 and under the day to day administration of the State Treasurer. There is a five member Local Investment Advisory Board that is chaired by the State Treasurer. LAIF determines fair value on its investment portfolio based on market quotations for those securities where market quotations are readily available, and on amortized cost or best estimate for those securities where market value is not readily available. As of June 30, 2009, LAIF had more than 2,770 participants and approximately \$22 billion in investments. The fair value of the Agency's investment in this pool is reported in the accompanying financial statements at amounts based upon the Agency's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. Annual reports of the Local Agency Investment Fund may be obtained from the California Treasurer's web site at www.treasurer.ca.gov.

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS
Notes to Financial Statements
June 30, 2009

Note 3 - Cash and Investments (concluded)

Collateral and Categorization Requirements

At year end, the Agency's carrying amount of demand deposits had a balance of \$64,323, while the bank account balances were \$64,323. There was no difference representing outstanding checks and deposits in transit. Of the total deposit balance, \$64,323 was insured by federal depository insurance and \$-0- was collateralized in accordance with California Government Code requirements by securities held by the pledging financial institution in the Agency's name. The fair value of the pledged securities must equal at least 110% of the Agency's deposits. California law also allows financial institutions to secure the Agency's deposits by pledging first trust deed mortgage notes having a value of 150% of the Agency's total deposits.

Note 4 - Capital Assets

Capital asset activity for year ended June 30, 2009 was as follows:

	Beginning Balance	Additions	Dispositions	Ending Balance
Non-depreciable assets:				
Land	\$24,279,000	\$ -	\$(12,948,800)	\$ 11,330,200
Depreciable assets:				
Well	75,000	-	-	75,000
Less: accumulated depreciation	(22,500)	(3,750)	-	(26,250)
Depreciable assets, net	52,500	(3,750)	-	48,750
Total capital assets, net	<u>\$24,331,500</u>	<u>\$ (3,750)</u>	<u>\$(12,948,800)</u>	<u>\$ 11,378,950</u>

The non-depreciable asset consists of one donated parcel of raw land consisting of approximately 324 acres on what was the former Fort Ord Army Base. Valuation used when received in 2005 was \$75,000 per acre based upon an informal estimate of comparable values of raw land nearer to the ocean. Since that time, land values of similar raw land parcels in the Monterey area have substantially declined to an estimated value of between \$25,000 and \$50,000 per acre based upon the professional opinion of a California licensed real estate broker. As a result the Agency's board of directors has approved a *mark down to market value* the per acre value of the land to \$35,000 per acre resulting in an adjustment of \$12,948,800, which is recognized in the current year's Statement of Activities on page 3.

Note 5 - Loans Receivable and Payable with the City of Del Rey Oaks

In fiscal year 2007-08 the Agency loaned the City \$700,000. The Agency had received "developer loan considerations" as part of an option agreement to sell its land on the former Fort Ord Army Base. No provision for terms of repayment or accrued interest has been agreed upon. During the 2008-09 fiscal year, the City paid down the outstanding loan balance to \$620,000 as of June 30, 2009.

The City loaned the Agency start up money in 1999 with continuing advances over the years. Terms of the loan agreement call for interest accruals at a rate equal to the investment rate of return that LAIF pays to its participants. Repayment of the loan is expected to be made from future incremental property tax revenues as land within the RDA project area is developed. Consequently a future debt repayment schedule cannot be determined. At June 30, 2009 the combined principal and accrued interest balance was \$521,194.

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS
Notes to Financial Statements
June 30, 2009

Note 6 - Developer Receivables and Payables

The Agency entered into an option agreement to sell the land it received on the former Fort Ord Army Base to a developer. The agreement has had several date extensions, and as of November 20, 2009, the developer had defaulted on the option agreement terms. The agreement calls for several provisions of loans and repayment of loans between the parties. Due to the option agreement default, and current economic climate, the Agency may not be able to collect the \$389,064 it is due from the developer. The \$287,128 in deferred revenue is a contra account to the developer receivable.

Additionally the \$770,478 loan to the Agency from the developer as part of the option agreement, along with a \$50,000 advance from the developer to the Agency to pay for developer consultant fees, may not require repayment by the Agency due to the option agreement default by the developer. Consequently a future debt repayment schedule cannot be determined. The Agency should know the status of the option agreement by June 30, 2010.

Note 7 - Accounts Payable

Current accounts payable in the amount of \$111,957 primarily consist of amounts due consultants.

