

County of Los Angeles Test Claim

Health & Safety Code [H&S] Section 33681.12 added by Statutes of 2004 Chapter 211 [SB 1096] and amended by Statutes of 2004, Chapter 610 [AB 2115]; H&S Sections 33681.13, 33681.14 as added by SB 1096; H&S Section 33681.15 added by AB 2115; Revenue & Taxation Code [R&T] Sections 96.81, 97.75, 97.76, 97.77 added by SB 1096; R&T Sections 97.31, 98.02, as amended by SB 1096; R&R Section 97.68 added by Statutes of 2003, Chapter 162 [AB1766] and amended by SB 1096; R&T Sections 97.70, 97.71, 97.72, 97.73, as added by SB 1096 and amended by AB 2115

Accounting for Local Revenue Realignments

**Volume IV - Documentation**

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### **C. ADMINISTRATION, ACCOUNTING AND REPORTING**

**ITEM 1 – Reporting VLF amounts allocated in 2004-05 to the State Controller’s Office.**

- **See Attachment C-1 , [Pages 4 – 9 Volume 4].**

**ITEM 2 – Distribute ERAF funds to the Sales and Use Tax Compensation Fund and the Vehicle License Fee Property Tax Compensation Fund.**

- **Funds RD9 (ERAF), Triple Flip (SE1), and VLF (SF7) are monitored monthly to ensure funds are being posted correctly.  
See Attachments**
- **See Attachments on Item 13.– c ( Attachments D-1 through H-1)  
[Pages 57 – 134 Volume V]**

**ITEM 3 – Administer new ERAFIII transactions, notify all affected local jurisdictions.**

- **Distribution Group prepares the remittance advices for all trust fund accounts including Community Redevelopment Agencies.  
See Attachment C- 3 -1, [Pages 16 – 17 Volume IV]**

**ITEM 4 – Account and prepare journal vouchers for custodial account transfers, reconcile, and document all account processing subject to audit.**

- **Distribution Group prepares and submits the journal vouchers to account for the above transactions.  
See Attachments C-4-1 through C-11-22 , [Pages 20 – 78, Volume 4]**

**LOS ANGELES COUNTY, AUDITOR-CONTROLLER**  
**APPORTIONMENT AND REFUND SECTION**  
**ESTIMATED COUNTY GENERAL AND CITIES VEHICLE LICENSE FEE ADJUSTMENT AMOUNTS**  
**REDUCTION AMOUNT PURSUANT TO SECTION 97.70 OF THE R & T CODE**  
**FISCAL YEAR 2004-05**

AGENCY ACCT NO	AGENCY NAME	VLF SWAP TOTAL	VLF SWAP DECEMBER	VLF SWAP APRIL
001.05	LOS ANGELES COUNTY GENERAL	733,331,874	366,665,937	366,665,937
100.01	CITY-ALHAMBRA TD #1	4,793,734	2,396,867	2,396,867
101.01	CITY-AGOURA HILS	1,234,975	617,488	617,487
104.01	CITY-ARCADIA TD #1	2,981,740	1,490,870	1,490,870
106.01	CITY-ARTESIA TD #1	959,694	479,847	479,847
108.01	CITY-AVALON TD #1	186,682	93,341	93,341
112.01	CITY-AZUSA TD #1	2,570,701	1,285,351	1,285,350
114.01	CITY-BALDWIN PK TD #1	4,287,875	2,143,938	2,143,937
116.01	CITY-BELL TD #1	2,156,664	1,078,332	1,078,332
118.01	CITY-BELLFLOWER TD #1	4,288,858	2,144,429	2,144,429
119.01	CITY-BELL GARDEN TD #1	2,454,139	1,227,070	1,227,069
120.01	CITY-BEV HILLS TD #1	1,906,175	953,088	953,087
122.01	CITY-BRADBURY TD #1	52,319	26,160	26,159
124.01	CITY-BURBANK TD #1	5,631,892	2,815,946	2,815,946
125.01	CITY-CARSON TD #1	5,369,607	2,684,804	2,684,803
126.01	CITY-CALABASAS TD # 1	1,229,227	614,614	614,613
128.01	CITY-CLAREMONT TD #1	1,940,122	970,061	970,061
131.01	CITY-COMMERCE TD #1	746,134	373,067	373,067
132.01	CITY-COMPTON TD #1	5,231,043	2,615,522	2,615,521
136.01	CITY-COVINA TD #1	2,622,429	1,311,215	1,311,214
138.01	CITY-CUDAHY TD #1	1,431,576	715,788	715,788
140.01	CITY-CULVER CITY TD #1	2,168,530	1,084,265	1,084,265
142.01	CITY-CERRITOS TD #1	3,053,310	1,526,655	1,526,655
143.01	CITY-DOWNEY TD #1	6,015,674	3,007,837	3,007,837
144.01	CITY-EL MONTE TD #1	6,589,888	3,294,944	3,294,944
145.01	CITY-DUARTE TD #1	1,206,093	603,047	603,046
146.01	CITY-DIAMOND BAR TD # 1	3,195,280	1,597,640	1,597,640
148.01	CITY-EL SEGUNDO TD #1	940,740	470,370	470,370
152.01	CITY-GARDENA TD #1	3,236,798	1,618,399	1,618,399
156.01	CITY-GLENDALE TD #1	10,966,315	5,483,158	5,483,157
160.01	CITY-GLENDORA TD #1	2,777,444	1,388,722	1,388,722
163.01	CITY-HAWAII GDNS RP #1	876,088	438,044	438,044
164.01	CITY-HAWTHORNE TD #1	4,702,307	2,351,154	2,351,153
168.01	CITY-HERMOSA BCH TD #1	1,044,615	522,308	522,307
170.01	CITY-HIDDEN HILL TD #1	112,502	56,251	56,251
172.01	CITY-HUNTINGTN P TD #1	3,441,680	1,720,840	1,720,840
174.01	CITY-INDUSTRY TD #1	42,684	21,342	21,342
176.01	CITY-INGLEWOOD TD #1	6,284,642	3,142,321	3,142,321
177.01	CITY-IRWINDALE TD #1	79,634	39,817	39,817
178.01	CITY-LA PUENTE TD #1	2,401,559	1,200,780	1,200,779
179.01	CITY-LAKEWOOD TD #1	4,635,198	2,317,599	2,317,599
180.01	CITY-LA VERNE	1,775,503	887,752	887,751
181.01	CITY-LAWNDALE TD #1	1,850,817	925,409	925,408
182.01	CITY-LA MIRADA TD #1	2,795,004	1,397,502	1,397,502
183.01	CITY-LOMITA TD #1	1,171,012	585,506	585,506
184.01	CITY-LONG BEACH TD #1	26,005,654	13,002,827	13,002,827
185.01	CITY-LA CANADA-F TD #1	1,194,858	597,429	597,429
186.01	CITY-LANCASTER TD #1	7,203,634	3,601,817	3,601,817
187.01	CITY-LA HABRA HT TD # 1	329,166	164,583	164,583
188.01	CITY-LOS ANGELES TD #1	208,932,032	104,466,016	104,466,016
200.01	CITY-LYNWOOD TD #1	3,893,182	1,946,591	1,946,591

**LOS ANGELES COUNTY, AUDITOR-CONTROLLER  
 APPORTIONMENT AND REFUND SECTION  
 ESTIMATED COUNTY GENERAL AND CITIES VEHICLE LICENSE FEE ADJUSTMENT AMOUNTS  
 REDUCTION AMOUNT PURSUANT TO SECTION 97.70 OF THE R & T CODE  
 FISCAL YEAR 2004-05**

AGENCY ACCT NO	AGENCY NAME	VLF SWAP TOTAL	VLF SWAP DECEMBER	VLF SWAP APRIL
203.01	CITY-MALIBU TD # 1	736,413	368,207	368,206
204.01	CITY-MANHATTAN B TD #1	1,952,625	976,313	976,312
208.01	CITY-MAYWOOD TD #1	1,570,942	785,471	785,471
212.01	CITY-MONROVIA TD #1	2,073,683	1,036,842	1,036,841
216.01	CITY-MONTEBELLO TD #1	3,483,864	1,741,932	1,741,932
220.01	CITY-MONTEREY PK TD #1	3,417,857	1,708,929	1,708,928
222.01	CITY-NORWALK TD #1	6,103,716	3,051,858	3,051,858
224.01	CITY-PALOS VRD E TD #1	752,872	376,436	376,436
225.01	CITY-PALMDALE TD #1	7,302,592	3,651,296	3,651,296
226.01	CITY-PARAMOUNT TD #1	3,220,418	1,610,209	1,610,209
228.01	CITY-PASADENA TD #1	7,691,988	3,845,994	3,845,994
230.01	CITY-PICO RIVERA TD #1	3,724,670	1,862,335	1,862,335
232.01	CITY-POMONA TD #1	8,449,514	4,224,757	4,224,757
234.01	CITY-RANCHO P V TD #1	2,410,917	1,205,459	1,205,458
236.01	CITY-REDONDO BCH TD #1	3,574,910	1,787,455	1,787,455
237.01	CITY-ROSEMEAD TD #1	3,165,145	1,582,573	1,582,572
238.01	CITY-ROLLING HLS TD #1	109,502	54,751	54,751
239.01	CITY-ROLL HLS ES TD #1	453,786	226,893	226,893
240.01	CITY-S FERNANDO TD #1	1,323,023	661,512	661,511
241.01	CITY-SAN DIMAS TD #1	2,048,998	1,024,499	1,024,499
244.01	CITY-SAN GABRIEL TD #1	2,238,302	1,119,151	1,119,151
248.01	CITY-SAN MARINO TD #1	725,649	362,825	362,824
249.01	CITY-SANTA CLARITA TD #1	8,802,077	4,401,039	4,401,038
250.01	CITY-SANTA FE SP TD #1	1,002,977	501,489	501,488
252.01	CITY-SANTA MONIC TD #1	4,829,558	2,414,779	2,414,779
256.01	CITY-SIERRA MADR TD #1	591,611	295,806	295,805
260.01	CITY-SIGNAL HILL TD #1	592,107	296,054	296,053
262.01	CITY-SO EL MONTE TD #1	1,233,864	616,932	616,932
264.01	CITY-SOUTH GATE TD #1	5,651,940	2,825,970	2,825,970
268.01	CITY-SO PASADENA TD #1	1,363,482	681,741	681,741
270.01	CITY-TEMPLE CITY TD #1	1,969,589	984,795	984,794
272.01	CITY-TORRANCE TD #1	7,809,363	3,904,682	3,904,681
276.01	CITY-VERNON TD #1	5,291	2,646	2,645
278.01	CITY-WALNUT TD #1	1,768,819	884,410	884,409
280.01	CITY-WEST COVINA TD #1	5,946,326	2,973,163	2,973,163
282.01	CITY-W LAKE VILL TD # 1	492,442	246,221	246,221
283.01	CITY W HOLLYWOOD	2,018,308	1,009,154	1,009,154
284.01	CITY-WHITTIER TD #1	4,856,337	2,428,169	2,428,168
<b>TOTAL</b>	<b>VLF PROPERTY TAX COMP FUND</b>	<b>(1,219,794,780)</b>	<b>(609,897,407)</b>	<b>(609,897,373)</b>

COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

PAGE 1 OF 1

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

J.V. NO. JVN2-141

PURPOSE: FD TRF FR RD9 TO SF7&SE1 01-2005

SCHOOL J.V. NO.

DATE: 02/02/05  
ACCTG. PER. \_\_\_\_\_  
BUD YR. \_\_\_\_\_

LINE NO	FUND	DEPT	ACT TYPE	APPR	M OBJ R SRC	SUB E/R	BS ACCT.	ORG.	SUB ORG	PROG	SUB PGM	JOB/MO PROJ	SUB TASK	IG REFERENCE FUND	DEPT	DEBIT AMOUNT	CREDIT AMOUNT
1	RD9	03					3301									146,877,037.77	
	FBA (ERAF)																
	ACCOUNT DESCRIPTION																
2																	146,877,037.77
	CASH (ERAF)																
	ACCOUNT DESCRIPTION																
3																119,411,031.71	
	CASH (VEHICLE LICENSE FEE FUND)																
	ACCOUNT DESCRIPTION																
4																	119,411,031.71
	FBA (VEHICLE LICENSE FEE FUND)																
	ACCOUNT DESCRIPTION																
5																27,466,006.06	
	CASH (SALES & USE TAX FUND)																
	ACCOUNT DESCRIPTION																
6																	27,466,006.06
	FBA (SALES & USE TAX FUND)																
	ACCOUNT DESCRIPTION																
EXPLANATION: TO TRANSFER BALANCE FROM ERAF FUND AS OF JANUARY 2005 TO VLF PROPERTY TAX COMPENSATION FUND (SF7) AND SALES AND USE TAX COMPENSATION FUND (SE1) FOR FY 2004-05 DISTRIBUTION.																	
COPY TO: TAX DIV. - C. DIEP																	
ACCTG DIV. - E. TANG																	
TAX DIV. - J. GASPAR ✓																	
VERIFIED BY: <i>Elizabeth A. Santiago</i> AUDITOR-CONTROLLER'S USE																	
APPROVED BY: <i>Walter Mui Mungcal</i>																	
PREPARED BY: <i>C. DIEP</i> 213-974-6877																	
DATE APPROVED: 2/2/2005																	
APPROVED BY: <i>Daniel Chavez</i> PROGRAM SPECIALIST III, APO																	
TITLE: PROGRAM SPECIALIST III, APO																	

ACCT TYPE	DESCRIPTION	PROC DATE	TC	POSTING REFERENCE	BEGINNING BALANCE	DEBITS	CREDITS	ENDING BALANCE
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01	ASSETS							
100	CASH				146,877,037.77			146,877,037.77
	FD TRF FR RD9 TO SF7&SE1 1/05	02-02	JV	JV02-141				
	SEC MST 2004-05 1ST PD	02-18	JV	02-7310		91,953,115.82		
	RED MSTR 2004-05 2ND PD	02-18	JV	02-7458		2,883,370.41		
	RED MSTR 2004-05 2ND PD	02-18	JV	02-7459		6,313,966.89		
	RED SUPP 2004-05 2ND PD	02-18	JV	02-7553		1,079,324.36		
	SEC SUPP 2000-01 31 PD	02-18	JV	02-7618		242,124.62		
	SEC SUPP 2001-02 26 PD	02-18	JV	02-7672		24,133.78		
	REFUND 2004-05 FEB PD	02-18	JV	02-7737			1,062,763.36	
	REFUND 2004-05 FEB PD	02-18	JV	02-7738			2,327,225.56	
	FD TRF FR RD9 TO SF7&SE1 02-05	02-25	JV	JV02-1344			99,106,046.96	
	TOTAL BS ACCOUNT CASH				146,877,037.77	102,496,035.88	249,373,073.65	.00
	TOTAL PRIME ACCOUNT CASH				146,877,037.77	102,496,035.88	249,373,073.65	.00

