

RESOLUTION NO. 2007- 47

**A RESOLUTION OF THE CITY COUNCIL OF
THE CITY OF MERCED, CALIFORNIA,
ADOPTING THE BUDGET AND
APPROPRIATING REVENUE FOR FISCAL
YEAR 2007-2008**

WHEREAS, The City Manager has prepared and submitted to the City Council a Proposed Budget for the fiscal year commencing July 1, 2007, and ending June 30, 2008; and,

WHEREAS, The City Council has reviewed and modified the City Manager's Proposed Budget; and,

WHEREAS, The City Council held a public hearing on the Proposed Budget on June 18, 2007, where all interested persons were heard; and,

WHEREAS, The City Council has considered the budget and comments thereon, and has determined it is necessary for the efficient management of the City that certain sums of revenue be appropriated to the various departments, officers, and agencies and activities of the City as set forth in said budget, and as amended.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF MERCED DOES HEREBY FIND, DETERMINE, ORDER AND RESOLVE AS FOLLOWS:

SECTION 1. The annual budget for the City of Merced for the fiscal year beginning July 1, 2007 and ending June 30, 2008, is hereby adopted.

SECTION 2. Said budget hereby adopted is the aforementioned Proposed Budget prepared by the City Manager, entitled, "City of Merced 2007-2008 Budget," incorporated herein as though set forth in full.

SECTION 3. The sums of money therein set forth are hereby appropriated from the revenues of the City to the departments, functions, and funds therein set forth for expenditures during the fiscal year 2007-2008.

SECTION 4. The recommended ending balance for June 30, 2008, shown in the proposed annual Financial Summary section is an estimate, and the actual ending balance is hereby appropriated as a reserve for unanticipated uses as determined by the City Council.

SECTION 5. The appropriations subject to limitation in fiscal year 2007-2008 shall be \$75,918,329 as calculated on Exhibit A attached hereto and made a part hereof.

SECTION 6. The City Manager is authorized to make transfers of budget appropriations between classifications and activities within a fund to purchase such items and services needed to accomplish those purposes set forth in the Program Statements of said budget document and to insure the efficient and effective administration of City services.

PASSED AND ADOPTED by the City Council of the City of Merced at an adjourned regular meeting held on the 18th day of June 2007, by the following called vote:

AYES: Council Members: OSORIO, CORTEZ, GABRIALT-ACOSTA,
POLLARD, SANDERS, WOOTEN

NOES: Council Members: NONE

ABSTAIN: Council Members: NONE

ABSENT: Council Members: SPRIGGS

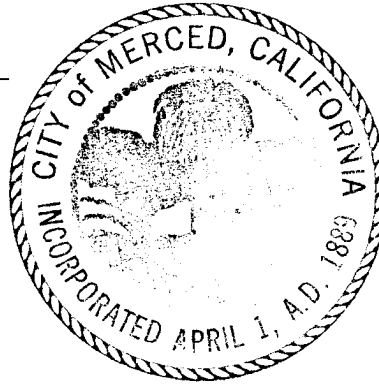
APPROVED:



Mayor

ATTEST:
JAMES G. MARSHALL, CITY CLERK

BY: *[Signature]*
Deputy City Clerk



(SEAL)

APPROVED AS TO FORM:

[Signature] 5/30/07
City Attorney Date

Exhibit "A"

**SUMMARY SCHEDULE
APPROPRIATION LIMIT**

1978-79 Revenue	\$ 13,472,352	1978-79 Appropriations-	\$ 16,362,969
Less: non-proceeds		as amended	
of taxes	7,236,508	Less: non-proceeds of	
debt service	719,175	taxes	7,236,508
Proceeds of taxes	<u>\$ 5,516,669</u>	debt service	
		approp.	<u>719,175</u>
		1978-79 approp. limit	
		(Base Year)	<u>\$ 8,407,286</u>

Year of Change	U.S. Con. Price Index	Per Capita Pers. Inc.	Pop.	Ratio of Change	Approp. Amount	Limit Year
78-79	1.1017		1.0440	1.1502	9,670,000	79-80
79-80		1.1211	1.0200	1.1435	11,057,714	80-81
80-81		1.0912	1.0160	1.1087	12,259,688	81-82
81-82	1.0679		1.1080	1.1832	14,505,662	82-83
82-83		1.0235	1.0534	1.0782	15,640,005	83-84
83-84	1.0474		1.0459	1.0955	17,133,625	84-85
84-85	1.0374		1.0514	1.0907	18,687,645	85-86
85-86	1.0230		1.0426	1.0666	19,931,868	86-87
86-87	1.0304		1.0546	1.0867	21,659,164	87-88
87-88	1.0393		1.0568	1.0983	23,788,910	88-89
88-89	1.0498		1.0429	1.0948	26,045,050	89-90
89-90		1.0421	1.0456	1.0896	28,379,207	90-91
90-91		1.0414	1.0366	1.0795	30,635,786	91-92
91-92		0.9936	1.0185	1.0120	31,003,415	92-93
92-93		1.0272	1.0193	1.0470	32,460,576	93-94
93-94		.7100	1.0154	.7209	33,194,185	94-95
94-95		1.0472	1.0131	1.0609	35,215,711	95-96
95-96		1.0467	1.0123	1.0596	37,314,567	96-97
96-97		1.0467	1.0158	1.0632	39,672,848	97-98
97-98		1.0415	1.0181	1.0604	42,069,088	98-99
98-99		1.0453	1.0166	1.0627	44,706,820	99-00
99-00		1.0491	1.0173	1.0672	47,711,118	00-01
00-01		1.0782	1.0181	1.0977	52,372,494	01-02
01-02		0.9873	1.0285	1.0154	53,179,031	02-03
02-03		1.0231	1.0203	1.0439	55,513,590	03-04
03-04		1.0328	1.0242	1.0578	58,722,276	04-05
04-05		1.0526	1.0454	1.1004	64,617,992	05-06
05-06		1.0396	1.0299	1.0707	69,186,484	06-07
06-07		1.0442	1.0509	1.0973	75,918,329	07-08

