



Item #07-7-8
Consent

SACOG Board of Directors

July 12, 2007

Revised Fiscal Year 2007-08 Findings of Apportionment for Sacramento County Local Transportation Funds

Issue: To approved the revised Findings of Apportionment for Sacramento County for Fiscal Year 2007-08.

Recommendation: Because there was no quorum, the Strategic Planning Committee did not take an official vote on this item. However, it was the consensus of the members present that the Committee recommend that the Board approve the Revised Findings of Apportionment for Sacramento County for Fiscal Year 2007-08.

Committee Action/Discussion: In January of each year, the Auditor-Controller for the counties of Sacramento, Sutter, Yolo, and Yuba submit to SACOG their estimate of the ending fund balance for the current fiscal year and an estimate of the revenue for the Local Transportation Funds for the upcoming fiscal year. In January 2007, the Sacramento Auditor-Controller estimated the ending fund balance in the Local Transportation Fund would be \$0 for fiscal year 2006-07 and revenue for fiscal year 2007-08 would be \$54,258,887. They also estimated a reduction in revenue for fiscal year 2006-07, which was incorporated in a revised Finding of Apportionment approved by the Board in February 2007.

Since that time, sales tax revenue has continued to decline in Sacramento County, particularly in the housing and construction industry and transportation industry. When the final receipts for fiscal year 2006-07 were recorded, the County notified SACOG that the decrease in revenue was greater than anticipated in January 2007. SACOG staff met with the County staff and has verified that their assumptions are correct and the Findings of Apportionment should be amended for fiscal year 2007-08 to reflect the further decrease in revenue for fiscal year 2006-07.

After all the fiscal year 2006-07 receipts were received, County staff has revised the ending fund balance from \$0 to -\$1,096,278. Based on the receipts received for fiscal year 2006-07, they have also reduced the estimate for receipts for fiscal year 2007-08 by -4.31% to \$50,144,916, the actual growth rate from fiscal year 2005-06 to fiscal year 2006-07. The combination of these two amounts results in a reduced fiscal year 2007-08 Finding of Apportionment for Sacramento County of \$5,210,249, or a 9.6% reduction from what was originally estimated in January 2007. Unless actual receipts are even further reduced, it is SACOG staff's expectation that this would be the final reduction for fiscal year 2007-08. However, it is also staff's intention to work closely with the County staff to monitor the receipts on a monthly and quarterly basis to anticipate any change in the estimated revenue.

Attached to this item are two spreadsheets. The first is the revised Finding of Apportionment for fiscal year 2007-08, for which we are requesting approval. The second sheet shows the history of the revised Findings of Apportionment for the fiscal years 2006-07 and 2007-08. The claims for your approval elsewhere on this agenda have been revised to reflect the findings of apportionment in this action.

Approved by:

Mike McKeever
Executive Director

MM:JEB:KW:gg
Attachments

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