110	TR CUR SEC				764,328,866.23			91,953,115.82
1261	T/R-CUR SEC				764,328,866.23			91,953,115.82
	SEC MST 2004-05 1ST PD	02-18	JV	02-7310				
	TOTAL BS ACCOUNT T/R-CUR SEC				764,328,866.23	.00	91,953,115.82	672,375,750.41
	TOTAL PRIME ACCOUNT TR CUR SEC				764,328,866.23	.00	91,953,115.82	672,375,750.41

111	TR CUR UNSEC				5,599,755.45			5,599,755.45
1262	T/R-CUR UNS				5,599,755.45			5,599,755.45
	TOTAL BS ACCOUNT T/R-CUR UNS				5,599,755.45	.00	.00	5,599,755.45
	TOTAL PRIME ACCOUNT TR CUR UNSEC				5,599,755.45	.00	.00	5,599,755.45

112	TR DELIN SEC				.00			.00
1263	T/R-DEL SEC				.00			.00
	TOTAL BS ACCOUNT T/R-DEL SEC				.00	.00	.00	.00
	TOTAL PRIME ACCOUNT TR DELIN SEC				.00	.00	.00	.00

113	TR DELIN UNS				.00			.00
1264	T/R-DEL UNS				.00			.00
	TOTAL BS ACCOUNT T/R-DEL UNS				.00	.00	.00	.00
	TOTAL PRIME ACCOUNT TR DELIN UNS				.00	.00	.00	.00

141 DUEFR O/F-YE

ACCT TYPE	DESCRIPTION	PROC DATE	TC	POSTING REFERENCE	BEGINNING BALANCE	DEBITS	CREDITS	ENDING BALANCE
01	ASSETS							
100	CASH				.00			
	FD TRF FR RD9 TO SF7&SE1 1/05	02-02	JV	JV02-141		119,411,031.71		
	FD TRF FR RD9 TO SF7&SE1 02-05	02-25	JV	JV02-1344		80,573,216.18		
	TOTAL BS ACCOUNT CASH				.00	199,984,247.89	.00	199,984,247.89
	TOTAL PRIME ACCOUNT CASH				.00	199,984,247.89	.00	199,984,247.89
03	FUND EQUITY							
330	FD BAL-AVAIL				.00			
3301	OTH FB AVAIL				.00			
	FD TRF FR RD9 TO SF7&SE1 1/05	02-02	JV	JV02-141			119,411,031.71	
	FD TRF FR RD9 TO SF7&SE1 02-05	02-25	JV	JV02-1344			80,573,216.18	
	TOTAL BS ACCOUNT OTH FB AVAIL				.00	199,984,247.89		199,984,247.89
	TOTAL PRIME ACCOUNT FD BAL-AVAIL				.00	199,984,247.89		199,984,247.89
	FUND SF7 TOTAL				.00	199,984,247.89		199,984,247.89



FUND MGR SALES & USE TAX COMPENSATI

GENERAL LEDGER ACTIVITY REPORT  
 FISCAL YEAR 2004 - 2005  
 FEBRUARY 01, 2005 THRU FEBRUARY 28, 2005

AC PAGE 2166  
 RUN DATE 03/02/05  
 CAPS REPORT MGL1

ACCT TYPE	DESCRIPTION	PROC DATE	TC	POSTING REFERENCE	BEGINNING BALANCE	DEBITS	CREDITS	ENDING BALANCE
01	ASSETS							
100	CASH							
1000	CASH							
	FD TRF FR RD9 TO SF7&SE1 1/05	02-02	JV	JV02-141		27,466,006.06		
	FD TRF FR RD9 TO SF7&SE1 02-05	02-25	JV	JV02-1344		18,532,830.78		
	TOTAL BS ACCOUNT CASH				.00	45,998,836.84	.00	45,998,836.84
	TOTAL PRIME ACCOUNT CASH				.00	45,998,836.84	.00	45,998,836.84
03	FUND EQUITY							
330	FD BAL-AVAIL							
3301	OTH FB AVAIL				.00			
	FD TRF FR RD9 TO SF7&SE1 1/05	02-02	JV	JV02-141			27,466,006.06	
	FD TRF FR RD9 TO SF7&SE1 02-05	02-25	JV	JV02-1344			18,532,830.78	
	TOTAL BS ACCOUNT OTH FB AVAIL				.00	.00	45,998,836.84	45,998,836.84
	TOTAL PRIME ACCOUNT FD BAL-AVAIL				.00	.00	45,998,836.84	45,998,836.84
	FUND SE1 TOTAL				.00	45,998,836.84	45,998,836.84	.00

COUNTY OF LOS ANGELES  
DEPARTMENT OF AUDITOR-CONTROLLER  
TAX DIVISION

#02-186  
JV 2/02/05  
ref: 01-739

February 1, 2005

TO: Darlene Hoang, Manager  
CRA/Distribution Section

FROM: Kelvin Aikens, Manager *KA*  
Apportionment/Refund Section

SUBJECT: ERAF - VEHICLE LICENSE FEE AND SALES & USE TAX

Please see the attached ERAF AND VLF/SALES & USE TAX summary schedule for payment distribution. ERAF funds (RD9) should be distributed to the Vehicle License Fee Compensation Fund (SF7) \$119,411,031.71 and the Sales & Use Tax Compensation Fund (SE1) \$27,466,006.06 rather than to the K-12 and Community College Districts.

Should you have any questions, please contact Joe Gaspar at 4-5377.

KA:JAG:bb  
H:\Apportionment\Special\ERAF\ERAF Apportionment\2004-05\ERAF MEMO FEBRUARY 2005.doc  
Attachments

*CM*  
*2-1-05*

*02-86*

*K-1*

**COUNTY OF LOS ANGELES  
AUDITOR-CONTROLLER, TAX DIVISION  
APPORTIONMENT/REFUND SECTION  
FEBRUARY 2004-2005**

**Summary of Vehicle License Fee Compensation Fund (SF7) and  
Sales & Use Tax Compensation Fund (SE1)**

Date	ERAF Fund from RD9	SF7 \$ 1,219,794,780.00 81.30%	SE1 \$ 280,596,109.00 18.70%
December-04	727,605,548.07	591,543,310.58	136,062,237.49
January-05	22,589,934.93	18,354,096.42	4,235,838.51
1st 50%	<b>750,195,483.00</b>	<b>609,897,407.00</b>	<b>140,298,076.00</b>
February-05	146,877,037.77	119,411,031.71	27,466,006.06
March-05		-	-
April-05		-	-
May-05		-	-
2nd 50%	<b>146,877,037.77</b>	<b>119,411,031.71</b>	<b>27,466,006.06</b>
<b>Grand Total</b>		<b>729,308,438.71</b>	<b>167,764,082.06</b>

**COUNTY OF LOS ANGELES  
DEPARTMENT OF AUDITOR-CONTROLLER  
TAX DIVISION**

January 19, 2004

TO: Darlene Hoang, Manager  
CRA/Distribution Section

FROM: Kelvin Aikens, Manager  
Apportionment/Refund Section

*K.A. Gaspar*

**SUBJECT: ERAF APPORTIONMENT- FOR THE MONTH OF JANUARY  
2005 (VEHICLE LICENSE FEE AND SALES & USE TAX)**

Please see the attached ERAF AND VLF/SALES & USE TAX summary schedules for the January 2005 payment distribution. ERAF funds (RD9) should be distributed to the Vehicle License Fee Compensation Fund (SF7) **\$18,354,096.42** and the Sales & Use Tax Compensation Fund (SE1) **\$4,235,838.51** rather than to the K-12 and Community College Districts.

Should you have any questions, please contact **Joe Gaspar at 4-5377**.

KA:JAG:bb  
H:\Apportionment\Special\ERAF\ERAF Apportionment\2004-05\ERAF MEMO JANUARY 2005.doc  
Attachments

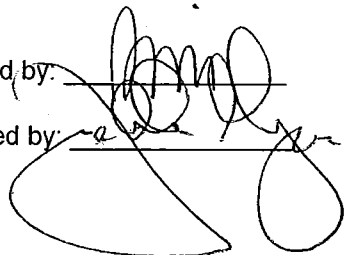
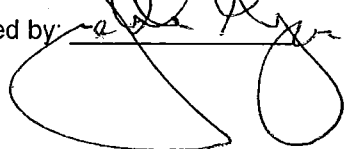
*07 1-19-05*

COUNTY OF LOS ANGELES  
AUDITOR-CONTROLLER, TAX DIVISION  
APPORTIONMENT/REFUND SECTION  
JANUARY 2004-2005

Summary of Vehicle License Fee Compensation Fund (SF7) and  
Sales & Use Tax Compensation Fund (SE1)

Date	ERAF Fund from RD9	SF7 \$ 1,219,794,780.00 81.30%	SE1 \$ 280,596,109.00 18.70%
December-04	* 727,605,548.07	591,543,310.58	136,062,237.49
January-05	22,589,934.93	18,354,096.42	4,235,838.51
1st 50%	750,195,483.00	609,897,407.00	140,298,076.00
February-05		-	-
March-05		-	-
April-05		-	-
May-05		-	-
2nd 50%	-	-	-
<b>Grand Total</b>		<b>609,897,407.00</b>	<b>140,298,076.00</b>

\* - \$745,041,226.10 CAPS + (\$18,000,000.00) CFPD + \$564,321.97 City of Carson = \$727,605,548.07 ERAF

Prepared by:   
Reviewed by: 

Date: 1-19-05  
Date: 1-19-05

ACCT TYPE	DESCRIPTION	PROC DATE	TC POSTING REFERENCE	BEGINNING BALANCE	DEBITS	CREDITS	ENDING BALANCE
01	ASSETS						
1000	CASH						
	FD TRF FRM ERAF TO VAR FDS 12-	12-28	JV JV12-1040		591,543,310.58		
	TOTAL BS ACCOUNT CASH			.00	591,543,310.58	.00	591,543,310.58
	TOTAL PRIME ACCOUNT CASH			.00	591,543,310.58	.00	591,543,310.58
03	FUND EQUITY						
330	FD BAL-AVAIL						
3301	OTH FB AVAIL						
	FD TRF FRM ERAF TO VAR FDS 12-	12-28	JV JV12-1040			591,543,310.58	
	TOTAL BS ACCOUNT OTH FB AVAIL			.00		591,543,310.58	591,543,310.58
	TOTAL PRIME ACCOUNT FD BAL-AVAIL			.00		591,543,310.58	591,543,310.58
	FUND SF7 TOTAL			.00	591,543,310.58	591,543,310.58	.00

ACCT TYPE	DESCRIPTION	PROC DATE	TC	POSTING REFERENCE	BEGINNING BALANCE	DEBITS	CREDITS	ENDING BALANCE
01	ASSETS							
100	CASH							
1000	CASH							
	FD TRF FRM ERAF TO VAR FDS	12-28	JV	JV12-1040		136,062,237.49		
	TOTAL BS ACCOUNT CASH				.00	136,062,237.49		136,062,237.49
	TOTAL PRIME ACCOUNT CASH				.00	136,062,237.49		136,062,237.49
03	FUND EQUITY							
330	FD BAL-AVAIL							
3301	OTH FB AVAIL							
	FD TRF FRM ERAF TO VAR FDS	12-28	JV	JV12-1040			136,062,237.49	
	TOTAL BS ACCOUNT OTH FB AVAIL				.00		136,062,237.49	136,062,237.49
	TOTAL PRIME ACCOUNT FD BAL-AVAIL				.00		136,062,237.49	136,062,237.49
	FUND SE1 TOTAL				.00	136,062,237.49	136,062,237.49	.00

COUNTY OF LOS ANGELES - AUDITOR/CONTROLLER, TAX DIVISION  
 CITY REMITTANCE ADVISE SUMMARY  
 FY 2004-2005  
 DATE OF REMITTANCE December 20, 2004

ACCT.#	DESCRIPTION	TYPE	2004-05 PROPERTY TAX REVENUE	2004-05 SECURED 40% ADVANCE	2004-05 HOX 1ST 15% PAID	2000-01 SEC SUPP 30TH PAID	2001-02 SEC SUPP 25TH PAID	2004-05 SECURED PRIOR YEAR REFUND	2004-05 DIRECT ASSMT BILLING (TAX DIV.)	2004-05 DIRECT ASSMT BILLING (SYSTEMS)	2004-05 ADMIN FEE SB2557
203.01	CITY - MALIBU TD #1	1% D/S AIR TL	1,527,184.26 0.00 0.00 1,527,184.26	1,597,079.14 0.00 0.00 1,597,079.14	7,644.55 0.00 0.00 7,644.55	358.69 0.00 0.00 358.69	(25.07) 0.00 0.00 (25.07)	(6,086.90) 0.00 0.00 (6,086.90)			(71,786.15)
203.56	ASSESSMENT DIST 98-1 D/A	1% D/S AIR TL	0.00 71,140.72 0.00 71,140.72	0.00 71,315.49 0.00 71,315.49	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 (122.69) 0.00 (122.69)	(52.08) 0.00 (52.08)	(71,786.15)
203.57	ASSESSMENT DIST 98-2 D/A	1% D/S AIR TL	0.00 20,708.96 0.00 20,708.96	0.00 20,789.42 0.00 20,789.42	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 (68.80) 0.00 (68.80)	(11.66) 0.00 (11.66)	0.00
203.58	ASSESSMENT DIST 98-3 D/A	1% D/S AIR TL	0.00 15,867.71 0.00 15,867.71	0.00 15,934.01 0.00 15,934.01	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 (60.71) 0.00 (60.71)	(5.59) 0.00 (5.59)	0.00
203.59	CITY OF MALIBU RECYCLING FEE	1% D/S AIR TL	0.00 5,990.38 0.00 5,990.38	0.00 6,725.76 0.00 6,725.76	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 (443.04) 0.00 (443.04)	(292.34) 0.00 (292.34)	0.00
TOTAL 20300		1% D/S AIR TL	1,527,184.26 113,707.77 0.00 1,640,892.03	1,597,079.14 114,764.68 0.00 1,711,843.82	7,644.55 0.00 0.00 7,644.55	358.69 0.00 0.00 358.69	(25.07) 0.00 0.00 (25.07)	(6,086.90) 0.00 0.00 (6,086.90)	0.00 (695.24) 0.00 (695.24)	0.00 (361.67) 0.00 (361.67)	(71,786.15) 0.00 0.00 (71,786.15)

TOTAL COLL	1,640,892.03
PREVIOUS PENDING	0.00
NET COLL	<u>1,640,892.03</u>
PAID COLS	0.00
PAID PSAF	0.00
LESS ERAF III SHIFT (1)	<u>(121,213.98)</u>
TOTAL PAID	<u>1,519,678.05</u>

(1) Adjustment due to new legislation enacted in FY 2004-05 (Senate Bill 1096 and Assembly Bill 2115).

