

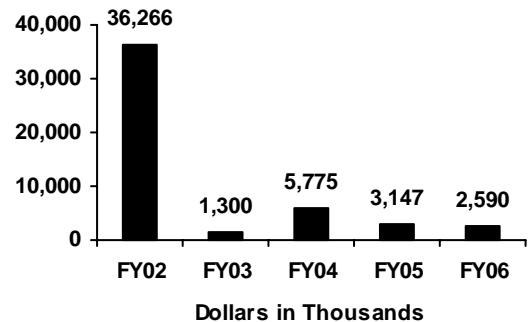
Fund 101-General Fund & Fund 781-City Capital Projects Fund

The General Fund accounts for the general government programs of the City such as Police, Fire, Attorney, Clerk, Treasurer and City Council. Revenue to the General Fund includes all monies not legally (or by sound financial management) accounted for in another fund. General Fund revenues include Property Taxes, Sales Taxes, Licenses and Permits, Fines, Forfeitures and Penalties, Charges for Services and Miscellaneous revenues such as interest. Fund 781 is used for large general fund supported capital expenditures to prevent large "spikes" in the General Fund.

Where were these funds spent in the past?

The General Fund has had an ongoing program of \$750,000 annually with \$500,000 dedicated to facility ADA improvements, \$150,000 for Public Safety generators, and \$100,000 for fire station facility improvements. In the fall of 1999, a 3-year, \$57 million program of expenditures was approved. This included construction of the Meadowview Pool and funding to complete Phase I of the South Natomas Community Center.

Annual CIP Appropriation
GENERAL FUND



Are there restrictions on the use of the funds?

General fund revenues are available for any use as directed by the City Council.

What legislation mandates use of these funds?

There is no specific ordinance or legislation directing the use of funds.



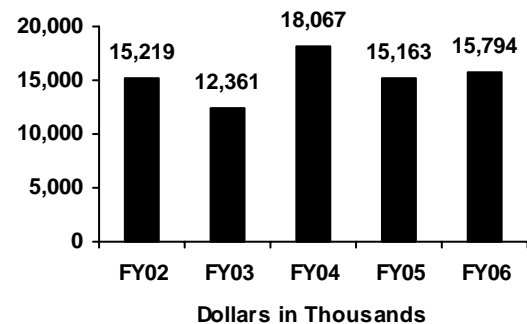
Funds 201 and 207 - Measure A Funds

Measure A Funds account for revenue generated from a 20-year additional ½¢ local sales tax for transportation improvements approved by voters on November 8, 1988, under the State Local Transportation Authority and Improvement Act of 1987. Sales tax is imposed on retailers selling tangible personal property in California. A specific amount of the local funds must be spent on maintenance and a specific amount on capital construction. Each year the City Council approves an expenditure plan for these funds which is submitted to the Sacramento Transportation Authority for final approval.

Where were these funds spent in the past?

In the past, Measure A funds have largely supported street maintenance, signals/lighting, and street improvement projects. Larger projects and programs include the Street Overlay and Seals program, Curb Ramp Construction program and the State and Federal Grant Match.

Annual CIP Appropriation
MEASURE A FUNDS



Are there restrictions on the use of the funds?

Maintenance funds must be spent on right-of-way maintenance and funds used for capital improvements must be spent on specific projects adopted as part of the original ballot measure. Amendments to the project list can be made but must be approved by the Sacramento Transportation Authority Board.

What legislation mandates use of these funds?

Local Transportation Authority and Improvement Act (Public Utilities Code Division 19, Section 180000 et seq. Added by Statutes of 1987, Chapter 786).



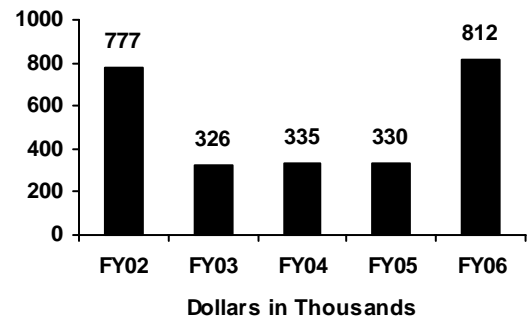
Fund 202 - Gas Tax Funds

Gas Tax Funds account for the \$0.18 per gallon state tax on fuel used to propel a motor vehicle or aircraft. The State Board of Equalization administers the tax and the State Controller distributes the revenues from the tax.

Where were these funds spent in the past?

Gas Tax funds largely support street maintenance and traffic engineering operations. The Gas Tax funds are also used to pay annual debt service for major projects.

Annual CIP Appropriation
GAS TAX FUND



Are there restrictions on the use of the funds?

Use of the gas tax is limited to research, planning, construction, improvement, maintenance, and operating of public streets and highways or public transit guideways.

What legislation mandates use of these funds?

Streets and Highways Code Section 2106, 2107, 2107.5 of the State of California.



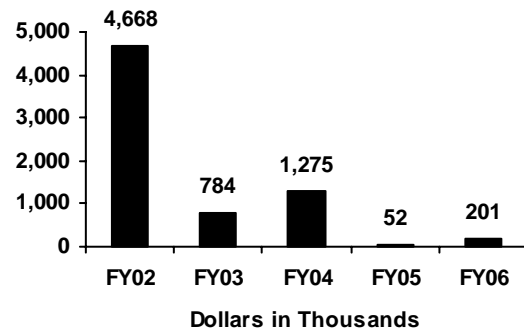
Fund 205 – Block Grant / SHRA Funds

SHRA designates some funds to be administered by the City for capital improvements in the City. These funds are Community Development Block Grant (CDBG) funds allocated under the Federal Housing and Community Development Act of 1977, to be used for providing decent housing and expanded economic opportunities for low and moderate, income persons or from other sources. Funds are budgeted by the Sacramento Housing and Redevelopment Agency.

Where were these funds spent in the past?

In the past, Block Grant/SHRA Funds have largely supported street improvements, parks and community facility improvement projects.

Annual CIP Appropriation
Block Grant / SHRA Funds



Are there restrictions on the use of the funds?

CDBG funds are restricted for use in geographic areas that meet federal guidelines which measure the need for decent housing, an improved living environment, and that can benefit from expanded economic opportunities. Specific improvement projects are submitted for approval and funding to the U.S. Department of Housing and Urban Development (HUD). Funding from HUD is restricted to the project awarded.

What legislation mandates use of these funds?

Housing and Community Development Act of 1977.



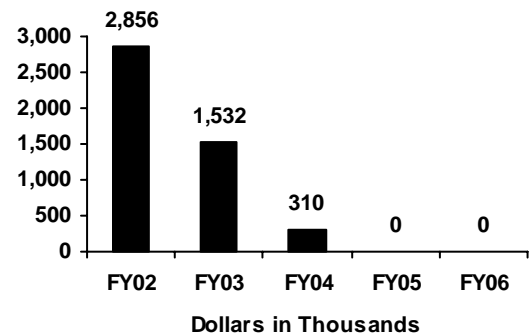
Fund 206 - SHRA/Redevelopment Tax Increment – Downtown

The Sacramento Housing and Redevelopment Agency receives tax increment revenue from redevelopment project areas that are designated by the City Council. Tax increment revenue is derived from property taxes resulting from increases in assessed value on all properties in excess of the assessed value that existed in the year that the project area was created. These funds are under the control of the City of Sacramento's Economic Development Department (for Downtown and Richards Boulevard) and administered by SHRA for the remaining redevelopment areas.

Where were these funds spent in the past?

In each redevelopment area, funds are used for bonded indebtedness principal and interest, operations, infrastructure, housing projects and commercial projects.

Annual CIP Appropriation
SHRA - DOWNTOWN FUNDS



Are there restrictions on the use of the funds?

An agency must establish debt in order to receive tax increment revenue. Tax increment revenue must be used only for redevelopment purposes and to the benefit of the project area in which the revenue was generated. Twenty percent of the revenue must be allocated for low- and moderate- income housing. Funds may not be used for employees or contractual purposes unless the services are directly related to defined redevelopment purposes. Funds may not be used for normal maintenance or operations of buildings, facilities, structures or other publicly owned properties, or for the construction of city halls or county administration buildings.

What legislation mandates use of these funds?

Community Redevelopment Law (Health and Safety Code Section 33000 et seq.)