Noncurrent accounts payable in the amount of \$59,334 represent start up costs incurred in the formation of the Agency. The creditor consultants have agreed to accept payment of their fees when incremental property tax revenues are received or revenue is received from the sale of Agency owned real estate.

Note 8 - Commitments

In 2005 the Fort Ord Reuse Authority (FORA) financed the purchase of Pollution Legal Liability insurance at a cost of \$6,000,000 on behalf of local jurisdictions who will receive a portion of the former Fort Ord Army Base property. The City and Agency's share of annual loan repayments are \$256,023 (principal and interest) commencing on July 15, 2005 and ending July 15, 2011.

As part of the land sale/purchase option agreement between a developer and the Agency, the developer agreed to take over the repayment obligation of the Agency to FORA. The developer defaulted on its July 15, 2009 payment, consequently the City and Agency made the payment.

Note 9 - New Pronouncements

The GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, issued in March 2009, initially distinguishes fund balance between amounts that are considered nonspendable, such as fund balance associated with long-term notes receivable or inventory, and other amounts that are classified as spendable based on the relative strength of the constraints that control the purposes for which specific amounts can be spent. Beginning with the most binding constraints, fund balance amounts will be reported in the following classifications:

- Restricted - Amounts that can be spent only for the *specific purposes* stipulated by constitution, external resource providers, or through enabling legislation.
- Committed - Amounts that can be used only for the *specific purposes* determined by a formal action of the government's highest level of decision-making authority.
- Assigned - Amounts intended to be used by the government for *specific purposes* but do not meet the criteria to be classified as restricted or committed.
- Unassigned - The residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications.

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS
Notes to Financial Statements
June 30, 2009

Note 9 - New Pronouncements (continued)

The new standard also clarifies the definitions of individual governmental fund types. It also specifies how economic stabilization or "rainy day" amounts should be reported. Because of the specific nature of these accounts, the statement considers stabilization amount as *specific purposes*. Stabilization amounts should be reported in the general fund as restricted or committed if they meet the appropriate criteria. Only if the resources in the stabilization arrangement derive from a restricted or committed revenue source could a stabilization fund be reported as a special revenue fund.

The requirements of this statement are effective for fiscal periods beginning after June 15, 2010 with earlier implementation encouraged.

Note 10 - Prior Period Adjustment

In prior years the Agency reported noncurrent receivables and payables on the governmental funds balance sheet which does not meet the *measurement focus and basis of accounting* requirements under the *modified accrual basis of accounting*. These accounts have been removed from the governmental funds balance sheet with an immaterial adjustment to the Statement of Net Assets.

OTHER REPORTS

MARCELLO & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH AUDIT GUIDELINES FOR CALIFORNIA REDEVELOPMENT AGENCIES

Members of the Redevelopment Agency of the City of Del Rey Oaks
Del Rey Oaks, California

We have audited the component unit financial statements of the Redevelopment Agency of the City of Del Rey Oaks (the Agency) as of and for the year ended June 30, 2009, and have issued our report thereon dated November 20, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the component unit financial statements are free of material misstatement.

Compliance with laws and regulations applicable to the Agency is the responsibility of the Agency's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Agency's compliance with provisions of laws and regulations contained in *Guidelines for Compliance Audits of California Redevelopment Agencies* issued by the State Controller's Office, Division of Accounting and Reporting.

The results of our tests indicated that, with respect to the items tested, the Agency did not comply, in all material respects, with the provisions referred to in the above second paragraph. The instances of noncompliance are described in the accompanying Schedule of Findings as items 2009-1 to 2009-4.

This report is intended for the information of the Agency and the State Controller's Office and is not intended to be and should not be used by persons other than these specified people.

Marcello & Company

Certified Public Accountants
Sacramento, California
November 20, 2009

REDEVELOPMENT AGENCY OF THE CITY OF DEL REY OAKS
Schedule of Findings
Fiscal Year Ended June 30, 2009

Finding 2009-1

The Agency did not adopt a budget for fiscal year 2008-09.

Finding 2009-2

The Agency has not prepared a new five-year Implementation Plan for the period March 25, 2008 through March 25, 2013.

Finding 2009-3

Fiscal year 2007-08 loans between the RDA and the City of Del Rey Oaks have not been formalized.

Finding 2009-4

The Agency was not able to provide to us, or tell us, if the following reports are required, or were filed with the SCO:

- a. Housing Activities Report
- b. Blight Progress Report
- c. Loan Report
- d. Property Report