ATTACHMENT C-3-1



COUNTY OF LOS ANGELES AUDITOR/CONTROLLER, TAX DIVISION  
 CITY REMITTANCE ADVISORY SUMMARY  
 FY 2004-2005  
 DATE OF REMITTANCE January 20, 2005

ACCT.#	DESCRIPTION	TYPE	2004-05 PROPERTY TAX REVENUE	2004-05 SECURED 10% ADVANCE ORIG CHARGE	2004-05 HOX 1ST 35% PAID	2002-03 SEC SUPP 17TH PAID	2003-04 SEC SUPP 9TH PAID	2004-05 SEC SUPP 1ST PAID
203.01	CITY - MALIBU TD #1	1% D/S AIR TL	474,030.83 0.00 0.00 474,030.83	399,269.78 0.00 0.00 399,269.78	17,837.25 0.00 0.00 17,837.25	1,098.60 0.00 0.00 1,098.60	14,294.37 0.00 0.00 14,294.37	41,530.83 0.00 0.00 41,530.83
203.56	ASSESSMENT DIST 98-1 D/A	1% D/S AIR TL	0.00 17,828.87 0.00 17,828.87	0.00 17,828.87 0.00 17,828.87	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
203.57	ASSESSMENT DIST 98-2 D/A	1% D/S AIR TL	0.00 5,197.35 0.00 5,197.35	0.00 5,197.35 0.00 5,197.35	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
203.58	ASSESSMENT DIST 98-3 D/A	1% D/S AIR TL	0.00 3,983.50 0.00 3,983.50	0.00 3,983.50 0.00 3,983.50	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
203.59	CITY OF MALIBU RECYCLING FEE	1% D/S AIR TL	0.00 1,681.44 0.00 1,681.44	0.00 1,681.44 0.00 1,681.44	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
TOTAL 20300		1% D/S AIR TL	474,030.83 28,691.16 0.00 502,721.99	399,269.78 28,691.16 0.00 427,960.94	17,837.25 0.00 0.00 17,837.25	1,098.60 0.00 0.00 1,098.60	14,294.37 0.00 0.00 14,294.37	41,530.83 0.00 0.00 41,530.83

TOTAL COLL	502,721.99
PREVIOUS PENDING	0.00
NET COLL	502,721.99
PAID COPS	0.00
PAID PSAF	0.00
PAID VEHICLE LICENSE FEE (1)	368,207.00
PAID SALES & USE TAX (1)	288,871.00
TOTAL PAID	1,139,799.99

(1) Adjustment due to new legislation enacted in FY 2004-05 (Senate Bill 1096 and Assembly Bill 2115).

C-3-2

COUNTY OF LOS ANGELES AUDITOR/CONTROLLER, TAX DIVISION  
 CITY REMITTANCE ADVISORY SUMMARY  
 FY 2004-2005  
 DATE OF REMITTANCE December 20, 2004

ACCT.#	DESCRIPTION	TYPE	2004-05 PROPERTY TAX REVENUE	2004-05 SECURED 40% ADVANCE	2004-05 HOX 1ST 15% PAID	2000-01 SEC SUPP 30TH PAID	2001-02 SEC SUPP 25TH PAID	2004-05 SECURED PRIOR YEAR REFUND	2004-05 DIRECT ASSMT BILLING (TAX DIV.)	2004-05 ADMIN FEE SB2557
342.01	LITTLEROCK CREEK IRR DIST	1% D/S TL	46,911.08 0.00 46,911.08	49,779.07 0.00 49,779.07	217.59 0.00 217.59	12.27 0.00 12.27	(0.80) 0.00 (0.80)	(177.50) 0.00 (177.50)		(2,919.55) (2,919.55)
342.02	LITTRK CR IRR I D SERV AREA ZN	1% D/S TL	25,616.55 0.00 25,616.55	25,588.60 0.00 25,588.60	119.15 0.00 119.15	6.48 0.00 6.48	(0.42) 0.00 (0.42)	(97.26) 0.00 (97.26)	0.00 0.00 0.00	0.00
342.03	LITTRK CR IRR I DIST STANDBY	1% D/S TL	0.00 216,157.90 216,157.90	0.00 216,631.10 216,631.10	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00	(473.20) (473.20)	0.00
TOTAL 34200		1% D/S TL	72,527.63 216,157.90 288,685.53	75,367.67 216,631.10 291,998.77	336.74 0.00 336.74	18.75 0.00 18.75	(1.22) 0.00 (1.22)	(274.76) 0.00 (274.76)	0.00 (473.20) (473.20)	(2,919.55) 0.00 (2,919.55)

TOTAL PAID	288,685.53
PREVIOUS PENDING	0.00
NET COLL	288,685.53
LESS ERAF III SHIFT (1)	(68,923.49)
TOTAL PAID	219,762.04

(1) Adjustment due to new legislation enacted in FY 2004-05 (Senate Bill 1096 and Assembly Bill 2115).

C-3-3



J. TYLER McCAULEY  
AUDITOR-CONTROLLER

**COUNTY OF LOS ANGELES  
DEPARTMENT OF AUDITOR-CONTROLLER**

KENNETH HAHN HALL OF ADMINISTRATION  
500 WEST TEMPLE STREET, ROOM 484  
LOS ANGELES, CALIFORNIA 90012-2766  
PHONE: (213) 974-8361 FAX: (213) 229-0688

March 4, 2005

Mr. Josh Betta, Finance Director  
South Pasadena Redevelopment Agency  
1414 Mission Street  
South Pasadena, CA 91030

Dear Mr. Betta:

**FY 2004-05 EDUCATION REVENUE AUGMENTATION FUND (ERAF) SHIFT**

As indicated by the State Department of Finance letter dated November 8, 2004, by March 1<sup>st</sup> the legislative body shall report to the County Auditor how the agency intends to remit the ERAF amount required, or that the legislative body intends to remit the amount in lieu of the agency pursuant to Section 33681.14 of the Health and Safety Code. To date, we have not heard from you.

For your reference, enclosed is the November 8, 2004 letter from State Department of Finance. Your prompt attention to this matter is greatly appreciated.

Should you have any questions, please contact **Sandy Diep** at (213) 893-0694. Our fax number is (213) 229-0179.

Sincerely,

A handwritten signature in cursive script that reads "Darlene Hoang".

Darlene Hoang, Manager  
CRA/Distribution Section  
Tax Division

DH:SD  
H:\Community Redevelopment\CRA's\ERAF\FY2004-05\Correspondence  
Attachment

**COUNTY OF LOS ANGELES  
DEPARTMENT OF AUDITOR-CONTROLLER  
TAX DIVISION**

January 5, 2005

TO: Darlene Hoang, Manager  
CRA/Distribution Section

FROM: Kelvin Aikens, Manager  
Apportionment/Refund Section

*KA  
JAG*

**SUBJECT: VEHICLE LICENSE FEE AND SALES & USE TAX 1<sup>st</sup> PAYMENT  
2004-05**

Attached please find the Vehicle License Fee and the Sales & Use Tax payment schedule for County General and Cities. Utilize the schedule to transfer **\$609,897,407.00** from the Vehicle License Fee Compensation Fund (SF7) and **\$140,298,076.00** from the Sales & Use Tax Compensation Fund (SE1) to all respective agencies during the January 20<sup>th</sup>, 2005 payment.

Should you have any questions, please contact **Joe Gaspar** at **4-5377**.

KA:JAG:fs  
Shared:Apportionment:Special:ERAF:2004-05 ERAF:Memos: VLF & Sales Tax 1<sup>st</sup> Payment 2004

*CM  
1-5-05*

*C-4-1*

LOS ANGELES COUNTY, AUDITOR-CONTROLLER  
 APPORTIONMENT AND REFUND SECTION  
 ESTIMATED COUNTYWIDE ADJUSTMENT AMOUNT  
 PURSUANT TO SECTION 97.68 OF THE R & T CODE  
 FISCAL YEAR 2004-05

AGENCY ACCT NO	AGENCY NAME	TRIPLE FLIP TOTAL	TRIPLE FLIP JANUARY	TRIPLE FLIP MAY
001.05	LOS ANGELES COUNTY GENERAL	10,893,651	5,446,826	5,446,825
100.01	CITY-ALHAMBRA TD #1	2,884,822	1,442,411	1,442,411
101.01	CITY-AGOURA HILS	742,400	371,200	371,200
104.01	CITY-ARCADIA TD #1	1,845,777	922,889	922,888
106.01	CITY-ARTESIA TD #1	475,470	237,735	237,735
108.01	CITY-AVALON TD #1	157,774	78,887	78,887
112.01	CITY-AZUSA TD #1	986,673	493,337	493,336
114.01	CITY-BALDWIN PK TD #1	1,123,987	561,994	561,993
116.01	CITY-BELL TD #1	576,559	288,280	288,279
118.01	CITY-BELLFLOWER TD #1	1,322,635	661,318	661,317
119.01	CITY-BELL GARDEN TD #1	346,964	173,482	173,482
120.01	CITY-BEV HILLS TD #1	4,792,038	2,396,019	2,396,019
122.01	CITY-BRADBURY TD #1	2,070	1,035	1,035
124.01	CITY-BURBANK TD #1	6,195,272	3,097,636	3,097,636
125.01	CITY-CARSON TD #1	4,909,191	2,454,596	2,454,595
126.01	CITY-CALABASAS TD #1	1,169,496	584,748	584,748
128.01	CITY-CLAREMONT TD #1	1,151,880	575,940	575,940
131.01	CITY-COMMERCE TD #1	2,748,010	1,374,005	1,374,005
132.01	CITY-COMPTON TD #1	1,114,857	557,429	557,428
136.01	CITY-COVINA TD #1	1,946,180	973,090	973,090
138.01	CITY-CUDAHY TD #1	314,282	157,141	157,141
140.01	CITY-CULVER CITY TD #1	3,836,964	1,918,482	1,918,482
142.01	CITY-CERRITOS TD #1	6,343,468	3,171,734	3,171,734
143.01	CITY-DOWNEY TD #1	3,112,358	1,556,179	1,556,179
144.01	CITY-EL MONTE TD #1	4,214,051	2,107,026	2,107,025
145.01	CITY-DUARTE TD #1	1,027,999	514,000	513,999
146.01	CITY-DIAMOND BAR TD #1	752,464	376,232	376,232
148.01	CITY-EL SEGUNDO TD #1	1,984,653	992,327	992,326
152.01	CITY-GARDENA TD #1	1,892,673	946,337	946,336
156.01	CITY-GLENDALE TD #1	6,803,447	3,401,724	3,401,723
160.01	CITY-GLENDORA TD #1	1,614,263	807,132	807,131
163.01	CITY-HAWAII GDNS RP #1	141,335	70,668	70,667
164.01	CITY-HAWTHORNE TD #1	2,250,462	1,125,231	1,125,231
168.01	CITY-HERMOSA BCH TD #1	620,506	310,253	310,253
170.01	CITY-HIDDEN HILL TD #1	4,154	2,077	2,077
172.01	CITY-HUNTINGTN P TD #1	1,319,925	659,963	659,962
174.01	CITY-INDUSTRY TD #1	6,712,402	3,356,201	3,356,201
176.01	CITY-INGLEWOOD TD #1	1,960,093	980,047	980,046
177.01	CITY-IRWINDALE TD #1	922,149	461,075	461,074
178.01	CITY-LA PUENTE TD #1	603,328	301,664	301,664
179.01	CITY-LAKEWOOD TD #1	2,593,166	1,296,583	1,296,583
180.01	CITY-LA VERNE	776,329	388,165	388,164
181.01	CITY-LAWNDALE TD #1	552,097	276,049	276,048

*0-01-2*

LOS ANGELES COUNTY, AUDITOR-CONTROLLER  
 APPORTIONMENT AND REFUND SECTION  
 ESTIMATED COUNTYWIDE ADJUSTMENT AMOUNT  
 PURSUANT TO SECTION 97.68 OF THE R & T CODE  
 FISCAL YEAR 2004-05