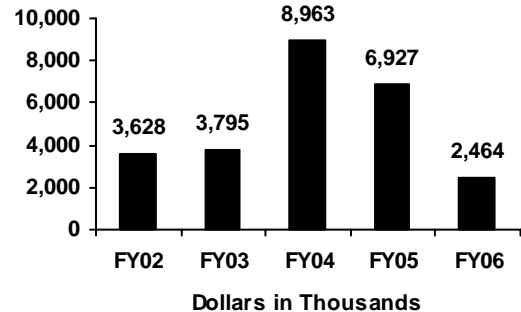
Fund 209 - Major Street Construction Fund

The Major Street Construction Fund derives revenues from a tax imposed by the City in 1978 on all building valuations for new construction or for alterations, which add area to existing buildings (disaster reconstruction is excluded).

Where were these funds spent in the past?

Major Street Construction funding has been used exclusively for transportation projects; specifically the construction of major street-related improvements.

Annual CIP Appropriation
MAJOR STREET CONSTRUCTION



Are there restrictions on the use of the funds?

The use of these funds is restricted to construction replacement, or alteration of roadways, traffic control, and lighting; use for maintenance and/or operations is not permitted.

What legislation mandates use of these funds?

Sacramento City Code Section 3.36.



Fund 212 - Assembly Bill 2928 Funds

Assembly Bill 2928-Maintenance of Effort Program, was passed in August 2000, and established the Traffic Congestion Relief Fund (TCRF) in the State Treasury for allocating to cities and counties for the purpose of street or road maintenance or reconstruction. In the fiscal year 2000/01, \$400 million were allocated by the State, to cities and counties for street or road purposes, with additional funds allocated quarterly in FY2001/02 through 2005/06.

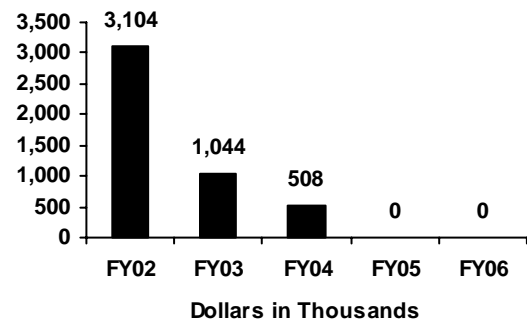
Due to the State budget situation, in September 2003, the State Controller's Office stated that the AB2928 program would be placed on hold for one year. Therefore, the projection for funding in FY2005/06 is zero.

Where were these funds spent in the past?

Eligible uses include:

- **Maintenance** (defined as patching, overlay and sealing)
- **Reconstruction** (includes any overlay, sealing or widening of roadway project. Widening cannot increase traffic capacity of the street or highway)
- **Storm damage repair** (within jurisdictions that have been declared disaster areas by the President of the United States)

Annual CIP Appropriation
ASSEMBLY BILL 2928 FUNDS



Are there restrictions on the use of the funds?

In order to receive any allocation, the City of Sacramento shall annually expend from its General Fund for street, road and highway purposes an amount not less than the annual average of its expenditures from its General Fund. AB 2928 defines the General Fund as any unrestricted funds that the City or County may expend at its discretion, including vehicle in-lieu tax revenues and revenues from fines and forfeitures expended for street and highway purposes.

What legislation mandates use of these funds?

Assembly Bill 2928-Maintenance of Effort Program



Fund 213 - State Route 160 Funds

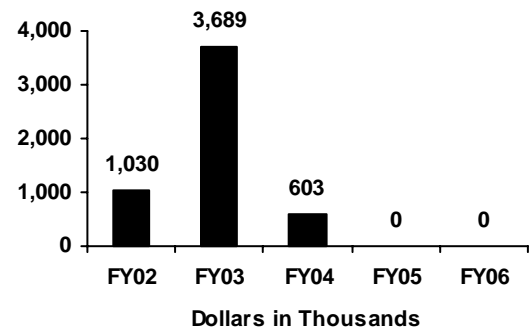
On October 3, 2001, the California Transportation Commission passed Resolution No. R3497 approving relinquishment of State Route 160 to the City of Sacramento from the south city limits to the south abutment of the American River Bridge.

Effective Friday, October 19, 2001, the day following recordation of the Resolution of Relinquishment at the Sacramento County Recorder's office, the City officially owns State Route 160 within the limits stated above.

Where were these funds spent in the past?

The City Council received \$7,401,976 as lump sum compensation for the relinquishment. Per Council direction, the funds will be placed in a separate fund account to be used for financing of the state of good repair and maintenance of existing roadway facilities on the relinquishment section.

Annual CIP Appropriation
STATE ROUTE 160 FUNDS



Are there restrictions on the use of the funds?

The City of Sacramento shall not undertake activities that alter the original or significant historical fabric, or transfer, relocate or demolish historical resources on or within CAS-160-P.M.35.04/44.46 which would affect the integrity or the appearance of the Victory Trees without first giving notice and a summary of the proposed action to the City of Sacramento Planning Department Preservation Office.

This agreement shall terminate upon recording in the County Records Office of the Resolution of Relinquishment, for this portion of Route 160, or on October 1, 2006, whichever is earlier in time; provided, however, that all provisions pertaining to the relinquishment: the lump sum payment, operation, construction, maintenance, repair, liability, indemnity and claims clauses shall remain in effect until terminated or modified, in writing, by mutual agreement.

What legislation mandates use of these funds?

California Transportation Commission Resolution No.R3497



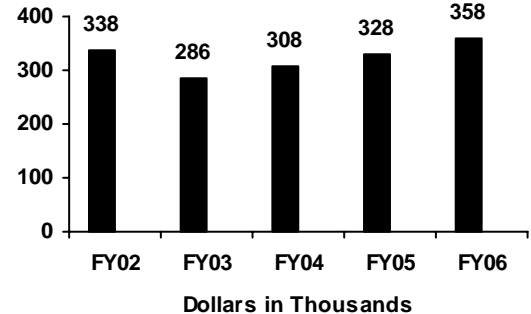
Fund 235 - Transportation Development Act Funds

The Transportation Development Act funds are used to account for receipts and disbursements of monies allocated pursuant to the State of California Transportation Development Act. These monies are obtained via application to the Sacramento Area Council of Governments (SACOG), which administers these funds. The City has traditionally dedicated these funds to bikeway development.

Where were these funds spent in the past?

In the past, Transportation Development Act funds have largely supported the maintenance and development of off-street bikeway projects.

Annual CIP Appropriation
TRANSPORTATION DEV. ACT



Are there restrictions on the use of the funds?

Transportation and Development Act monies are eligible for expenditure for pedestrian and bikeway improvements, or for community transit improvements.

What legislation mandates use of these funds?

The State of California Transportation and Development Act (Government Code Title III, Division 3, Chapter 2, Article II).



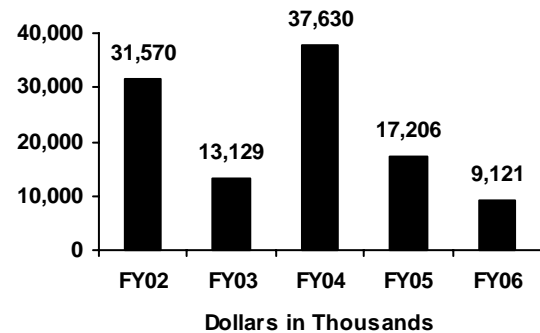
Funds 248, 511 and 512 - Capital Grants Funds

Capital Grants Funds account for various grants received from developers, the state, the federal government and other agencies, that are designated to be used for specific projects or purposes. Each dollar spent has to be accounted for and is audited to assure that the monies were spent for the project intended.

Where were these funds spent in the past?

In the past, Capital Grants have largely supported bikeways, street improvements, streetscape enhancements, as well as Parks and Utilities projects.

Annual CIP Appropriation
CAPITAL GRANTS FUNDS



Are there restrictions on the use of the funds?

Funds are restricted to the specific project or purpose for which the grant was awarded or as designated in the development agreement.

What legislation mandates use of these funds?

There is no specific ordinance or legislation directing the use of Capital Grants Funds. Granting agencies that allocate funds to the City for capital projects administer any legal or administrative requirements specific to each grant.