2007-08 Projected Revenue Subject to Appropriation:

Limit:

Taxes	\$ 37,071,324
Other Agencies (State Subventions)	2,104,566
Interest	<u>621,010</u>
Total	<u>\$ 39,796,900</u>

Revenues to be received during 2007-08 will not exceed the appropriation limit for 2006-07 in compliance with the State Constitution.

EXHIBIT A

RESOLUTION NO. RDA-663

**A RESOLUTION OF THE REDEVELOPMENT
AGENCY OF THE CITY OF MERCED,
CALIFORNIA, ADOPTING THE BUDGET AND
APPROPRIATING REVENUE FOR FISCAL
YEAR 2007-2008**

WHEREAS, Pursuant to California Redevelopment Law (Health & Safety Code Section 33000 *et seq.*) the Redevelopment Agency of the City of Merced, California (“Agency”) is required to establish a fund for the purpose of increasing, improving, and preserving the community’s supply of low and moderate income housing available at affordable housing cost using Low and Moderate Income funds set aside from twenty percent (20%) of its tax increment revenues; and,

WHEREAS, The Agency has established Low and Moderate Income Housing Funds for the purpose of increasing, improving, and preserving the community’s supply of low and moderate income housing in the City’s two project areas; and,

WHEREAS, Health & Safety Code Section 33334.3(d) requires that the Agency annually determine that the planning and administrative expenses are necessary for the successful production, improvement, or preservation of low and moderate income housing in the City of Merced, and the availability of funding for such administration and planning from other Agency sources is limited; and,

WHEREAS, The City of Merced’s General Plan Housing Element provides substantial evidence that there is a significant need for affordable housing throughout the City of Merced; and,

WHEREAS, Affordable housing development opportunities are not confined to the Agency’s two Project Areas but instead are found throughout the entire community of Merced; and,

WHEREAS, Residential housing development opportunities are particularly limited in Project Area 2 due to the small amount of residentially-zoned land in the Project Area; and,

WHEREAS, The California Health and Safety Code finds and declares that there is a need for affordable housing, and provides authority for expending Redevelopment Low-Moderate Income Housing funds throughout the community without limit as to project area boundaries.

NOW, THEREFORE, THE REDEVELOPMENT AGENCY OF THE CITY OF MERCED DOES HEREBY FIND, DETERMINE, ORDER AND RESOLVE AS FOLLOWS:

SECTION 1. It is necessary to charge planning and administrative services to the Low-Moderate Income Housing Funds of the Agency's two Project Areas, and that the administrative expenses budgeted for Fiscal Year 2007-08 are reasonable and proper.

SECTION 2. Expenditures of Low-Moderate Income Housing funds outside the Agency's two Project Areas are necessary and reasonable and the expenditure of Project Area 2 and Gateways Project Area Low-Moderate Income Housing funds anywhere in the City of Merced, including areas inside and outside of Project Area 2 and Gateways Project Area is authorized.

SECTION 3. The 2007-2008 budget as submitted by the Executive Director and as considered by the Redevelopment Agency, is hereby approved and adopted in the amount of \$23,545,943 and the amounts set forth in the schedules and summaries of said budget document and allocations are hereby approved for the purposes herein stated.

SECTION 4. The Executive Director is authorized to make transfers of budget appropriations between classifications and activities within a fund to purchase such items and services needed to accomplish those purposes set forth in the Program Statements of said budget document and to insure the efficient and effective administration of services.

SECTION 5. The recommended ending balance for June 30, 2008, shown in the proposed annual Financial Summary section is an estimate, and the actual ending balance is hereby appropriated as a reserve for unanticipated uses as determined by the Redevelopment Agency.

SECTION 6. The Executive Director is authorized and directed to adjust budget appropriation amounts to equal actual amounts where state law requires set aside equal to specific percentages.

PASSED AND ADOPTED by the Redevelopment Agency of the City of Merced at an adjourned regular meeting held on the 18th day of June 2007, by the following roll call vote:

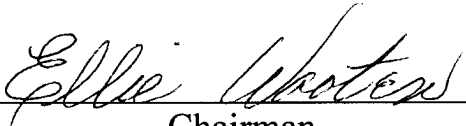
AYES: Agency Members: OSORIO, CORTEZ, GABRIALT-ACOSTA,
POLLARD, SANDERS, WOOTEN

NOES: Agency Members: NONE

ABSTAIN: Agency Members: NONE

ABSENT: Agency Members: SPRIGGS

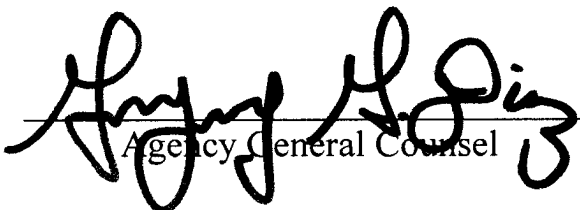
APPROVED:


Chairman

ATTEST:
JAMES G. MARSHALL, SECRETARY

BY: 
Deputy Secretary

APPROVED AS TO FORM:

 5/30/07
Agency General Counsel