AGENCY ACCT NO	AGENCY NAME	TRIPLE FLIP TOTAL	TRIPLE FLIP JANUARY	TRIPLE FLIP MAY
182.01	CITY-LA MIRADA TD #1	2,163,671	1,081,836	1,081,835
183.01	CITY-LOMITA TD #1	328,300	164,150	164,150
184.01	CITY-LONG BEACH TD #1	9,881,530	4,940,765	4,940,765
185.01	CITY-LA CANADA-F TD #1	451,996	225,998	225,998
186.01	CITY-LANCASTER TD #1	3,861,754	1,930,877	1,930,877
187.01	CITY-LA HABRA HT TD # 1	9,535	4,768	4,767
188.01	CITY-LOS ANGELES TD #1	90,695,756	45,347,878	45,347,878
200.01	CITY-LYNWOOD TD #1	668,213	334,107	334,106
203.01	CITY-MALIBU TD # 1	537,742	268,871	268,871
204.01	CITY-MANHATTAN B TD #1	1,734,524	867,262	867,262
208.01	CITY-MAYWOOD TD #1	204,639	102,320	102,319
212.01	CITY-MONROVIA TD #1	1,899,628	949,814	949,814
216.01	CITY-MONTEBELLO TD #1	2,353,056	1,176,528	1,176,528
220.01	CITY-MONTEREY PK TD #1	1,187,703	593,852	593,851
222.01	CITY-NORWALK TD #1	2,012,569	1,006,285	1,006,284
224.01	CITY-PALOS VRD E TD #1	57,821	28,911	28,910
225.01	CITY-PALMDALE TD #1	3,650,506	1,825,253	1,825,253
226.01	CITY-PARAMOUNT TD #1	1,413,821	706,911	706,910
228.01	CITY-PASADENA TD #1	7,609,023	3,804,512	3,804,511
230.01	CITY-PICO RIVERA TD #1	1,530,348	765,174	765,174
232.01	CITY-POMONA TD #1	3,156,467	1,578,234	1,578,233
234.01	CITY-RANCHO P V TD #1	243,031	121,516	121,515
236.01	CITY-REDONDO BCH TD #1	2,038,430	1,019,215	1,019,215
237.01	CITY-ROSEMEAD TD #1	751,318	375,659	375,659
239.01	CITY-ROLL HLS ES TD #1	356,899	178,450	178,449
240.01	CITY-S FERNANDO TD #1	1,107,395	553,698	553,697
241.01	CITY-SAN DIMAS TD #1	1,137,729	568,865	568,864
244.01	CITY-SAN GABRIEL TD #1	858,915	429,458	429,457
248.01	CITY-SAN MARINO TD #1	104,581	52,291	52,290
249.01	CITY-SANTA CLARITA TD #1	6,470,439	3,235,220	3,235,219
250.01	CITY-SANTA FE SP TD #1	5,099,968	2,549,984	2,549,984
252.01	CITY-SANTA MONIC TD #1	6,577,468	3,288,734	3,288,734
256.01	CITY-SIERRA MADR TD #1	53,153	26,577	26,576
260.01	CITY-SIGNAL HILL TD #1	2,523,154	1,261,577	1,261,577
262.01	CITY-SO EL MONTE TD #1	896,210	448,105	448,105
264.01	CITY-SOUTH GATE TD #1	1,642,659	821,330	821,329
268.01	CITY-SO PASADENA TD #1	362,869	181,435	181,434
270.01	CITY-TEMPLE CITY TD #1	334,644	167,322	167,322
272.01	CITY-TORRANCE TD #1	9,164,531	4,582,266	4,582,265
276.01	CITY-VERNON TD #1	1,190,014	595,007	595,007
278.01	CITY-WALNUT TD #1	355,216	177,608	177,608
280.01	CITY-WEST COVINA TD #1	3,262,019	1,631,010	1,631,009
282.01	CITY-W LAKE VILL TD # 1	666,627	333,314	333,313

*C. - 6 - 9*

LOS ANGELES COUNTY, AUDITOR-CONTROLLER  
APPORTIONMENT AND REFUND SECTION  
ESTIMATED COUNTYWIDE ADJUSTMENT AMOUNT  
PURSUANT TO SECTION 97.68 OF THE R & T CODE  
FISCAL YEAR 2004-05

AGENCY ACCT NO	AGENCY NAME	TRIPLE FLIP TOTAL	TRIPLE FLIP JANUARY	TRIPLE FLIP MAY
283.01	CITY W HOLLYWOOD	2,055,154	1,027,577	1,027,577
284.01	CITY-WHITTIER TD #1	2,196,810	1,098,405	1,098,405
TOTAL		<u>280,596,109</u>	<u>140,298,076</u>	<u>140,298,033</u>

C-4-4

**LOS ANGELES COUNTY, AUDITOR-CONTROLLER  
 APPORTIONMENT AND REFUND SECTION  
 ESTIMATED COUNTY GENERAL AND CITIES VEHICLE LICENSE FEE ADJUSTMENT AMOUNTS  
 REDUCTION AMOUNT PURSUANT TO SECTION 97.70 OF THE R & T CODE  
 FISCAL YEAR 2004-05**

AGENCY ACCT NO	AGENCY NAME	VLF SWAP TOTAL	VLF SWAP JANUARY	VLF SWAP MAY
001.05	LOS ANGELES COUNTY GENERAL	733,331,874	366,665,937	366,665,937
100.01	CITY-ALHAMBRA TD #1	4,793,734	2,396,867	2,396,867
101.01	CITY-AGOURA HILS	1,234,975	617,488	617,487
104.01	CITY-ARCADIA TD #1	2,981,740	1,490,870	1,490,870
106.01	CITY-ARTESIA TD #1	959,694	479,847	479,847
108.01	CITY-AVALON TD #1	186,682	93,341	93,341
112.01	CITY-AZUSA TD #1	2,570,701	1,285,351	1,285,350
114.01	CITY-BALDWIN PK TD #1	4,287,875	2,143,938	2,143,937
116.01	CITY-BELL TD #1	2,156,664	1,078,332	1,078,332
118.01	CITY-BELLFLOWER TD #1	4,288,858	2,144,429	2,144,429
119.01	CITY-BELL GARDEN TD #1	2,454,139	1,227,070	1,227,069
120.01	CITY-BEV HILLS TD #1	1,906,175	953,088	953,087
122.01	CITY-BRADBURY TD #1	52,319	26,160	26,159
124.01	CITY-BURBANK TD #1	5,631,892	2,815,946	2,815,946
125.01	CITY-CARSON TD #1	5,369,607	2,684,804	2,684,803
126.01	CITY-CALABASAS TD #1	1,229,227	614,614	614,613
128.01	CITY-CLAREMONT TD #1	1,940,122	970,061	970,061
131.01	CITY-COMMERCE TD #1	746,134	373,067	373,067
132.01	CITY-COMPTON TD #1	5,231,043	2,615,522	2,615,521
136.01	CITY-COVINA TD #1	2,622,429	1,311,215	1,311,214
138.01	CITY-CUDAHY TD #1	1,431,576	715,788	715,788
140.01	CITY-CULVER CITY TD #1	2,168,530	1,084,265	1,084,265
142.01	CITY-CERRITOS TD #1	3,053,310	1,526,655	1,526,655
143.01	CITY-DOWNEY TD #1	6,015,674	3,007,837	3,007,837
144.01	CITY-EL MONTE TD #1	6,589,888	3,294,944	3,294,944
145.01	CITY-DUARTE TD #1	1,206,093	603,047	603,046
146.01	CITY-DIAMOND BAR TD #1	3,195,280	1,597,640	1,597,640
148.01	CITY-EL SEGUNDO TD #1	940,740	470,370	470,370
152.01	CITY-GARDENA TD #1	3,236,798	1,618,399	1,618,399
156.01	CITY-GLENDALE TD #1	10,966,315	5,483,158	5,483,157
160.01	CITY-GLENDORA TD #1	2,777,444	1,388,722	1,388,722
163.01	CITY-HAWAII GDNS RP #1	876,088	438,044	438,044
164.01	CITY-HAWTHORNE TD #1	4,702,307	2,351,154	2,351,153
168.01	CITY-HERMOSA BCH TD #1	1,044,615	522,308	522,307
170.01	CITY-HIDDEN HILL TD #1	112,502	56,251	56,251
172.01	CITY-HUNTINGTN P TD #1	3,441,680	1,720,840	1,720,840
174.01	CITY-INDUSTRY TD #1	42,684	21,342	21,342
176.01	CITY-INGLEWOOD TD #1	6,284,642	3,142,321	3,142,321
177.01	CITY-IRWINDALE TD #1	79,634	39,817	39,817
178.01	CITY-LA PUENTE TD #1	2,401,559	1,200,780	1,200,779
179.01	CITY-LAKEWOOD TD #1	4,635,198	2,317,599	2,317,599
180.01	CITY-LA VERNE	1,775,503	887,752	887,751
181.01	CITY-LAWNDALE TD #1	1,850,817	925,409	925,408



**LOS ANGELES COUNTY, AUDITOR-CONTROLLER  
 APPORTIONMENT AND REFUND SECTION  
 ESTIMATED COUNTY GENERAL AND CITIES VEHICLE LICENSE FEE ADJUSTMENT AMOUNTS  
 REDUCTION AMOUNT PURSUANT TO SECTION 97.70 OF THE R & T CODE  
 FISCAL YEAR 2004-05**

AGENCY ACCT NO	AGENCY NAME	VLF SWAP TOTAL	VLF SWAP JANUARY	VLF SWAP MAY
182.01	CITY-LA MIRADA TD #1	2,795,004	1,397,502	1,397,502
183.01	CITY-LOMITA TD #1	1,171,012	585,506	585,506
184.01	CITY-LONG BEACH TD #1	26,005,654	13,002,827	13,002,827
185.01	CITY-LA CANADA-F TD #1	1,194,858	597,429	597,429
186.01	CITY-LANCASTER TD #1	7,203,634	3,601,817	3,601,817
187.01	CITY-LA HABRA HT TD # 1	329,166	164,583	164,583
188.01	CITY-LOS ANGELES TD #1	208,932,032	104,466,016	104,466,016
200.01	CITY-LYNWOOD TD #1	3,893,182	1,946,591	1,946,591
203.01	CITY-MALIBU TD # 1	736,413	368,207	368,206
204.01	CITY-MANHATTAN B TD #1	1,952,625	976,313	976,312
208.01	CITY-MAYWOOD TD #1	1,570,942	785,471	785,471
212.01	CITY-MONROVIA TD #1	2,073,683	1,036,842	1,036,841
216.01	CITY-MONTEBELLO TD #1	3,483,864	1,741,932	1,741,932
220.01	CITY-MONTEREY PK TD #1	3,417,857	1,708,929	1,708,928
222.01	CITY-NORWALK TD #1	6,103,716	3,051,858	3,051,858
224.01	CITY-PALOS VRD E TD #1	752,872	376,436	376,436
225.01	CITY-PALMDALE TD #1	7,302,592	3,651,296	3,651,296
226.01	CITY-PARAMOUNT TD #1	3,220,418	1,610,209	1,610,209
228.01	CITY-PASADENA TD #1	7,691,988	3,845,994	3,845,994
230.01	CITY-PICO RIVERA TD #1	3,724,670	1,862,335	1,862,335
232.01	CITY-POMONA TD #1	8,449,514	4,224,757	4,224,757
234.01	CITY-RANCHO P V TD #1	2,410,917	1,205,459	1,205,458
236.01	CITY-REDONDO BCH TD #1	3,574,910	1,787,455	1,787,455
237.01	CITY-ROSEMEAD TD #1	3,165,145	1,582,573	1,582,572
238.01	CITY-ROLLING HLS TD #1	109,502	54,751	54,751
239.01	CITY-ROLL HLS ES TD #1	453,786	226,893	226,893
240.01	CITY-S FERNANDO TD #1	1,323,023	661,512	661,511
241.01	CITY-SAN DIMAS TD #1	2,048,998	1,024,499	1,024,499
244.01	CITY-SAN GABRIEL TD #1	2,238,302	1,119,151	1,119,151
248.01	CITY-SAN MARINO TD #1	725,649	362,825	362,824
249.01	CITY-SANTA CLARITA TD #1	8,802,077	4,401,039	4,401,038
250.01	CITY-SANTA FE SP TD #1	1,002,977	501,489	501,488
252.01	CITY-SANTA MONIC TD #1	4,829,558	2,414,779	2,414,779
256.01	CITY-SIERRA MADR TD #1	591,611	295,806	295,805
260.01	CITY-SIGNAL HILL TD #1	592,107	296,054	296,053
262.01	CITY-SO EL MONTE TD #1	1,233,864	616,932	616,932
264.01	CITY-SOUTH GATE TD #1	5,651,940	2,825,970	2,825,970
268.01	CITY-SO PASADENA TD #1	1,363,482	681,741	681,741
270.01	CITY-TEMPLE CITY TD #1	1,969,589	984,795	984,794
272.01	CITY-TORRANCE TD #1	7,809,363	3,904,682	3,904,681
276.01	CITY-VERNON TD #1	5,291	2,646	2,645
278.01	CITY-WALNUT TD #1	1,768,819	884,410	884,409
280.01	CITY-WEST COVINA TD #1	5,946,326	2,973,163	2,973,163

C-14-C

LOS ANGELES COUNTY, AUDITOR-CONTROLLER  
APPORTIONMENT AND REFUND SECTION  
ESTIMATED COUNTY GENERAL AND CITIES VEHICLE LICENSE FEE ADJUSTMENT AMOUNTS  
REDUCTION AMOUNT PURSUANT TO SECTION 97.70 OF THE R & T CODE  
FISCAL YEAR 2004-05

AGENCY ACCT NO	AGENCY NAME	VLF SWAP TOTAL	VLF SWAP JANUARY	VLF SWAP MAY
282.01	CITY-W LAKE VILL TD # 1	492,442	246,221	246,221
283.01	CITY W HOLLYWOOD	2,018,308	1,009,154	1,009,154
284.01	CITY-WHITTIER TD #1	4,856,337	2,428,169	2,428,168
TOTAL		<u>1,219,794,780</u>	<u>609,897,407</u>	<u>609,897,373</u>

COUNTY OF S ANGELES  
JOURNAL VOUCHER

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

J.V. NO. JV01-647

DATE 012005

PURPOSE: 04-05 VLF SWAP (1ST PYMT)

SCHOOL J.V. NO

ACCTG. PER.

BUD YR.

LINE NO	FUND	DEPT	ACT	MOBJ	SUB	BS	ORG	PROG	SUB	PGM	JOBWO	SUB	IG	REFERENCE	DEBIT AMOUNT	CREDIT AMOUNT
	SF7		03			3301										
	ACCOUNT DESCRIPTION															
	FBA (VEHICLE LICENSE FEE FD)															
	SF7		01			1000									609,897,407.00	
	ACCOUNT DESCRIPTION															
	CASH (VEHICLE LICENSE FEE FD)															
	A01		01			1000										609,897,407.00
	ACCOUNT DESCRIPTION															
	CASH (CO GEN FD)															
	AO		31			99999									366,665,937.00	
	ACCOUNT DESCRIPTION															
	VLF (CO GEN FD)															
	SEE ATTACHED															
	ACCOUNT DESCRIPTION															
	CASH (VARIOUS TRUST FDS)															
	SEE ATTACHED															
	ACCOUNT DESCRIPTION															
	FBA (VARIOUS TRUST FDS)															
	FOR QUESTIONS RE THIS J.V. PLS. CALL C. DIEP 213-974-5877															
	DATE APPROVED <u>1/20/2005</u>															
	APPROVED BY <u>Danielle Hoar</u>															
	TITLE <u>PROGRAM SPECIALIST III, A/C</u>															

EXPLANATION: TO TRANSFER FUNDS FROM THE VEHICLE LICENSE FEE FUND (SF7) TO VARIOUS AGENCIES FOR 1ST PAYMENT OF FY 2004-05 VEHICLE LICENSE FEE. THIS IS DUE TO THE NEW LEGISLATION ENACTED IN FY 2004-05 (SENATE BILL 1096 AND ASSEMBLY BILL 2115).