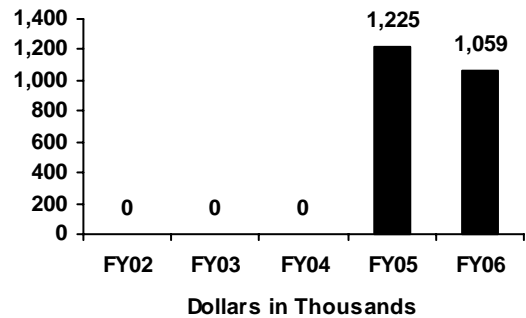
Fund 258 – Development Services Fund

This fund was established to reserve permit fees collected for development-related work that has not been completed. The fees are collected at the time of building permit issuance. Construction inspections occur over the life of the project(s), which may be 18 months or more for large projects. The fund includes a reserve to provide a “soft landing” during economic downturns. This fund will provide the City with the resources needed to retain a core of experienced and trained staff as the economy recovers.

Where were these funds spent in the past?

The fund has been used to support the Development Oversight Commission initiatives, advance monies for the General Plan update, and other development related projects.

Annual CIP Appropriation



Are there restrictions on the use of the funds?

The fund must be used for development related projects or activities.

What legislation mandates use of these funds?

City Council resolution #2001-379



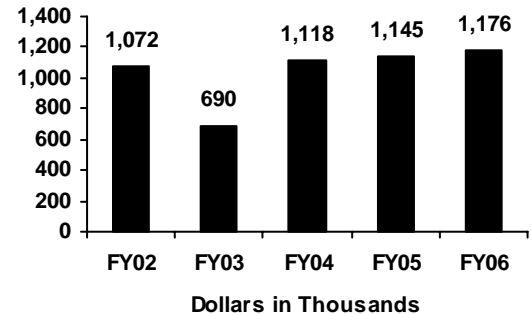
Funds 281 and 282 - Landscape and Lighting Funds

Landscape and Lighting Funds account for revenues generated from a citywide assessment district with assessments based on benefits to be received in each assessment area. Funds are used for safety lighting, median maintenance, parks rehabilitation, and neighborhood lighting maintenance. The Landscaping and Lighting Act of 1972 allows cities, counties and special districts to levy assessments for land purchase and the construction, operating and maintenance of parks, landscaping, lighting, traffic signals and graffiti abatement.

Where were these funds spent in the past?

In the past, Landscape and Lighting funds have largely supported landscaping, rehabilitation of structures and facilities, lighting and other park and recreational improvements. Increased CIP spending FY1996/97 through FY1999/00 was due to the issuance of Lighting and Landscaping Bonds of \$7.2 million in FY1995/96 to finance capital improvements of parks. FY1999/00 was the last year of available construction funding from the bonds. The debt service on these bonds is paid from the assessments.

Annual CIP Appropriation
LANDSCAPE & LIGHTING



Are there restrictions on the use of the funds?

Funds are restricted according to an assessment formula; revenues are collected for specific expenditure categories – park maintenance, lighting, capital projects, median maintenance, and are available for expenditure within the Planning area originally assessed.

What legislation mandates use of these funds?

California Streets & Highways Code Sec. 22500 et Seq.



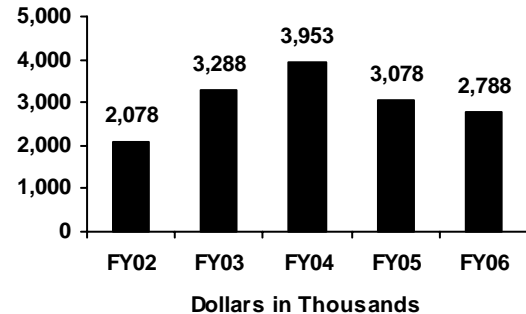
Fund 412 - Parking Fund

Parking Fund provides for the operation, maintenance and improvements of city owned parking facilities. Parking Fund revenues are from parking and retail lease charges within off-street parking facilities. These revenues are then used to pay for parking facility operations, capital improvements and new facility development.

Where were these funds spent in the past?

Parking funds have mainly supported parking projects. The construction of the Memorial Garage was one of the larger projects undertaken in recent years. Other projects that are currently underway include the Downtown Plaza Way Finding project, the structural repairs to City owned parking facilities and the upgrading of the parking revenue control system.

Annual CIP Appropriation
PARKING FUND



Are there restrictions on the use of the funds?

Parking Fund is an Enterprise Fund. Generally, revenues are to be used to offset Enterprise operations, improvements, and may not exceed the estimated reasonable cost of providing these services.

What legislation mandates use of these funds?

Cities have general authority to impose fees, sometimes called charges or rates, under the City's police powers as defined by Article XI, Section 7 or Article XIII B, Section 8 of the California Constitution. There are no specific procedures for fee and rate adoption (Gov't Code 54954.6 & 66000 et seq.).



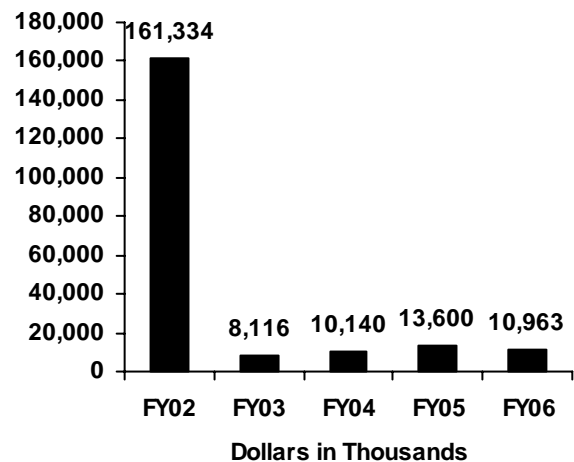
Fund 413- Water Fund

The Water Fund is used to account for the activities associated with the production, distribution and transmission of potable water by the City to its users. The Water Fund supports both the capital and operating costs of providing potable water throughout the City including production, treatment and distribution systems. Revenues are generated by user fees. In addition, the fund receives revenues from development fees, which are used for system improvements necessitated by growth.

Where were these funds spent in the past?

In the past, Water funds have largely supported projects in maintaining a healthy water supply system in conjunction with a comprehensive infrastructure maintenance and expansion program.

Annual CIP Appropriation
WATER FUND



Are there restrictions on the use of the funds?

The Water Fund is an Enterprise Fund. Generally, revenues are to be used to offset Enterprise operations and improvements and may not exceed the estimated reasonable cost of providing these services, plus overhead.

What legislation mandates use of these funds?

Cities have the general authority to impose fees, sometimes called charges or rates, under the City's policy powers as defined by Article XI, Section 7 or Article IIIB, Section 8 of the California Constitution. There are specific procedures for fee and rate adoption (Gov't Code Sec. 54954.6 and 66000 et seq.).



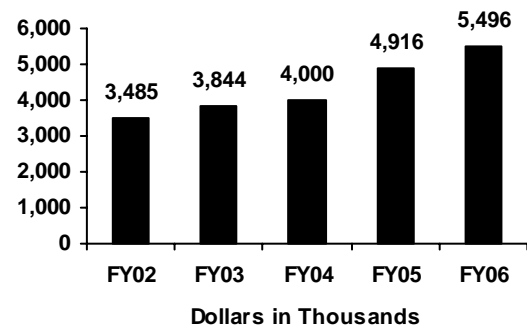
Fund 414 - Sewer Fund

The Sewer Fund accounts for the maintenance, repair and replacement of facilities for collecting, conveying and pumping sanitary and combined sewage to the major interceptor sewers of the Regional Sanitation District. User fees finance operating costs and capital improvements.

Where were these funds spent in the past?

In the past, Sewer funds have largely supported Sewer projects, which include repairing, rehabilitating and improving the sewer system.

Annual CIP Appropriation
SEWER FUND



Are there restrictions on the use of the funds?

The Sewer Fund is an Enterprise Fund. Generally, revenues are to be used to offset Enterprise operations and improvements and may not exceed the estimated reasonable cost of providing these services, plus overhead.

What legislation mandates use of these funds?

Cities have the general authority to impose fees, sometimes called charges or rates, under the City's police powers as defined by Article XI, Section 7 or Article IIIB, Section 8 of the California Constitution. There are specific procedures for fee and rate adoption (Gov't Code Sec. 54954.6 and 66000 et. seq.).