COPY TO: TAX DIV. - C. DIEP ✓  
ACCTG. DIV. - E. TANG

AUDITOR-CONTROLLER'S USE

VERIFIED BY: Lyndell A. Santiago

APPROVED BY: Wai-Ming Tsang

PREPARED BY: C. DIEP

DATE APPROVED

TITLE

COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

**BATCH #1**

J.V. NO. \_\_\_\_\_  
DATE \_\_\_\_\_  
ACCTG. PER. \_\_\_\_\_  
BUD YR. \_\_\_\_\_

PURPOSE: 04-05 VLF SWAP (1ST PYMT)

SCHOOL J.V. NO

LINE NO	FUND	DEPT	ACT	TYPE	APPR	R SRC	M OBJ	SUB EIR	BS ACCT.	ORG.	SUB ORG	PROG	SUB PGM	JOB/NO	PROJ	SUB TASK	IG REFERENCE	FUND DEPT	DEBIT AMOUNT	CREDIT AMOUNT
1	SF7			03					3301										404,288,493.00	
ACCOUNT DESCRIPTION																				
FBA (VEHICLE LICENSE FEE FUND)																				
2	SF7			01					1000											404,288,493.00
ACCOUNT DESCRIPTION																				
CASH (VEHICLE LICENSE FEE FUND)																				
3	A01			01					1000											
ACCOUNT DESCRIPTION																				
CASH (CO GEN FD)																				
4	AO			31		8067			99999											366,665,937.00
ACCOUNT DESCRIPTION																				
VLF (CO GEN FD)																				
																				366,665,937.00
ACCOUNT DESCRIPTION																				
SEE ATTACHED																				
																				37,622,556.00
ACCOUNT DESCRIPTION																				
CASH (VARIOUS TRUST FDS)																				
																				37,622,556.00
ACCOUNT DESCRIPTION																				
SEE ATTACHED																				
																				37,622,556.00
ACCOUNT DESCRIPTION																				
FBA (VARIOUS TRUST FDS)																				
																			808,576,986.00	808,576,986.00
																			ORIGINATING DEPARTMENT USE	
																			DATE APPROVED	1/20/2005
																			APPROVED BY	
																			TITLE	PROGRAM SPECIALIST III, A/C
EXPLANATION:																				
FOR QUESTIONS RE THIS J.V. PLS. CALL C. DIEP																				
PREPARED BY: 213-974-6877																				
AUDITOR-CONTROLLER'S USE																				
APPROVED BY:																				
COPY TO:																				
VERIFIED BY:																				

JOURNAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	M OBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
5	100	CITY of ALHAMBRA	R09		01			1000			2,396,867.00	
6	101	CITY of AGOURA HILLS	R10		01			1000			617,488.00	
7	104	CITY of ARCADIA	R11		01			1000			1,490,870.00	
8	106	CITY of ARTESIA	R12		01			1000			479,847.00	
9	108	CITY of AVALON	R13		01			1000			93,341.00	
10	112	CITY of AZUSA	R14		01			1000			1,285,351.00	
11	114	CITY of BALDWIN PARK	R15		01			1000			2,143,938.00	
12	116	CITY of BELL	R16		01			1000			1,078,332.00	
13	118	CITY of BELLFLOWER	R17		01			1000			2,144,429.00	
14	119	CITY of BELL GARDENS	R18		01			1000			1,227,070.00	
15	120	CITY of BEVERLY HILLS	R19		01			1000			953,088.00	
16	122	CITY of BRADBURY	R20		01			1000			26,160.00	
17	124	CITY of BURBANK	R21		01			1000			2,815,946.00	
18	125	CITY of CARSON	R22		01			1000			2,684,804.00	
19	126	CITY of CALABASAS	RD4		01			1000			614,614.00	
20	128	CITY of CLAREMONT	R24		01			1000			970,061.00	
21	131	CITY of COMMERCE	R25		01			1000			373,067.00	
22	132	CITY of COMPTON	R26		01			1000			2,615,522.00	
23	136	CITY of COVINA	R27		01			1000			1,311,215.00	
24	138	CITY of CUDAHY	R28		01			1000			715,788.00	
25	140	CITY of CULVER CITY	R29		01			1000			1,084,265.00	
26	142	CITY of CERRITOS	R23		01			1000			1,526,655.00	
27	143	CITY of DOWNEY	R30		01			1000			3,007,837.00	
28	144	CITY of EL MONTE	R32		01			1000			3,294,944.00	
29	145	CITY of DUARTE	R31		01			1000			603,047.00	
30	146	CITY of DIAMOND BAR	RD3		01			1000			1,597,640.00	
31	148	CITY of EL SEGUNDO	R33		01			1000			470,370.00	
TOTAL											37,622,556.00	

J VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	M OBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
32	100	CITY of ALHAMBRA	R09		03			3301				2,396,867.00
33	101	CITY of AGOURA HILLS	R10		03			3301				617,488.00
34	104	CITY of ARCADIA	R11		03			3301				1,490,870.00
35	106	CITY of ARTESIA	R12		03			3301				479,847.00
36	108	CITY of AVALON	R13		03			3301				93,341.00
37	112	CITY of AZUSA	R14		03			3301				1,285,351.00
38	114	CITY of BALDWIN PARK	R15		03			3301				2,143,938.00
39	116	CITY of BELL	R16		03			3301				1,078,332.00
40	118	CITY of BELLFLOWER	R17		03			3301				2,144,429.00
41	119	CITY of BELL GARDENS	R18		03			3301				1,227,070.00
42	120	CITY of BEVERLY HILLS	R19		03			3301				953,088.00
43	122	CITY of BRADBURY	R20		03			3301				26,160.00
44	124	CITY of BURBANK	R21		03			3301				2,815,946.00
45	125	CITY of CARSON	R22		03			3301				2,684,804.00
46	126	CITY of CALABASAS	RD4		03			3301				614,614.00
47	128	CITY of CLAREMONT	R24		03			3301				970,061.00
48	131	CITY of COMMERCE	R25		03			3301				373,067.00
49	132	CITY of COMPTON	R26		03			3301				2,615,522.00
50	136	CITY of COVINA	R27		03			3301				1,311,215.00
51	138	CITY of CUDAHY	R28		03			3301				715,788.00
52	140	CITY of CULVER CITY	R29		03			3301				1,084,265.00
53	142	CITY of CERRITOS	R23		03			3301				1,526,655.00
54	143	CITY of DOWNEY	R30		03			3301				3,007,837.00
55	144	CITY of EL MONTE	R32		03			3301				3,294,944.00
56	146	CITY of DUARTE	R31		03			3301				603,047.00
57	146	CITY of DIAMOND BAR	RD3		03			3301				1,597,640.00
58	148	CITY of EL SEGUNDO	R33		03			3301				470,370.00
										TOTAL		37,622,556.00

C-5-4



VAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	MOBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
61	152	CITY of GARDENA	R34		01			1000			1,618,399.00	
62	156	CITY of GLENDALE	R35		01			1000			5,483,158.00	
63	160	CITY of GLENDORA	R36		01			1000			1,388,722.00	
64	163	CITY of HAWAIIAN GARDENS	R37		01			1000			438,044.00	
65	164	CITY of HAWTHORNE	R38		01			1000			2,351,154.00	
66	168	CITY of HERMOSA BEACH	R39		01			1000			522,308.00	
67	170	CITY of HIDDEN HILLS	R40		01			1000			56,251.00	
68	172	CITY of HUNTINGTON PARK	R41		01			1000			1,720,840.00	
69	174	CITY of INDUSTRY	R42		01			1000			21,342.00	
70	176	CITY of INGLEWOOD	R43		01			1000			3,142,321.00	
71	177	CITY of IRWINDALE	R44		01			1000			39,817.00	
72	178	CITY of LA PUENTE	R50		01			1000			1,200,780.00	
73	179	CITY of LAKEWOOD	R45		01			1000			2,317,599.00	
74	180	CITY of LA VERNE	R51		01			1000			887,752.00	
75	181	CITY of LAWINDALE	R52		01			1000			925,409.00	
76	182	CITY of LA MIRADA	R48		01			1000			1,397,502.00	
77	183	CITY of LOMITA	R53		01			1000			585,506.00	
78	184	CITY of LONG BEACH	R54		01			1000			13,002,827.00	
79	185	CITY of LA CANADA - FLINTRIDGE	R46		01			1000			597,429.00	
80	186	CITY of LANCASTER	R49		01			1000			3,601,817.00	
81	187	CITY of LA HABRA HEIGHTS	R47		01			1000			164,583.00	
82	188-190	CITY of LOS ANGELES	R55		01			1000			104,466,016.00	
83	200	CITY of LYNWOOD	R56		01			1000			1,946,591.00	
84	203	CITY of MALIBU	RD5		01			1000			368,207.00	
85	204	CITY of MANHATTAN BEACH	R57		01			1000			976,313.00	
86	208	CITY of MAYWOOD	R58		01			1000			785,471.00	
87	212	CITY of MONROVIA	R59		01			1000			1,036,842.00	
88	216	CITY of MONTEBELLO	R60		01			1000			1,741,932.00	
TOTAL											152,784,932.00	

0-5-6



ANNUAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	M OBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
89	152	CITY of GARDENA	R34		03			3301				1,618,399.00
90	156	CITY of GLENDALE	R35		03			3301				5,483,158.00
91	160	CITY of GLENDORA	R36		03			3301				1,388,722.00
92	163	CITY of HAWAIIAN GARDENS	R37		03			3301				438,044.00
93	164	CITY of HAWTHORNE	R38		03			3301				2,351,154.00
94	168	CITY of HERMOSA BEACH	R39		03			3301				522,308.00
95	170	CITY of HIDDEN HILLS	R40		03			3301				56,251.00
96	172	CITY of HUNTINGTON PARK	R41		03			3301				1,720,840.00
97	174	CITY of INDUSTRY	R42		03			3301				21,342.00
98	176	CITY of INGLEWOOD	R43		03			3301				3,142,321.00
99	177	CITY of IRVINDALE	R44		03			3301				39,817.00
100	178	CITY of LA PUENTE	R50		03			3301				1,200,780.00
101	179	CITY of LAKEWOOD	R45		03			3301				2,317,599.00
102	180	CITY of LA VERNE	R51		03			3301				887,752.00
103	181	CITY of LAWDALE	R52		03			3301				925,409.00
104	182	CITY of LA MIRADA	R48		03			3301				1,397,502.00
105	183	CITY of LOMITA	R53		03			3301				585,506.00
106	184	CITY of LONG BEACH	R54		03			3301				13,002,827.00
107	185	CITY of LA CANADA - FLINTRIDGE	R46		03			3301				597,429.00
108	186	CITY of LANCASTER	R49		03			3301				3,601,817.00
109	187	CITY of LA HABRA HEIGHTS	R47		03			3301				164,583.00
110	188-190	CITY of LOS ANGELES	R55		03			3301				104,466,016.00
111	200	CITY of LYNWOOD	R56		03			3301				1,946,591.00
112	203	CITY of MALIBU	RD5		03			3301				368,207.00
113	204	CITY of MANHATTAN BEACH	R57		03			3301				976,313.00
114	208	CITY of MAYWOOD	R58		03			3301				785,471.00
115	212	CITY of MONROVIA	R59		03			3301				1,036,842.00
116	216	CITY of MONTEBELLO	R60		03			3301				1,741,932.00
TOTAL											152,784,932.00	

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LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	M OBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
119	220	CITY of MONTEREY PARK	R61		01			1000			1,708,929.00	
120	222	CITY of NORWALK	R62		01			1000			3,051,858.00	
121	224	CITY of PALOS VERDES ESTATES	R64		01			1000			376,436.00	
122	225	CITY of PALMDALE	R63		01			1000			3,651,296.00	
123	226	CITY of PARAMOUNT	R65		01			1000			1,610,209.00	
124	228	CITY of PASADENA	R66		01			1000			3,845,994.00	
125	230	CITY of PICO RIVERA	R67		01			1000			1,862,335.00	
126	232	CITY of POMONA	R68		01			1000			4,224,757.00	
127	234	CITY of RANCHO PALOS VERDES	R69		01			1000			1,205,459.00	
128	236	CITY of REDONDO BEACH	R70		01			1000			1,787,455.00	
129	237	CITY of ROSEMEAD	R73		01			1000			1,582,573.00	
130	238	CITY of ROLLING HILLS	R71		01			1000			54,751.00	
131	239	CITY of ROLLING HILLS ESTATES	R72		01			1000			226,893.00	
132	240	CITY of SAN FERNANDO	R75		01			1000			661,512.00	
133	241	CITY of SAN DIMAS	R74		01			1000			1,024,499.00	
134	244	CITY of SAN GABRIEL	R76		01			1000			1,119,151.00	
135	248	CITY of SAN MARINO	R77		01			1000			362,825.00	
136	249	CITY of SANTA CLARITA	RD2		01			1000			4,401,039.00	
137	250	CITY of SANTA FE SPRINGS	R78		01			1000			501,489.00	
138	252	CITY of SANTA MONICA	R79		01			1000			2,414,779.00	
139	256	CITY of SIERRA MADRE	R80		01			1000			295,806.00	
140	260	CITY of SIGNAL HILL	R81		01			1000			296,054.00	
141	262	CITY of SOUTH EL MONTE	R82		01			1000			616,932.00	
142	264	CITY of SOUTH GATE	R83		01			1000			2,825,970.00	
143	268	CITY of SOUTH PASADENA	R84		01			1000			681,741.00	
144	270	CITY of TEMPLE CITY	R85		01			1000			984,795.00	
145	272	CITY of TORRANCE	R86		01			1000			3,904,682.00	
										TOTAL	45,280,219.00	

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JOURNAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	M OBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
146	220	CITY OF MONTEREY PARK	R61		03			3301				1,708,929.00
147	222	CITY OF NORWALK	R62		03			3301				3,051,858.00
148	224	CITY OF PALOS VERDES ESTATES	R64		03			3301				376,436.00
149	225	CITY OF PALMDALE	R63		03			3301				3,651,296.00
150	226	CITY OF PARAMOUNT	R65		03			3301				1,610,209.00
151	228	CITY OF PASADENA	R66		03			3301				3,845,994.00
152	230	CITY OF PICO RIVERA	R67		03			3301				1,862,335.00
153	232	CITY OF POMONA	R68		03			3301				4,224,757.00
154	234	CITY OF RANCHO PALOS VERDES	R69		03			3301				1,205,459.00
155	236	CITY OF REDONDO BEACH	R70		03			3301				1,787,455.00
156	237	CITY OF ROSEMEAD	R73		03			3301				1,582,573.00
157	238	CITY OF ROLLING HILLS	R71		03			3301				54,751.00
158	239	CITY OF ROLLING HILLS ESTATES	R72		03			3301				226,893.00
159	240	CITY OF SAN FERNANDO	R75		03			3301				661,512.00
160	241	CITY OF SAN DIMAS	R74		03			3301				1,024,499.00
161	244	CITY OF SAN GABRIEL	R76		03			3301				1,119,151.00
162	248	CITY OF SAN MARINO	R77		03			3301				362,825.00
163	249	CITY OF SANTA CLARITA	RD2		03			3301				4,401,039.00
164	250	CITY OF SANTA FE SPRINGS	R78		03			3301				501,489.00
165	252	CITY OF SANTA MONICA	R79		03			3301				2,414,779.00
166	256	CITY OF SIERRA MADRE	R80		03			3301				295,806.00
167	260	CITY OF SIGNAL HILL	R81		03			3301				296,054.00
168	262	CITY OF SOUTH EL MONTE	R82		03			3301				616,932.00
169	264	CITY OF SOUTH GATE	R83		03			3301				2,825,970.00
170	268	CITY OF SOUTH PASADENA	R84		03			3301				681,741.00
171	270	CITY OF TEMPLE CITY	R85		03			3301				984,795.00
172	272	CITY OF TORRANCE	R86		03			3301				3,904,682.00
TOTAL											45,280,219.00	

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COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

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TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

**BATCH #4**

J.V. NO. \_\_\_\_\_  
DATE \_\_\_\_\_  
ACCTG. PER. \_\_\_\_\_  
BUD YR. \_\_\_\_\_

PURPOSE: 04-05 VLF SWAP (1ST PYMT)

SCHOOL J.V. NO. \_\_\_\_\_

LINE NO	FUND	DEPT	ACT	TYPE	APPR	M OBJ	R SRC	SUB EIR	BS ACCT.	ORG.	SUB ORG.	PROG	SUB PGM	JOB/NO PROJ	SUB TASK	IG REFERENCE FUND DEPT	DEBIT AMOUNT	CREDIT AMOUNT
173	SF7		03						3301		VIP CODE			VIP NAME		OPTION	7,543,763.00	
	ACCOUNT DESCRIPTION FBA (VEHICLE LICENSE FEE FUND)																	
174	SF7		01						1000		VIP CODE			VIP NAME		OPTION		7,543,763.00
	ACCOUNT DESCRIPTION CASH (VEHICLE LICENSE FEE FUND)																	
	SEE ATTACHED																	
	ACCOUNT DESCRIPTION CASH (VARIOUS TRUST FDS)																	
	SEE ATTACHED																	
	ACCOUNT DESCRIPTION FBA (VARIOUS TRUST FDS)																	
	ACCOUNT DESCRIPTION																	
	ACCOUNT DESCRIPTION																	
EXPLANATION:																		
COPY TO:																		
VERIFIED BY: _____ APPROVED BY: _____																		
AUDITOR-CONTROLLER'S USE																		
DATE APPROVED: 1/20/2005																		
ORIGINATING DEPARTMENT USE																		
TITLE: PROGRAM SPECIALIST III, A/C																		

C-5-11





COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

4 BATCHES

J.V. NO. JV01-648

DATE 012005

PURPOSE: 04-05 TRIPLE FLIP (1ST PYMT)

ACCTG. PER.

SCHOOL J.V. NO

BUD YR.

LINE NO	FUND	DEPT	ACT	MOBJ	SUB	BS	ORG	SUB	PGM	SUB	JOBNO	PROJ	TASK	SUB	IG REFERENCE	FUND	DEPT	DEBIT AMOUNT	CREDIT AMOUNT				
	SE1	03				3301												140,298,076.00					
	ACCOUNT DESCRIPTION FBA (SALES & USE TAX FD)																						
	SE1	01				1000													140,298,076.00				
	ACCOUNT DESCRIPTION CASH (SALES & USE TAX FD)																						
	A01	01				1000																	
	ACCOUNT DESCRIPTION CASH (CO GEN FD)																						
	AO	31				99999												5,446,826.00					
	ACCOUNT DESCRIPTION SALES & USE TAX (CO GEN FD)																						
	SEE ATTACHED																						
	ACCOUNT DESCRIPTION CASH (VARIOUS TRUST FDS)																						
	SEE ATTACHED																						
	ACCOUNT DESCRIPTION FBA (VARIOUS TRUST FDS)																						
	EXPLANATION: TO TRANSFER FUNDS FROM THE SALES & USE TAX FUND (SE1) TO VARIOUS AGENCIES FOR 1ST PAYMENT OF FY 2004-05 SALES & USE TAX. THIS IS DUE TO THE NEW LEGISLATION ENACTED IN FY 2004-05 (SENATE BILL 1096 AND ASSEMBLY BILL 2115).																						
COPY TO:																TAX DIV. - C. DIEP ✓				TAX DIV. - J. GASPAR			
																ACCTG. DIV. - E. TANG							
VERIFIED BY: <i>Elizabeth A. Santiago</i>																AUDITOR-CONTROLLER'S USE				APPROVED BY: <i>John Mui Munguel</i>			
																DATE APPROVED: 1/20/2005				APPROVED BY: <i>Doreen Hwang</i>			
																ORIGINATING DEPARTMENT USE				TITLE: PROGRAM SPECIALIST III, A/C			



COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

BATCH #1

J.V. NO. \_\_\_\_\_  
DATE \_\_\_\_\_  
ACCTG. PER. \_\_\_\_\_  
BUD YR. \_\_\_\_\_

PURPOSE: 04-05 TRIPLE FLIP (1ST PYMT)

SCHOOL J.V. NO

LINE NO	FUND	DEPT	ACT	TYPE	APPR	M OBJ	SUB	BS	ACCT	ORG.	SUB	ORG	PROG	SUB	PGM	JOB/NO	PROJ	TASK	SUB	IG REFERENCE	FUND	DEPT	DEBIT AMOUNT	CREDIT AMOUNT
1	SE1			03					3301														33,485,978.00	
	ACCOUNT DESCRIPTION FBA (SALES & USE TAX FUND)																							
2	SE1			01					1000															33,485,978.00
	ACCOUNT DESCRIPTION CASH (SALES & USE TAX FUND)																							
3	A01			01					1000															5,446,826.00
	ACCOUNT DESCRIPTION CASH (CO GEN FD)																							
4	AO			31					99999															5,446,826.00
	ACCOUNT DESCRIPTION SALES & USE TAX (CO GEN FD)																							
	SEE ATTACHED																							
	ACCOUNT DESCRIPTION CASH (VARIOUS TRUST FDS)																							
	SEE ATTACHED																							
	ACCOUNT DESCRIPTION FBA (VARIOUS TRUST FDS)																							
	EXPLANATION:																							
COPY TO:																								
VERIFIED BY: _____ APPROVED BY: _____																								
AUDITOR-CONTROLLER'S USE																								
DATE APPROVED: 1/20/2005																								
ORIGINATING DEPARTMENT USE																								
DATE APPROVED: 1/20/2005																								
APPROVED BY: _____																								
TITLE: PROGRAM SPECIALIST III, A/C																								

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ANNUAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	MOBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
5	100	CITY of ALHAMBRA	R09		01			1000			1,442,411.00	
6	101	CITY of AGOURA HILLS	R10		01			1000			371,200.00	
7	104	CITY of ARCADIA	R11		01			1000			922,889.00	
8	106	CITY of ARTESIA	R12		01			1000			237,735.00	
9	108	CITY of AVALON	R13		01			1000			78,887.00	
10	112	CITY of AZUSA	R14		01			1000			493,337.00	
11	114	CITY of BALDWIN PARK	R15		01			1000			561,994.00	
12	116	CITY of BELL	R16		01			1000			288,280.00	
13	118	CITY of BELLFLOWER	R17		01			1000			661,318.00	
14	119	CITY of BELL GARDENS	R18		01			1000			173,482.00	
15	120	CITY of BEVERLY HILLS	R19		01			1000			2,396,019.00	
16	122	CITY of BRADBURY	R20		01			1000			1,035.00	
17	124	CITY of BURBANK	R21		01			1000			3,097,636.00	
18	125	CITY of CARSON	R22		01			1000			2,454,596.00	
19	126	CITY of CALABASAS	RD4		01			1000			584,748.00	
20	128	CITY of CLAREMONT	R24		01			1000			575,940.00	
21	131	CITY of COMMERCE	R25		01			1000			1,374,005.00	
22	132	CITY of COMPTON	R26		01			1000			557,429.00	
23	136	CITY of COVINA	R27		01			1000			973,090.00	
24	138	CITY of CUDAHY	R28		01			1000			157,141.00	
25	140	CITY of CULVER CITY	R29		01			1000			1,918,482.00	
26	142	CITY of CERRITOS	R23		01			1000			3,171,734.00	
27	143	CITY of DOWNEY	R30		01			1000			1,556,179.00	
28	144	CITY of EL MONTE	R32		01			1000			2,107,026.00	
29	145	CITY of DUARTE	R31		01			1000			514,000.00	
30	146	CITY of DIAMOND BAR	RD3		01			1000			376,232.00	
31	148	CITY of EL SEGUNDO	R33		01			1000			992,327.00	
										TOTAL	28,039,152.00	

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ANNUAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	MOBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
32	100	CITY of ALHAMBRA	R09		03			3301				1,442,411.00
33	101	CITY of AGOURA HILLS	R10		03			3301				371,200.00
34	104	CITY of ARCADIA	R11		03			3301				922,889.00
35	106	CITY of ARTESIA	R12		03			3301				237,735.00
36	108	CITY of AVALON	R13		03			3301				78,887.00
37	112	CITY of AZUSA	R14		03			3301				493,337.00
38	114	CITY of BALDWIN PARK	R15		03			3301				561,994.00
39	116	CITY of BELL	R16		03			3301				288,280.00
40	118	CITY of BELLFLOWER	R17		03			3301				661,318.00
41	119	CITY of BELL GARDENS	R18		03			3301				173,482.00
42	120	CITY of BEVERLY HILLS	R19		03			3301				2,396,019.00
43	122	CITY of BRADBURY	R20		03			3301				1,035.00
44	124	CITY of BURBANK	R21		03			3301				3,097,636.00
45	125	CITY of CARSON	R22		03			3301				2,454,596.00
46	126	CITY of CALABASAS	RD4		03			3301				584,748.00
47	128	CITY of CLAREMONT	R24		03			3301				575,940.00
48	131	CITY of COMMERCE	R25		03			3301				1,374,005.00
49	132	CITY of COMPTON	R26		03			3301				557,429.00
50	136	CITY of COVINA	R27		03			3301				973,090.00
51	138	CITY of CUDAHY	R28		03			3301				157,141.00
52	140	CITY of CULVER CITY	R29		03			3301				1,918,482.00
53	142	CITY of CERRITOS	R23		03			3301				3,171,734.00
54	143	CITY of DOWNEY	R30		03			3301				1,556,179.00
55	144	CITY of EL MONTE	R32		03			3301				2,107,026.00
56	145	CITY of DUARTE	R31		03			3301				514,000.00
57	146	CITY of DIAMOND BAR	RD3		03			3301				376,232.00
58	148	CITY of EL SEGUNDO	R33		03			3301				992,327.00
										TOTAL		28,039,152.00

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ANNUAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	M OBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
61	152	CITY of GARDENA	R34		01			1000			946,337.00	
62	156	CITY of GLENDALE	R35		01			1000			3,401,724.00	
63	160	CITY of GLENDORA	R36		01			1000			807,132.00	
64	163	CITY of HAWAIIAN GARDENS	R37		01			1000			70,668.00	
65	164	CITY of HAWTHORNE	R38		01			1000			1,125,231.00	
66	168	CITY of HERMOSA BEACH	R39		01			1000			310,253.00	
67	170	CITY of HIDDEN HILLS	R40		01			1000			2,077.00	
68	172	CITY of HUNTINGTON PARK	R41		01			1000			659,963.00	
69	174	CITY of INDUSTRY	R42		01			1000			3,356,201.00	
70	176	CITY of INGLEWOOD	R43		01			1000			980,047.00	
71	177	CITY of IRVINDALE	R44		01			1000			461,075.00	
72	178	CITY of LA PUENTE	R50		01			1000			301,664.00	
73	179	CITY of LAKEWOOD	R45		01			1000			1,296,583.00	
74	180	CITY of LA VERNE	R51		01			1000			388,165.00	
75	181	CITY of LAWINDALE	R52		01			1000			276,049.00	
76	182	CITY of LA MIRADA	R48		01			1000			1,081,836.00	
77	183	CITY of LOMITA	R53		01			1000			164,150.00	
78	184	CITY of LONG BEACH	R54		01			1000			4,940,765.00	
79	185	CITY of LA CANADA - FLINTRIDGE	R46		01			1000			225,998.00	
80	186	CITY of LANCASTER	R49		01			1000			1,930,877.00	
81	187	CITY of LA HABRA HEIGHTS	R47		01			1000			4,768.00	
82	188-190	CITY of LOS ANGELES	R55		01			1000			45,347,878.00	
83	200	CITY of LYNWOOD	R56		01			1000			334,107.00	
84	203	CITY of MALIBU	RD5		01			1000			268,871.00	
85	204	CITY of MANHATTAN BEACH	R57		01			1000			867,262.00	
86	208	CITY of MAYWOOD	R58		01			1000			102,320.00	
87	212	CITY of MONROVIA	R59		01			1000			949,814.00	
88	216	CITY of MONTEBELLO	R60		01			1000			1,176,528.00	
										TOTAL	71,778,343.00	