Funds 415 and 416 - Solid Waste Funds

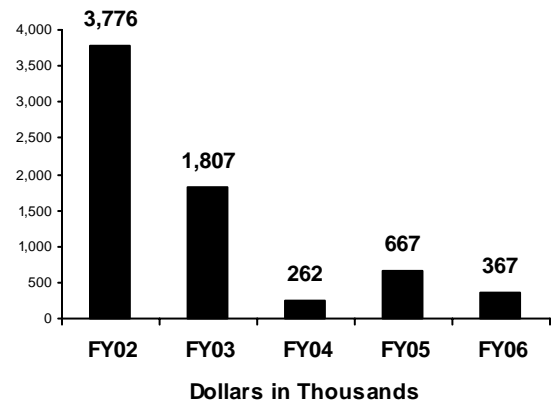
The Solid Waste Funds account for the operation, maintenance and related capital improvements of the City's refuse collection and disposal services. In addition, garden refuse, street sweeping, recycling and a variety of community service programs are provided from this Fund. Revenues are generated from user fees. Solid Waste funds are also the source for the Landfill Closure expenses.

Where were these funds spent in the past?

In the past, Solid Waste funds have largely supported Solid Waste projects such as maintenance, operations, vehicle needs and the Landfill Closure Project.

In FY2000/01, with funds appropriated in FY1999/00, the new Meadowview City Service Center was constructed on Meadowview Road.

Annual CIP Appropriation
SOLID WASTE FUNDS



Are there restrictions on the use of the funds?

The Solid Waste Fund is an Enterprise Fund. Generally, revenues are to be used to offset Enterprise operations, improvements, and may not exceed the estimated reasonable cost of providing these services, plus overhead.

What legislation mandates use of these funds?

Cities have the general authority to impose fees, sometimes called charges or rates, under the City's policy powers as defined by Article XI, Section 7 or Article IIIB, Section 8 of the California Constitution. There are specific procedures for fee and rate adoption (Gov't Code Sec. 54954.6 and 66000 et seq.).

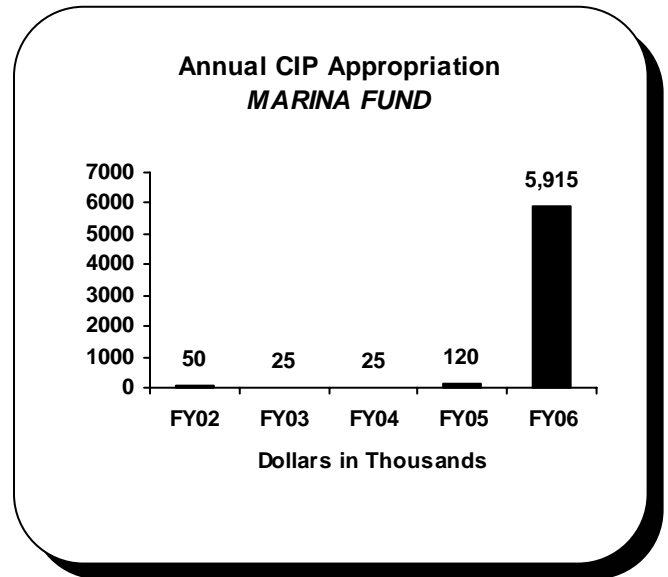


Fund 417 - Marina Fund

The Marina operates as an enterprise fund in which revenues must offset the full cost of Marina operations and capital improvements for 547 berths. Marina revenues are derived from berth rental fees, fuel sales, concession and interest earnings at the Sacramento Marina, located on the Sacramento River at Miller Park.

Where were these funds spent in the past?

Marina Funds support Marina operations and capital projects such as docking facility replacement, harbor dredging, and bank stabilization.



Are there restrictions on the use of the funds?

Funds are restricted for use for Marina operations and capital improvements and may not exceed the estimated reasonable cost of providing services.

What legislation mandates use of these funds?

Cities have general authority to impose fees, sometimes called charges or rates, under the City’s police powers as defined by Article XI, Section 7 or Article XIII B, Section 8 of the California Constitution. There are no specific procedures for fee and rate adoption (Gov’t Code 54954.6 & 66000 et seq.).



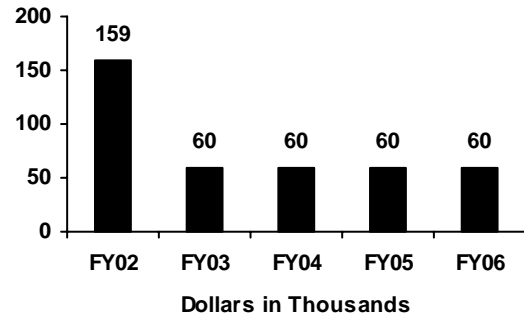
Fund 418 - Golf Fund

The Golf Fund derives its revenues from green fees, golf lessons, golf cart rentals, golf merchandise sales and food and beverage concessions from the City’s three municipal golf facilities. The city golf courses are: Haggin Oaks with two courses – Alister MacKenzie (18 holes) and Arcade Creek (18 holes); Bing Maloney (18 holes) and Bing Maloney Executive (9 holes); and Bartley Cavanaugh (18 holes).

Where were these funds spent in the past?

Projects that have received Golf funding include improvements to golf course greens and irrigation systems.

Annual CIP Appropriation
GOLF FUND



Are there restrictions on the use of the funds?

Funds are restricted to be used for the operation and maintenance of City golf courses, and may not exceed the estimated reasonable cost of providing these services.

What legislation mandates use of these funds?

Cities have the general authority to impose fees, sometimes called charges or rates, under the City’s policy powers as defined by Article XIII B, Section 8 of the California Constitution. There are specific procedures for fee and rate adoption (Gov’t Code §§54954.6 and 66000 et seq.)



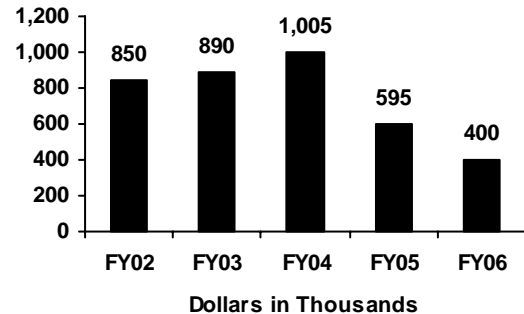
Fund 419 - Community Center Fund

The Community Center Fund, which accounts for the operation of the Sacramento Convention Center Complex and Memorial Auditorium, is supported mainly by Transient Occupancy Taxes (TOT), facility user fees rental and interest earnings. The Transient Occupancy Tax is a general tax charged to individuals who occupy a room(s) in a hotel, motel, etc. The tax is administered by the City. The City TOT rate is 12%. Of this amount, 10% of the revenues are deposited in the Community Center Fund. The remaining 2% is deposited in the General Fund. User fees include facility rental fees, equipment and service fees.

Where were these funds spent in the past?

Community Center funds have supported Community Center projects including the needs assessment and initial design for the Community Center Theater renovation, repair of the Memorial Auditorium stage and replacement of the Convention Center carpeting.

**Annual CIP Appropriation
COMMUNITY CENTER FUND**



Are there restrictions on the use of the funds?

These funding sources are directed to support Community Center operations and capital requirements.

What legislation mandates use of these funds?

Revenue and Taxation Code, Sections 7280 and 7281 and City Ordinance 3.28.



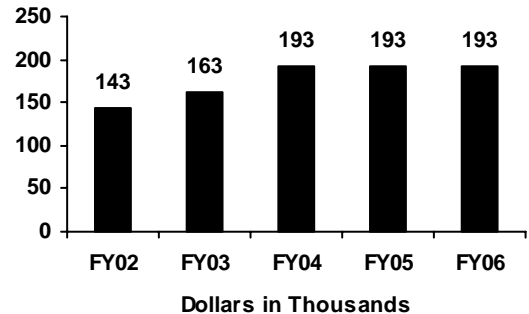
Fund 420 - Fleet Management Fund

The Fleet Management Fund was established to finance and account for services and commodities furnished by Fleet Services to other departments. Services and commodities, supplied exclusively to other departments of the City, include the maintenance, repair and replacement of the City's vehicular equipment. The Fund receives its revenue from charges to other City organizations for services received.

Where were these funds spent in the past?

In the past, Fleet Management funds have largely supported repair/remodel projects. The larger of these projects include: Underground Fuel Tank Replacement, 24th Street City Corporation Center South-Extension, and Americans with Disabilities Act Modifications.

Annual CIP Appropriation
FLEET FUND



Are there restrictions on the use of the funds?

Funds generally are used for fleet replacement and facility improvements.

What legislation mandates use of these funds?

There is no specific ordinance or legislation directing the use of funds.



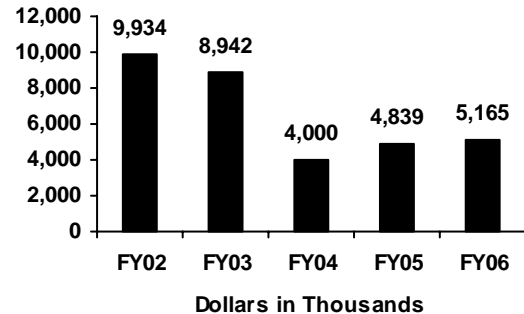
Fund 425 - Storm Drainage Fund

The Storm Drainage Fund is an enterprise fund, which is self-supporting through fees and charges to the consumers. The fees collected for storm drainage are used to account for the activities and maintenance of the City's surface drainage system and 90 storm-pumping stations. Revenues are generated through user fees.

Where were these funds spent in the past?

In the past, Storm Drainage funds have largely supported Sewer and Storm Drainage projects such as repairing, rehabilitating and improving its storm drainage infrastructure as well as maintaining the system in a manner which balances system wide projections in individual drainage basins.

Annual CIP Appropriation
STORM DRAINAGE FUND



Are there restrictions on the use of the funds?

The Storm Drainage Fund is an Enterprise Fund. Generally, revenues are to be used to offset Enterprise operations and improvements and may not exceed the estimated reasonable cost of providing these services, plus overhead.

What legislation mandates use of these funds?

Cities have the general authority to impose fees, sometimes called charges or rates, under the City's police powers as defined by Article XI, Section 7 or Article IIIB, Section 8 of the California Constitution. There are specific procedures for fee and rate adoption (Gov't Code Sec. 54954.6 and 66000 et. seq.).



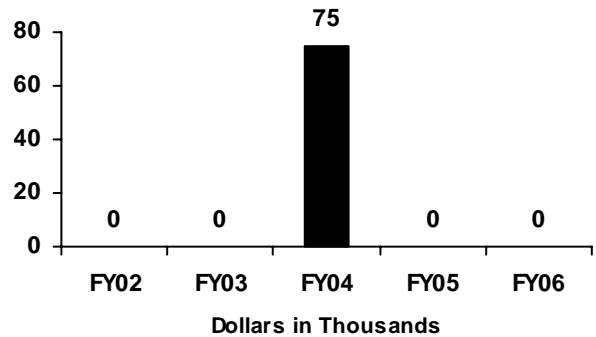
Fund 588 - Land Park Trust Fund

The purpose of the Land Park Trust Fund is to account for assessments in the area around Land Park for improvements to Land Park.

Where were these funds spent in the past?

Most recently, these funds have been spent for tree maintenance, a jogging trail, a rock garden and master planning.

**Annual CIP Appropriation
William Land Park Trust**



Are there restrictions on the use of the funds?

Funds must be used for improvements within William Land Park.

What legislation mandates use of these funds?

Sacramento City Code 3.52.020 (Prior code § 60.07.041).

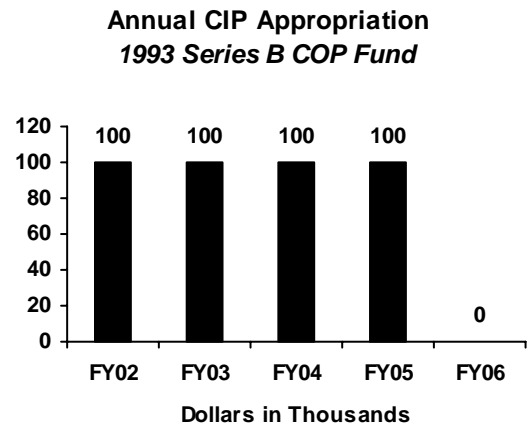


Fund 704 - 1993 Series B COP

The 1993 Series B COP Revenue Bond Fund is used to account for the refunded debt service activities related to the City of Sacramento's 1989 COP issuance and to pay cost of issuance of the Certificates. Residual interest is used to fund projects. At the present time, \$100,000 is used annually to support CB24, Meadowview Center toxics abatement.

Where were these funds spent in the past?

Over the four years displayed in the graph at right, these funds have been used to fund toxics remediation at the Meadowview Community Center.



Are there restrictions on the use of the funds?

There are no specific restrictions on the use of these funds.

What legislation mandates use of these funds?

There is no specific ordinance or legislation directing the use of funds.



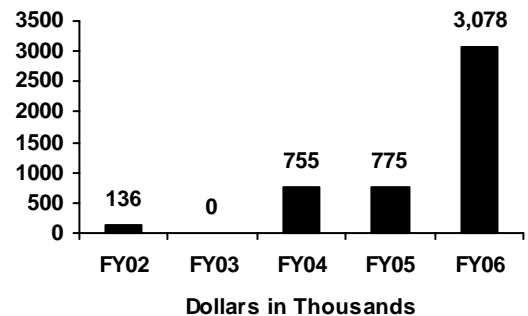
Fund 710 - Quimby Act Funds

Quimby Fund is used to account for fees collected from developer's in-lieu of land dedication for parks and recreation facilities. The revenues must be used "for the purpose of developing new or rehabilitating existing neighborhoods or community parks or recreational facilities to serve the subdivision".

Where were these funds spent in the past?

In the past, Quimby Act funds have largely supported repair/remodeling projects for parks and recreation. Funds are allocated by planning areas which are: Central City, Land Park, Pocket, South Sacramento, East Broadway, East Sacramento, Arden Arcade, North Sacramento, South Natomas, North Natomas and Airport/Meadowview.

Annual CIP Appropriation
QUIMBY ACT FUNDS



Are there restrictions on the use of the funds?

Funds are restricted to the rehabilitation or new development of parks or recreational facilities that will serve the residential subdivisions that are assessed the fee.

What legislation mandates use of these funds?

Chapter 16.64 of the Sacramento City Code. Pursuant to California Government Code Section 66477, the ordinance provides the authority and formula for the dedication or the payment of fees for subdivisions.



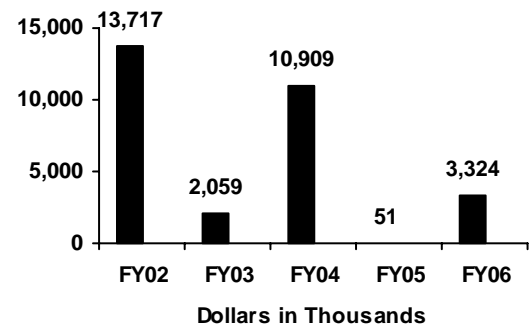
Fund 780 - North Natomas Fund

The Public Facility Fee (PFF) was established with the adoption of the North Natomas Financing Plan. The plan was first approved in 1994, and was last updated in 2002. The PFF area includes the entire North Natomas Community Plan that is within. The PFF will ultimately fund \$209.1 million dollars in public improvement facilities. These include a fire station, police sub-station, a community center library, shuttles, bikeways, freeway improvements, landscaping, major roads, bridges and signals. Payment of the PFF is required of all private development projects in North Natomas. The impact fee is structured to insure that basic infrastructure is in place when needed for the development; the cost of major infrastructure is distributed equally among the property owners; and each developer pays a fair-share for necessary infrastructure.

Where were these funds spent in the past?

This fee has been spent in accordance with the North Natomas Financing Plan.

Annual CIP Appropriation
NORTH NATOMAS



Are there restrictions on the use of the funds?

These funds must be used as specified in the North Natomas Financing Plan.

What legislation mandates use of these funds?

These funds must be used in accordance with the North Natomas Financing Plan.