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GENERAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	MOBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
89	152	CITY of GARDENA	R34		03			3301				946,337.00
90	156	CITY of GLENDALE	R35		03			3301				3,401,724.00
91	160	CITY of GLENDORA	R36		03			3301				807,132.00
92	163	CITY of HAWAIIAN GARDENS	R37		03			3301				70,668.00
93	164	CITY of HAWTHORNE	R38		03			3301				1,125,231.00
94	168	CITY of HERMOSA BEACH	R39		03			3301				310,253.00
95	170	CITY of HIDDEN HILLS	R40		03			3301				2,077.00
96	172	CITY of HUNTINGTON PARK	R41		03			3301				659,963.00
97	174	CITY of INDUSTRY	R42		03			3301				3,356,201.00
98	176	CITY of INGLEWOOD	R43		03			3301				980,047.00
99	177	CITY of IRVINDALE	R44		03			3301				461,075.00
100	178	CITY of LA PUENTE	R50		03			3301				301,664.00
101	179	CITY of LAKEWOOD	R45		03			3301				1,296,583.00
102	180	CITY of LA VERNE	R51		03			3301				388,165.00
103	181	CITY of LAWINDALE	R52		03			3301				276,049.00
104	182	CITY of LA MIRADA	R48		03			3301				1,081,836.00
105	183	CITY of LOMITA	R53		03			3301				164,150.00
106	184	CITY of LONG BEACH	R54		03			3301				4,940,765.00
107	185	CITY of LA CANADA - FLINTRIDGE	R46		03			3301				225,998.00
108	186	CITY of LANCASTER	R49		03			3301				1,930,877.00
109	187	CITY of LA HABRA HEIGHTS	R47		03			3301				4,768.00
110	188-190	CITY of LOS ANGELES	R55		03			3301				45,347,878.00
111	200	CITY of LYNWOOD	R56		03			3301				334,107.00
112	203	CITY of MALIBU	RD5		03			3301				268,871.00
113	204	CITY of MANHATTAN BEACH	R57		03			3301				867,262.00
114	208	CITY of MAYWOOD	R58		03			3301				102,320.00
115	212	CITY of MONROVIA	R59		03			3301				949,814.00
116	216	CITY of MONTEBELLO	R60		03			3301				1,176,528.00
TOTAL											71,778,343.00	

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ANNUAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	M OBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
119	220	CITY of MONTEREY PARK	R61		01			1000			593,852.00	
120	222	CITY of NORWALK	R62		01			1000			1,006,285.00	
121	224	CITY of PALOS VERDES ESTATES	R64		01			1000			28,911.00	
122	225	CITY of PALMDALE	R63		01			1000			1,825,253.00	
123	226	CITY of PARAMOUNT	R65		01			1000			706,911.00	
124	228	CITY of PASADENA	R66		01			1000			3,804,512.00	
125	230	CITY of PICO RIVERA	R67		01			1000			765,174.00	
126	232	CITY of POMONA	R68		01			1000			1,578,234.00	
127	234	CITY of RANCHO PALOS VERDES	R69		01			1000			121,516.00	
128	236	CITY of REDONDO BEACH	R70		01			1000			1,019,215.00	
129	237	CITY of ROSEMEAD	R73		01			1000			375,659.00	
130	239	CITY of ROLLING HILLS ESTATES	R72		01			1000			178,450.00	
131	240	CITY of SAN FERNANDO	R75		01			1000			553,698.00	
132	241	CITY of SAN DIMAS	R74		01			1000			568,865.00	
133	244	CITY of SAN GABRIEL	R76		01			1000			429,458.00	
134	248	CITY of SAN MARINO	R77		01			1000			52,291.00	
135	249	CITY of SANTA CLARITA	RD2		01			1000			3,235,220.00	
136	250	CITY of SANTA FE SPRINGS	R78		01			1000			2,549,984.00	
137	252	CITY of SANTA MONICA	R79		01			1000			3,288,734.00	
138	256	CITY of SIERRA MADRE	R80		01			1000			26,577.00	
139	260	CITY of SIGNAL HILL	R81		01			1000			1,261,577.00	
140	262	CITY of SOUTH EL MONTE	R82		01			1000			448,105.00	
141	264	CITY of SOUTH GATE	R83		01			1000			821,330.00	
142	268	CITY of SOUTH PASADENA	R84		01			1000			181,435.00	
143	270	CITY of TEMPLE CITY	R85		01			1000			167,322.00	
144	272	CITY of TORRANCE	R86		01			1000			4,582,266.00	
TOTAL											30,170,834.00	

2-6-9



ANNUAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	M OBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
145	220	CITY of MONTEREY PARK	R61		03			3301				593,852.00
146	222	CITY of NORWALK	R62		03			3301				1,006,285.00
147	224	CITY of PALOS VERDES ESTATES	R64		03			3301				28,911.00
148	225	CITY of PALMDALE	R63		03			3301				1,825,253.00
149	226	CITY of PARAMOUNT	R65		03			3301				706,911.00
150	228	CITY of PASADENA	R66		03			3301				3,804,512.00
151	230	CITY of PICO RIVERA	R67		03			3301				765,174.00
152	232	CITY of POMONA	R68		03			3301				1,578,234.00
153	234	CITY of RANCHO PALOS VERDES	R69		03			3301				121,516.00
154	236	CITY of REDONDO BEACH	R70		03			3301				1,019,215.00
155	237	CITY of ROSEMEAD	R73		03			3301				375,659.00
156	239	CITY of ROLLING HILLS ESTATES	R72		03			3301				178,450.00
157	240	CITY of SAN FERNANDO	R75		03			3301				553,698.00
158	241	CITY of SAN DIMAS	R74		03			3301				568,865.00
159	244	CITY of SAN GABRIEL	R76		03			3301				429,458.00
160	248	CITY of SAN MARINO	R77		03			3301				52,291.00
161	249	CITY of SANTA CLARITA	RD2		03			3301				3,235,220.00
162	250	CITY of SANTA FE SPRINGS	R78		03			3301				2,549,984.00
163	252	CITY of SANTA MONICA	R79		03			3301				3,288,734.00
164	256	CITY of SIERRA MADRE	R80		03			3301				26,577.00
165	260	CITY of SIGNAL HILL	R81		03			3301				1,261,577.00
166	262	CITY of SOUTH EL MONTE	R82		03			3301				448,105.00
167	264	CITY of SOUTH GATE	R83		03			3301				821,330.00
168	268	CITY of SOUTH PASADENA	R84		03			3301				181,435.00
169	270	CITY of TEMPLE CITY	R85		03			3301				167,322.00
170	272	CITY of TORRANCE	R86		03			3301				4,582,266.00
TOTAL												30,170,834.00

C-6-10

COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

PAGE 10 OF 12

TO: AUDITOR-CONTROLLER

FROM: A/C TAX DIVISION

ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

J.V. NO. \_\_\_\_\_

DATE \_\_\_\_\_

ACCTG. PER. \_\_\_\_\_

BUD YR. \_\_\_\_\_

**BATCH #4**

PURPOSE: 04-05 TRIPLE FLIP (1ST PYMT)

SCHOOL J.V. NO. \_\_\_\_\_

LINE NO	FUND	DEPT	ACT TYPE	M OBJ R SRC	SUB E/R	BS ACCT.	ORG.	SUB ORG	PROG	SUB PGM	JOB/NO PROJ	SUB TASK	UG REFERENCE FUND DEPT	DEBIT AMOUNT	CREDIT AMOUNT
171	SE1		03			3301		VIP CODE			VIP NAME		OPTION	4,862,921.00	
	ACCOUNT DESCRIPTION FBA (SALES & USE TAX FUND)														
172	SE1		01			1000		VIP CODE			VIP NAME		OPTION	4,862,921.00	4,862,921.00
	ACCOUNT DESCRIPTION CASH (SALES & USE TAX FUND)														
	SEE ATTACHED														
	ACCOUNT DESCRIPTION CASH (VARIOUS TRUST FDS)														
	SEE ATTACHED														
	ACCOUNT DESCRIPTION FBA (VARIOUS TRUST FDS)														
	SEE ATTACHED														
	ACCOUNT DESCRIPTION														
	ACCOUNT DESCRIPTION														
EXPLANATION:														9,725,842.00	9,725,842.00
FOR QUESTIONS RE THIS J.V. PLS. CALL C. DIEP														ORIGINATING DEPARTMENT USE	
AUDITOR-CONTROLLER'S USE														DATE APPROVED	1/20/2005
VERIFIED BY: _____														APPROVED BY	PROGRAM SPECIALIST III, A/C
APPROVED BY: _____														TITLE	

4/17/2005 8:35 AM

C-6-11





COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC  
J.V. NO. JV12-640

DATE 12/20/04  
ACCTG. PER.  
BUD YR.

PURPOSE: SB1096 ERAF SHIFT- CARSON CITY

SCHOOL J.V. NO

LINE NO	FUND	DEPT	ACT TYPE	APPR	MOBJ R SRC	SUB ER	BS ACCT.	ORG.	SUB ORG	PROG	SUB PGM	JOB/PROJ	TASK	SUB	IG REFERENCE	FUND	DEPT	DEBIT AMOUNT	CREDIT AMOUNT
1	SG3		02				7808											1,128,643.94	
ACCOUNT DESCRIPTION AC CRA ERAF COLL- CURR YR (UMF)																			
2	SG3		01				1000											1,128,643.94	
ACCOUNT DESCRIPTION CASH (UMF)																			
3	R22		01				1000											1,128,643.94	
ACCOUNT DESCRIPTION CASH (CITY OF CARSON)																			
4	R22		03				3301											1,128,643.94	
ACCOUNT DESCRIPTION FBA (CITY OF CARSON)																			
ACCOUNT DESCRIPTION																			
ACCOUNT DESCRIPTION																			
EXPLANATION: TO TRANSFER FUNDS FROM CRA ERAF FUND TO CITY OF CARSON DUE TO THE PAYMENT WAS RECEIVED FROM THE CITY FOR FY 2004-05 ERAF III SHIFT AND IT WAS DEPOSITED INTO SCA 543-7808.																			
COPY TO: TAX DIV. - C. DIEP ✓ TAX DIV. - J. GASPAR TAX DIV. - S. DIEP ACCTG. DIV. - E. TANG																			
VERIFIED BY: <i>Elizabeth A. Santiago</i> AUDITOR-CONTROLLER'S USE ONLY <i>Michelle Munguel</i> PREPARED BY: <i>Cy</i> 215-974-6877																			
DATE APPROVED: 12/20/2004 APPROVED BY: <i>Danlene Hood</i> TITLE: PROGRAM SPECIALIST III-A/C																			
ORIGINATING DEPARTMENT USE: 2,257,287.88																			



COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

J.V. NO. JV12-1040

DATE 122804

PURPOSE: FD TRF FRM ERAF TO VARIOUS FDS 12-2004

SCHOOL J.V. NO

ACCTG. PER.

BUD YR.

LINE NO	FUND	DEPT	ACT TYPE	APPR	M OBJ R SRC	SUB E/R	BS ACCT.	ORG.	SUB ORG	PROG	SUB PGM	JOB/NO PROJ	SUB TASK	IG REFERENCE FUND DEPT	DEBIT AMOUNT	CREDIT AMOUNT
1	RD9		03				3301		VIP CODE			VIP NAME		OPTION	727,605,548.07	
ACCOUNT DESCRIPTION FBA (ERAF)																
2	RD9		01				1000		VIP CODE			VIP NAME		OPTION		727,605,548.07
ACCOUNT DESCRIPTION CASH (ERAF)																
3	SF7		01				1000		VIP CODE			VIP NAME		OPTION	591,543,310.58	
ACCOUNT DESCRIPTION CASH (VEHICLE LICENSE FEE FUND)																
4	SF7		03				3301		VIP CODE			VIP NAME		OPTION		591,543,310.58
ACCOUNT DESCRIPTION FBA (VEHICLE LICENSE FEE FUND)																
5	SE1		01				1000		VIP CODE			VIP NAME		OPTION	136,062,237.49	
ACCOUNT DESCRIPTION CASH (SALES & USE TAX FUND)																
6	SE1		03				3301		VIP CODE			VIP NAME		OPTION		136,062,237.49
ACCOUNT DESCRIPTION FBA (SALES & USE TAX FUND)																
EXPLANATION: FUND TRANSFER FROM ERAF TO VLF (VEHICLE LICENSE FEE) FUND (SF7) AND SALES & USE TAX FUND (SE1) FOR FY 2004-05 DECEMBER 2004 PAYMENT.																
COPY TO: TAX DIV. - C. DIEP ✓ TAX DIV. - J. GASPAR ACCTG DIV. - E. TANG																
VERIFIED BY: <i>Elizabeth A. Santiago</i> APPROVED BY: <i>Wai Mui Mengcal</i> AUDITOR-CONTROLLER'S USE																
DATE APPROVED: 12/28/2004																
APPROVED BY: <i>Susan Sinochoen</i> CHIEF, TAX DIVISION																
TITLE: CHIEF, TAX DIVISION																

C-9-1

COUNTY OF L. ANGELES  
JOURNAL VOUCHER

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

J.V. NO. JV01-739

DATE 012005

ACCTG. PER.

BUD YR.