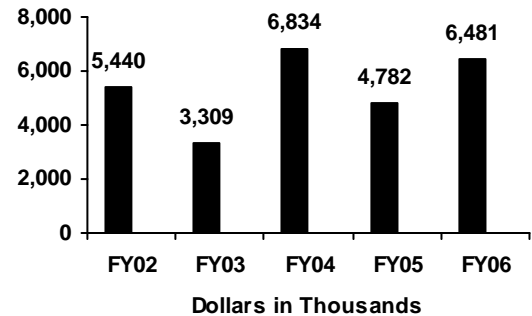
Fund 791 - Park Impact Fee

The Park Impact Fee is a revenue source approved by City Council in August, 1999. This fund is comprised of fees collected from developers at the time a building permit is issued. The revenue must be used to benefit the residents of the planning area from which the fee was collected.

Where were these funds spent in the past?

The Park Impact Fee is a new funding source as of August, 1999. To date it has funded Phase I park development, primarily in North Natomas (Planning Area 10).

Annual CIP Appropriation
PARK IMPACT FEE



Are there restrictions on the use of the funds?

Funds are restricted for use in the Planning Area from where the fees were paid.

What legislation mandates use of these funds?

Sacramento City Ordinance No. 99-044.



Funds 795 and 796 - South Natomas Funds

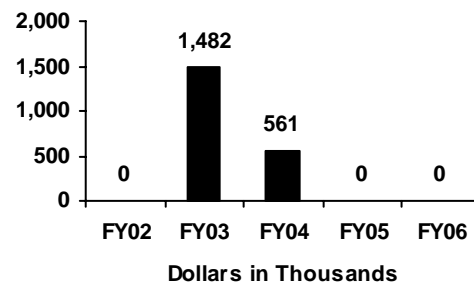
Fund 795-South Natomas Community Infrastructure Fund (SNCIF) - SNCIF was established in 1983 through development agreements for three properties adjacent to Interstate 5; Metropolitan Center, Gateway Center and Corporate Center. This program established special fees paid by developers for construction of various capital improvements to partially mitigate the impact of new commercial construction within the South Natomas area. The SNCIF development agreements expired in 1993. New development in these areas now requires payment of SNCIF fees at the FBA rate.

Fund 796-Facilities Benefit Assessment (FBA) District – The FBA was formed in 1990. All undeveloped or underdeveloped property within the South Natomas Community Plan area was included in the district, with the exception of property subject to the South Natomas development agreements. Fees are paid by developers and collected when building permits are issued. The purpose of the FBA District was to provide funding for infrastructure needs and community enhancements within the South Natomas Community Plan area. At the time of district formation, the City Council adopted a list of twenty-one specific projects to be paid within FBA funds. This program will ultimately fund \$12.9 million dollars in transportation improvements.

Where were these funds spent in the past?

South Natomas is an area bounded by Garden Highway to the south, Interstate 80 on the west and north sides, and the Natomas East Main Drainage Canal on the east side.

Annual CIP Appropriation
SOUTH NATOMAS FUNDS



Are there restrictions on the use of funds?

The assessment district authorization identifies specific uses.

What legislation mandates use of these funds?

On June 10, 1986 the City Council adopted Ordinance number 86-059 which establishes procedures for the formation of a FBA.



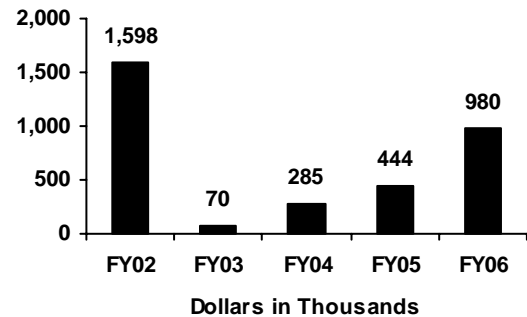
Fund 983 - SHRA/Community Development Block Grant Fund

Community Development Block Grant Funds in this area are those projects, which are administered by SHRA within city boundaries. The allocation is authorized by the Federal Housing and Community Development Act of 1974, to be used for providing decent housing and a suitable living environment, and expanding economic opportunities, principally for persons of low and moderate income. Funds are administered by SHRA in accordance with the 2003-2007 Consolidated Plan (a strategic planning document), and allocated by the annual Action Plan (a budget document), both of which are adopted by the City Council after public review. Some of the projects funded in the Action Plan are City capital improvements projects that are carried out by City departments.

Where were these funds spent in the past?

In the past, CDBG funds have supported street improvements, park projects, and community centers and other resource facilities.

Annual CIP Appropriation
SHRA - BLOCK GRANT FUNDS



Are there restrictions on the use of the funds?

Eligible uses of CDBG funds include capital improvements which: 1) provide direct benefits to low/moderate income individuals; 2) provide benefits to a community which is composed predominantly of low/moderate income households; 3) remove architectural barriers; and/or 4) eliminate blight. Ineligible uses include assistance to buildings or portions thereof used for the general conduct of government.

What legislation mandates use of these funds?

Title One of the Housing and Community Development Act of 1974 as amended.

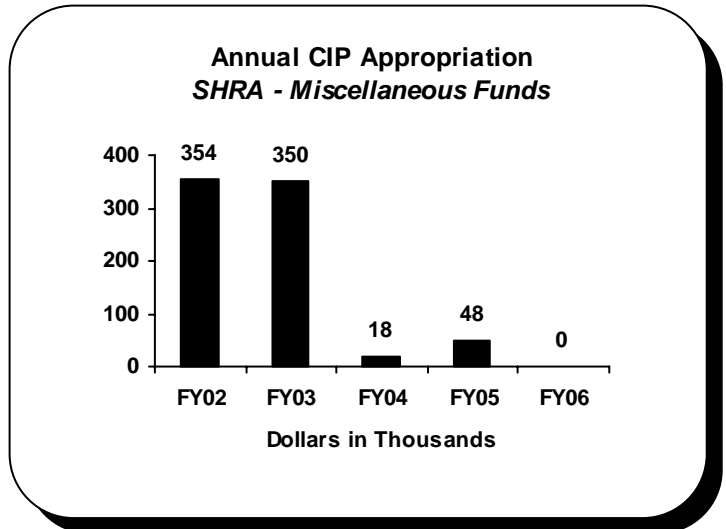


Fund 984 – SHRA/Miscellaneous Fund

For FY05 and FY06, the Pioneer Hall Fund is an enterprise fund for agency owned property. For FY01, two funds were involved: an EDI grant for the Urban League facility in the amount of \$1,200,000 and the Pioneer Hall fund for \$15,685. For FY02, two funds are again involved: the Riverview Plaza Commercial Fund in the amount of \$304,298 and the Downtown Tax Increments for \$450,000. For FY03, Downtown Tax Increments were used for two projects in Old Sacramento.

Where were these funds spent in the past?

The Pioneer Hall fund is for specific projects and is typically received on a one time only basis.



Are there restrictions on the use of the funds?

These funds must be used for Pioneer Hall related activities. The FY01 EDI funds must be used for the Urban League Facility. Riverview Plaza funds must be used for commercial activities at Riverview Plaza and Downtown Tax Increment funds must be used for eligible redevelopment activities in the downtown area.

What legislation mandates use of these funds?

The use of EDI funds is mandated by section 108(q) of the Housing and Community Development Act of 1974. Generally accepted accounting principles require that an enterprise fund must be self-sustaining.



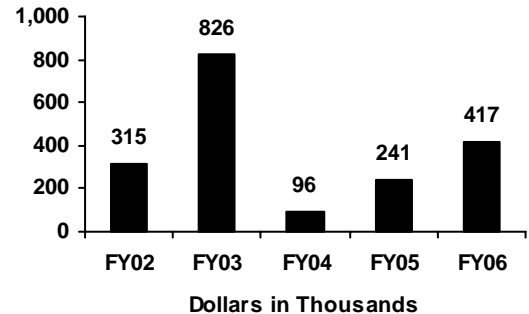
Fund 986 - SHRA/Redevelopment Tax Increment – Alkali Flat

The Sacramento Housing and Redevelopment Agency receives tax increment revenue from redevelopment project areas that are designated by the City Council. Tax increment revenue is derived from property taxes resulting from increases in assessed value on all properties in excess of the assessed value that existed in the year that the project area was created.

Where were these funds spent in the past?

In each redevelopment area, funds are used for bonded indebtedness principal and interest, operations, infrastructure, housing projects and commercial projects.

Annual CIP Appropriation
SHRA - ALKALI FLAT FUNDS



Are there restrictions on the use of the funds?

An agency must establish debt in order to receive tax increment revenue. Tax increment revenue must be used only for redevelopment purposes and to the benefit of the project area in which the revenue was generated. Twenty percent of the revenue must be allocated for low- and moderate- income housing. Funds may not be used for employees or contractual purposes unless the services are directly related to defined redevelopment purposes. Funds may not be used for normal maintenance or operations of buildings, facilities, structures or other publicly owned properties, or for the construction of city halls or county administration buildings.

What legislation mandates use of these funds?

Community Redevelopment Law (Health and Safety Code Section 33000 et seq.)



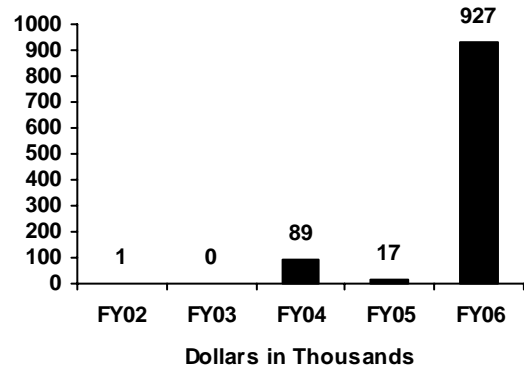
Fund 987- SHRA/Redevelopment Tax Increment - Franklin Boulevard Funds

The Sacramento Housing and Redevelopment Agency receives tax increment revenue from redevelopment project areas that are designated by the City Council. Tax increment revenue is derived from property taxes resulting from increases in assessed value on all properties in excess of the assessed value that existed in the year that the project area was created. The Franklin Boulevard Redevelopment Area is located in both the City of Sacramento and the County of Sacramento. Projects located in either jurisdiction must be approved by that jurisdiction.

Where were these funds spent in the past?

In each redevelopment area, funds are used for bonded indebtedness principal and interest, operations, infrastructure, housing projects and commercial projects.

Annual CIP Appropriation
SHRA - FRANKLIN BLVD. FUNDS



Are there restrictions on the use of the funds?

An agency must establish debt in order to receive tax increment revenue. Tax increment revenue must be used only for redevelopment purposes and to the benefit of the project area in which the revenue was generated. Twenty percent of the revenue must be allocated for low- and moderate- income housing. Funds may not be used for employees or contractual purposes unless the services are directly related to defined redevelopment purposes. Funds may not be used for normal maintenance or operations of buildings, facilities, structures or other publicly owned properties, or for the construction of city halls or county administration buildings.

What legislation mandates use of these funds?

Community Redevelopment Law (Health and Safety Code Section 33000 et seq.)



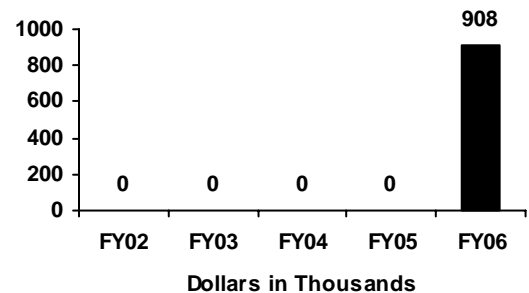
Fund 988 - SHRA/Redevelopment Tax Increment – North Sacramento

The Sacramento Housing and Redevelopment Agency receives tax increment revenue from redevelopment project areas that are designated by the City Council. Tax increment revenue is derived from property taxes resulting from increases in assessed value on all properties in excess of the assessed value that existed in the year that the project area was created.

Where were these funds spent in the past?

In each redevelopment area, funds are used for bonded indebtedness principal and interest, operations, infrastructure, housing projects and commercial projects.

Annual CIP Appropriation
SHRA - NORTH SACRAMENTO
FUNDS



Are there restrictions on the use of the funds?

An agency must establish debt in order to receive tax increment revenue. Tax increment revenue must be used only for redevelopment purposes and to the benefit of the project area in which the revenue was generated. Twenty percent of the revenue must be allocated for low- and moderate- income housing. Funds may not be used for employees or contractual purposes unless the services are directly related to defined redevelopment purposes. Funds may not be used for normal maintenance or operations of buildings, facilities, structures or other publicly owned properties, or for the construction of city halls or county administration buildings.

What legislation mandates use of these funds?

Community Redevelopment Law (Health and Safety Code Section 33000 et seq.)



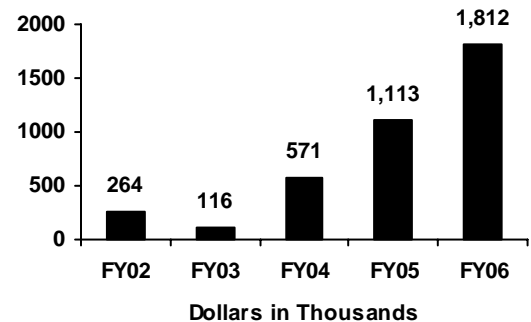
Fund 989 - SHRA/Redevelopment Tax Increment – Oak Park Funds

The Sacramento Housing and Redevelopment Agency receives tax increment revenue from redevelopment project areas that are designated by the City Council. Tax increment revenue is derived from property taxes resulting from increases in assessed value on all properties in excess of the assessed value that existed in the year that the project area was created.

Where were these funds spent in the past?

In each redevelopment area, funds are used for bonded indebtedness principal and interest, operations, infrastructure, housing projects and commercial projects.

Annual CIP Appropriation
SHRA - OAK PARK FUNDS



Are there restrictions on the use of the funds?

An agency must establish debt in order to receive tax increment revenue. Tax increment revenue must be used only for redevelopment purposes and to the benefit of the project area in which the revenue was generated. Twenty percent of the revenue must be allocated for low- and moderate- income housing. Funds may not be used for employees or contractual purposes unless the services are directly related to defined redevelopment purposes. Funds may not be used for normal maintenance or operations of buildings, facilities, structures or other publicly owned properties, or for the construction of city halls or county administration buildings.

What legislation mandates use of these funds?

Community Redevelopment Law (Health and Safety Code Section 33000 et seq.)



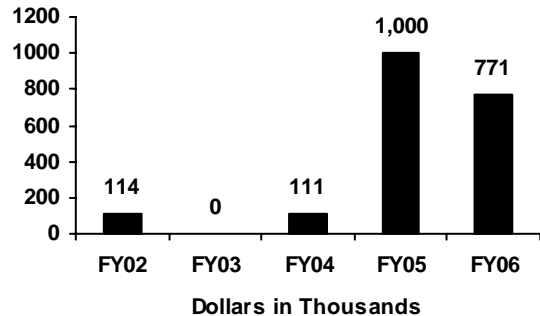
Fund 990 - SHRA/Redevelopment Tax Increment – Stockton Boulevard Funds

The Sacramento Housing and Redevelopment Agency receives tax increment revenue from redevelopment project areas that are designated by the City Council. Tax increment revenue is derived from property taxes resulting from increases in assessed value on all properties in excess of the assessed value that existed in the year that the project area was created. The Stockton Boulevard Redevelopment Area is located in both the City of Sacramento and the County of Sacramento. Projects located in either jurisdiction must be approved by that jurisdiction.

Where were these funds spent in the past?

In each redevelopment area, funds are used for bonded indebtedness principal and interest, operations, infrastructure, housing projects and commercial projects.

Annual CIP Appropriation
SHRA - STOCKTON BLVD. FUNDS



Are there restrictions on the use of the funds?

An agency must establish debt in order to receive tax increment revenue. Tax increment revenue must be used only for redevelopment purposes and to the benefit of the project area in which the revenue was generated. Twenty percent of the revenue must be allocated for low- and moderate- income housing. Funds may not be used for employees or contractual purposes unless the services are directly related to defined redevelopment purposes. Funds may not be used for normal maintenance or operations of buildings, facilities, structures or other publicly owned properties, or for the construction of city halls or county administration buildings.

What legislation mandates use of these funds?

Community Redevelopment Law (Health and Safety Code Section 33000 et seq.)



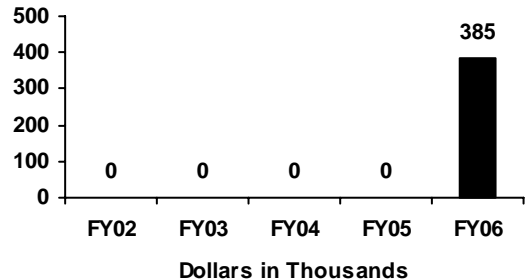
**Fund 991 - SHRA/Redevelopment Tax Increment –
Del Paso Heights**

The Sacramento Housing and Redevelopment Agency receives tax increment revenue from redevelopment project areas that are designated by the City Council. Tax increment revenue is derived from property taxes resulting from increases in assessed value on all properties in excess of the assessed value that existed in the year that the project area was created.

Where were these funds spent in the past?

In each redevelopment area, funds are used for bonded indebtedness principal and interest, operations, infrastructure, housing projects and commercial projects.

**Annual CIP Appropriation
SHRA - DEL PASO HEIGHTS
FUNDS**



Are there restrictions on the use of the funds?

An agency must establish debt in order to receive tax increment revenue. Tax increment revenue must be used only for redevelopment purposes and to the benefit of the project area in which the revenue was generated. Twenty percent of the revenue must be allocated for low- and moderate- income housing. Funds may not be used for employees or contractual purposes unless the services are directly related to defined redevelopment purposes. Funds may not be used for normal maintenance or operations of buildings, facilities, structures or other publicly owned properties, or for the construction of city halls or county administration buildings.

What legislation mandates use of these funds?

Community Redevelopment Law (Health and Safety Code Section 33000 et seq.)



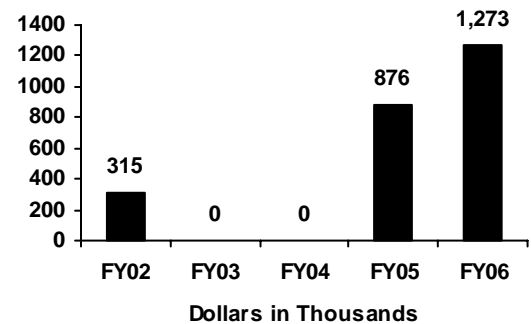
Fund 992 - SHRA/Redevelopment Tax Increment – Army Depot Fund

The Sacramento Housing and Redevelopment Agency receives tax increment revenue from redevelopment project areas that are designated by the City Council. Tax increment revenue is derived from property taxes resulting from increases in assessed value on all properties in excess of the assessed value that existed in the year that the project area was created.

Where were these funds spent in the past?

In each redevelopment area, funds are used for bonded indebtedness principal and interest, operations, infrastructure, housing projects and commercial projects.

Annual CIP Appropriation
SHRA - ARMY DEPOT FUNDS



Are there restrictions on the use of the funds?

An agency must establish debt in order to receive tax increment revenue. Tax increment revenue must be used only for redevelopment purposes and to the benefit of the project area in which the revenue was generated. Twenty percent of the revenue must be allocated for low- and moderate- income housing. Funds may not be used for employees or contractual purposes unless the services are directly related to defined redevelopment purposes. Funds may not be used for normal maintenance or operations of buildings, facilities, structures or other publicly owned properties, or for the construction of city halls or county administration buildings.

What legislation mandates use of these funds?

Community Redevelopment Law (Health and Safety Code Section 33000 et seq.)



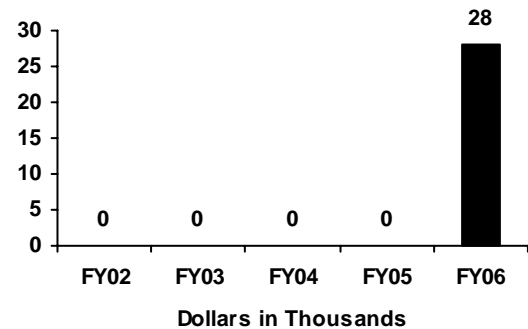
Fund 993 - SHRA/Redevelopment Tax Increment – Auburn Boulevard Redevelopment Area

The Sacramento Housing and Redevelopment Agency receives tax increment revenue from redevelopment project areas that are designated by the City Council. Tax increment revenue is derived from property taxes resulting from increases in assessed value on all properties in excess of the assessed value that existed in the year that the project area was created.

Where were these funds spent in the past?

In each redevelopment area, funds are used for bonded indebtedness principal and interest, operations, infrastructure, housing projects and commercial projects.

Annual CIP Appropriation
SHRA - AUBURN BLVD FUNDS



Are there restrictions on the use of the funds?

An agency must establish debt in order to receive tax increment revenue. Tax increment revenue must be used only for redevelopment purposes and to the benefit of the project area in which the revenue was generated. Twenty percent of the revenue must be allocated for low- and moderate- income housing. Funds may not be used for employees or contractual purposes unless the services are directly related to defined redevelopment purposes. Funds may not be used for normal maintenance or operations of buildings, facilities, structures or other publicly owned properties, or for the construction of city halls or county administration buildings.

What legislation mandates use of these funds?

Community Redevelopment Law (Health and Safety Code Section 33000 et seq.)



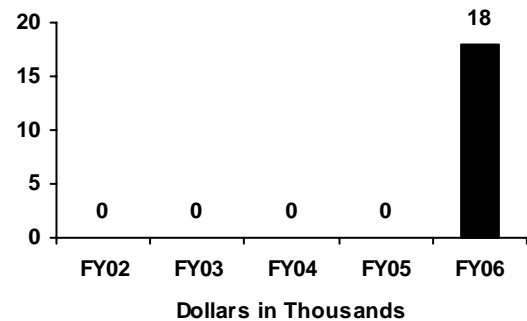
Fund 994 - SHRA/Redevelopment Tax Increment – 65th Street Redevelopment Area

The Sacramento Housing and Redevelopment Agency receives tax increment revenue from redevelopment project areas that are designated by the City Council. Tax increment revenue is derived from property taxes resulting from increases in assessed value on all properties in excess of the assessed value that existed in the year that the project area was created.

Where were these funds spent in the past?

In each redevelopment area, funds are used for bonded indebtedness principal and interest, operations, infrastructure, housing projects and commercial projects.

Annual CIP Appropriation
SHRA - 65TH STREET FUNDS



Are there restrictions on the use of the funds?

An agency must establish debt in order to receive tax increment revenue. Tax increment revenue must be used only for redevelopment purposes and to the benefit of the project area in which the revenue was generated. Twenty percent of the revenue must be allocated for low- and moderate- income housing. Funds may not be used for employees or contractual purposes unless the services are directly related to defined redevelopment purposes. Funds may not be used for normal maintenance or operations of buildings, facilities, structures or other publicly owned properties, or for the construction of city halls or county administration buildings.

What legislation mandates use of these funds?

Community Redevelopment Law (Health and Safety Code Section 33000 et seq.)



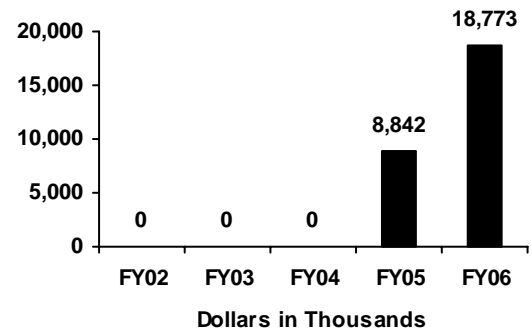
Fund 999 - Developer Credit/Obligation Projects

This fund was established in the five-year capital improvement program to facilitate the appropriation process for projects resulting from developer reimbursement agreements involving fee credits. Fee credits represent forgone fee revenue accepted by the City in exchange for dedicated infrastructure or park improvements. Fee credits are obligations of the City until they are redeemed and are used by developers to offset future City fees.

What is the purpose of this fund?

This fund was established in the five-year capital improvement program to facilitate the appropriation process for projects resulting from developer reimbursement agreements involving fee credits.

Annual CIP Appropriation
GENERAL FUND



Are there restrictions on the use of the funds?

Reimbursements for developer-funded projects are restricted to the development impact fee program associated with the infrastructure received by the City.

What legislation mandates use of these funds?

Development impact fee programs enabled by City Code Title 18 of the Sacramento City Code and Government Code Section 66000 et. Seq. allows the use of these funds.