PURPOSE: FD TRF FR RD9 TO SF7&SE1 01-2005

SCHOOL J.V. NO

LINE NO	FUND	DEPT	ACT TYPE	MOBJ R SRC	SUB ER	BS ACCT.	ORG.	SUB ORG	PROG	SUB PGM	JOBMO PROJ	SUB TASK	IG REFERENCE FUND DEPT	DEBIT AMOUNT	CREDIT AMOUNT
1	RD9		03			3301							OPTION	22,589,934.93	
	ACCOUNT DESCRIPTION FBA (ERAF)														
2	RD9		01			1000							OPTION		22,589,934.93
	ACCOUNT DESCRIPTION CASH (ERAF)														
3	SF7		01			1000							OPTION	18,354,096.42	
	ACCOUNT DESCRIPTION CASH (VEHICLE LICENSE FEE FUND)														
4	SF7		03			3301							OPTION		18,354,096.42
	ACCOUNT DESCRIPTION FBA (VEHICLE LICENSE FEE FUND)														
5	SE1		01			1000							OPTION	4,235,838.51	
	ACCOUNT DESCRIPTION CASH (SALES & USE TAX FUND)														
6	SE1		03			3301							OPTION		4,235,838.51
	ACCOUNT DESCRIPTION FBA (SALES & USE TAX FUND)														
EXPLANATION: FUND TRANSFER FROM ERAF TO VLF (VEHICLE LICENSE FEE) FUND (SF7) AND SALES & USE TAX FUND (SE1) FOR FY 2004-05 JANUARY 2005 PAYMENT.															
COPY TO: TAX DIV. - C. DIEP ✓ ACCTG DIV. - E. TANG															
ORIGINATING DEPARTMENT USE															
DATE APPROVED 1/20/2005															
APPROVED BY <i>Dalene</i>															
TITLE PROGRAM SPECIALIST III, A/C															
VERIFIED BY: <i>Elizabeth A. Santiago</i> AUDITOR-CONTROLLER'S USE APPROVED BY: <i>Wai Mui Mungcal</i>															



Attachment 4 6

COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

7 BATCHES

PAGE 1 OF 1

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

J.V. NO. JV12- 629

DATE 12 20 04

ACCTG. PER. \_\_\_\_\_

PURPOSE: TRF ERAF III FY 04-05 (1ST PYMT)

SCHOOL J.V. NO

BUD YR. \_\_\_\_\_

LINE NO	FUND	DEPT	ACT TYPE	MOBJ R SRC	SUB ER	BS ACCT.	ORG.	SUB ORG	PROG	SUB PGM	JOB/NO PROJ	SUB TASK	IG REFERENCE FUND DEPT	DEBIT AMOUNT	CREDIT AMOUNT
	RD9		01			1000								132,918,220.73	
	ACCOUNT DESCRIPTION CASH (ERAF)														
	RD9		03			3301									132,918,220.73
	ACCOUNT DESCRIPTION FBA (ERAF)														
	SEE ATTACHED														
	ACCOUNT DESCRIPTION REVENUE (VARIOUS GEN ACCT FDS)														
														72,525,240.97	
	ACCOUNT DESCRIPTION SEE ATTACHED														
														60,392,979.76	
	ACCOUNT DESCRIPTION FBA (VARIOUS TRUST FDS)														
															132,918,220.73
	ACCOUNT DESCRIPTION CASH (VARIOUS FDS)														
	ACCOUNT DESCRIPTION														
EXPLANATION: TO TRANSFER FUNDS FROM COUNTY, CITIES & SPECIAL DISTRICTS TO ERAF FUND (RD9) FOR 1ST PAYMENT (50%) OF FY 2004-05 ERAF III SHIFT. THIS IS DUE TO THE NEW LEGISLATION ENACTED IN FY 2004-05 (SENATE BILL 1096 AND ASSEMBLY BILL 2115).															
COPY TO: TAX DIV. - C. DIEP ACCTG. DIV. - E. TANG TAX DIV. - D. NGUYEN															
VERIFIED BY: Elizabeth A. Santiago															
APPROVED BY: Hai Mui Mungcal															
DATE APPROVED: 12/20/2004															
APPROVED BY: [Signature]															
TITLE: PROGRAM SPECIALIST III, A/C															

COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

BATCH #1

J.V. NO. \_\_\_\_\_  
DATE \_\_\_\_\_  
ACCTG. PER. \_\_\_\_\_  
BUD YR. \_\_\_\_\_

PURPOSE: TRF ERAF III FY 04-05 (1ST PYMT)

SCHOOL J.V. NO. \_\_\_\_\_

LINE NO	FUND	DEPT	ACT	TYPE	APPR	R SRC	MOBJ	SUB	BS	ORG.	SUB	ORG	PROG	SUB	PGM	JOB/MO	PROJ	TASK	SUB	JG REFERENCE	FUND	DEPT	DEBIT AMOUNT	CREDIT AMOUNT
1	RD9		01						1000														56,178,108.60	
	ACCOUNT DESCRIPTION CASH (ERAF)																							
2	RD9		03						3301															56,178,108.60
	ACCOUNT DESCRIPTION FBA (ERAF)																							
	SEE ATTACHED																							
	ACCOUNT DESCRIPTION REVENUE (VARIOUS GEN ACCT FDS)																							
	SEE ATTACHED																							
	ACCOUNT DESCRIPTION CASH (VARIOUS FDS)																							
	ACCOUNT DESCRIPTION																							
	ACCOUNT DESCRIPTION																							
	ACCOUNT DESCRIPTION																							
	ACCOUNT DESCRIPTION																							
	ACCOUNT DESCRIPTION																							
	ACCOUNT DESCRIPTION																							
EXPLANATION:																								
FOR QUESTIONS RE THIS J.V. PLS. CALL C. DIEP 213-974-6877																								
COPY TO: 112,356,217.20 ORIGINATING DEPARTMENT USE																								
DATE APPROVED 12/20/2004																								
APPROVED BY																								
TITLE PROGRAM SPECIALIST III, A/C																								
VERIFIED BY: _____ APPROVED BY: _____																								
AUDITOR-CONTROLLER'S USE																								

JOURNAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

JV NUMBER

LINE NO.	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	M OBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT AMOUNT	CREDIT AMOUNT
	CO GEN ACCOUNTS										
3	001.05 LOS ANGELES COUNTY GENERAL		AO	31		8003		99999		51,608,812.50	
4	009.45 BELL FIRE PROT DIST		PW	31		8003		50560		7,019.00	
5	009.55 BELL GARDENS FIRE PROT DIST		PW	31		8003		50570		10,540.05	
6	011.20 LAWDALE LIGHTING DIST		PW	31		8003		50910		14,554.65	
7	011.45 LONGDEN LIGHTING DIST		PW	31		8003		50940		1,039.85	
8	016.45 CO LTG MAINT DIST #1472		PW	31		8003		51530		7,493.45	
9	017.70 CO LTG MAINT DIST #1575		PW	31		8003		51570		6,215.85	
10	018.30 CO LTG MAINT DIST #1616		PW	31		8003		51610		628.60	
11	019.40 CO LTG MAINT DIST #1687		PW	31		8003		51690		360,844.40	
12	019.56 CO LTG MAINT DIST #1697		PW	31		8003		51710		31,189.15	
13	020.20 CO LTG MAINT DIST #1744		PW	31		8003		51760		20,777.85	
14	021.66 CO LTG MAINT DIST #1866		PW	31		8003		51880		4,221.70	
15	023.06 CO LTG MAINT DIST #10006		PW	31		8003		52190		23,011.70	
16	023.32 CO LTG MAINT DIST #10032		PW	31		8003		52360		12,520.50	
17	023.38 CO LTG MAINT DIST #10038		PW	31		8003		52410		3,430.25	
18	023.44 CO LTG MAINT DIST #10045 ZN A		PW	31		8003		52460		15,203.54	
19	023.45 CO LTG MAINT DIST #10045 ZN B		PW	31		8003		52470		1,053.45	
20	023.49 CO LTG MAINT DIST #10049		PW	31		8003		52490		195.60	
21	023.66 CO LTG MAINT DIST #10066		PW	31		8003		52640		13,389.40	
22	023.75 CO LTG MAINT DIST #10075		PW	31		8003		52710		2,289.15	
23	030.10 LA.CO.FL.CON DR IMP DIST MAINT		PW	31		8003		42000		439,686.27	
24	030.70 FLOOD CONTROL MAINT		PW	31		8003		42000		2,487,652.42	
25	033.10 ATHENS WOODCREST GARB DISP		PW	31		8003		50210		88,436.25	
26	033.30 BELVEDERE GARB DISP		PW	31		8003		50220		230,877.45	
27	033.60 FIRESTONE GARB DISP		PW	31		8003		50240		204,725.50	
28	033.80 MALIBU GARB DISP		PW	31		8003		50250		33,145.55	
29	034.00 MESA HEIGHTS GARB DISP		PW	31		8003		50260		57,201.85	
30	034.40 WALNUT PARK GARB DISP		PW	31		8003		50270		23,720.30	
31	036.20 BELLA VISTA REC & PARK		PK	31		8003		52900		271.10	
32	047.04 WATERWORKS DIST #40 GENERAL		PW	31		8003		54693		246,112.32	
33	048.40 CO WATERWORKS DIST #21 MAINT		PW	31		8003		54560		7,612.40	
34	049.00 CO WATERWORKS DIST #29 MAINT		PW	31		8003		54610		180,485.05	
35	049.80 CO WATERWORKS DIST #37 ACTON MA		PW	31		8003		54660		33,751.50	
	TOTAL									56,178,108.60	

C-11-3

JOURNAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

JV NUMBER

LINE NO.	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	M OBJ SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT AMOUNT	CREDIT AMOUNT
	CO GEN ACCOUNTS										
36	001.05 LOS ANGELES COUNTY GENERAL	A01		01			1000				51,608,812.50
37	009.45 BELL FIRE PROT DIST	E06		01			1000				7,019.00
38	009.55 BELL GARDENS FIRE PROT DIST	E07		01			1000				10,540.05
39	011.20 LAWDALE LIGHTING DIST	E41		01			1000				14,554.65
40	011.45 LONGDEN LIGHTING DIST	E44		01			1000				1,039.85
41	016.45 CO LTG MAINT DIST #1472	F24		01			1000				7,493.45
42	017.70 CO LTG MAINT DIST #1575	F28		01			1000				6,215.85
43	018.30 CO LTG MAINT DIST #1616	F33		01			1000				628.60
44	019.40 CO LTG MAINT DIST #1687	F46		01			1000				360,844.40
45	019.56 CO LTG MAINT DIST #1697	F59		01			1000				31,189.15
46	020.20 CO LTG MAINT DIST #1744	F80		01			1000				20,777.85
47	021.66 CO LTG MAINT DIST #1866	F88		01			1000				4,221.70
48	023.06 CO LTG MAINT DIST #10006	FF9		01			1000				23,011.70
49	023.32 CO LTG MAINT DIST #10032	FJ5		01			1000				12,520.50
50	023.38 CO LTG MAINT DIST #10038	FK1		01			1000				3,430.25
51	023.44 CO LTG MAINT DIST #10045 ZN A	FK6		01			1000				15,203.54
52	023.45 CO LTG MAINT DIST #10045 ZN B	FL1		01			1000				1,053.45
53	023.49 CO LTG MAINT DIST #10049	FL7		01			1000				195.60
54	023.66 CO LTG MAINT DIST #10066	FN5		01			1000				13,389.40
55	023.75 CO LTG MAINT DIST #10075	FP3		01			1000				2,289.15
56	030.10 LA CO.FL.CON DR IMP DIST MAINT	B07		01			1000				439,686.27
57	030.70 FLOOD CONTROL MAINT	B07		01			1000				2,487,652.42
58	033.10 ATHENS WOODCREST GARB DISP	GA1		01			1000				88,436.25
59	033.30 BELVEDERE GARB DISP	GA2		01			1000				230,877.45
60	033.60 FIRESTONE GARB DISP	GA4		01			1000				204,725.50
61	033.80 MALIBU GARB DISP	GA5		01			1000				33,145.55
62	034.00 MESA HEIGHTS GARB DISP	GA6		01			1000				57,201.85
63	034.40 WALNUT PARK GARB DISP	GA7		01			1000				23,720.30
64	036.20 BELLA VISTA REC & PARK	P56		01			1000				271.10
65	047.04 WATERWORKS DIST #40 GENERAL	N63		01			1000				246,112.32
66	048.40 CO WATERWORKS DIST #21 MAINT	N18		01			1000				7,612.40
67	049.00 CO WATERWORKS DIST #29 MAINT	N32		01			1000				180,485.05
68	049.80 CO WATERWORKS DIST #37 ACTON MA	N49		01			1000				33,751.50
	TOTAL										56,178,108.60

C-11-4

COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

**BATCH #2**

J.V. NO. \_\_\_\_\_  
DATE \_\_\_\_\_  
ACCTG. PER. \_\_\_\_\_  
BUD YR. \_\_\_\_\_

PURPOSE: TRF ERAF III FY 04-05 (1ST PYMT)

SCHOOL J.V. NO. \_\_\_\_\_

LINE NO	FUND	DEPT	ACT	TYPE	APPR	MOBJ	R SRC	SUB	BS	ACCT.	ORG.	SUB	ORG	PROG	PGM	SUB	JOB/NO	PROJ	TASK	SUB	IG REFERENCE	FUND	DEPT	DEBIT AMOUNT	CREDIT AMOUNT
69	RD9		01						1000								VIP NAME					OPTION		16,347,132.37	
	ACCOUNT DESCRIPTION CASH (ERAF)																								
70	RD9		03						3301								VIP NAME					OPTION		16,347,132.37	
	ACCOUNT DESCRIPTION FBA (ERAF)																								
	SEE ATTACHED																								
	ACCOUNT DESCRIPTION REVENUE (VARIOUS GEN ACCT FDS)																								
	SEE ATTACHED																								
	ACCOUNT DESCRIPTION CASH (VARIOUS FDS)																								
	ACCOUNT DESCRIPTION																								
	ACCOUNT DESCRIPTION																								
EXPLANATION:																									
FOR QUESTIONS RE THIS J.V. PLS. CALL C. DIEP																									
213-574-6877																									
PREPARED BY: _____																									
APPROVED BY: _____																									
DATE APPROVED: 12/20/2004																									
ORIGINATING DEPARTMENT USE																									
32,694,264.74																									
32,694,264.74																									
TITLE: PROGRAM SPECIALIST III, A/C																									

C-11-V

JOURNAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

JV NUMBER

LINE NO.	DESCRIPTION	FUND	DEPT	ACCT TYPE	ACCT	M OBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT AMOUNT	CREDIT AMOUNT
71	051.00 CO WATERWORKS DIST #29 ACTION MA		PW	31		8003		54611		473,209.45	
72	051.70 CO WATERWORKS DIST #36 CAP OUT		PW	31		8003		54651		7,622.50	
73	051.75 CO WATERWORKS DIST #40 ACO		PW	31		8003		54694		254,217.67	
74	053.10 ARTESIA CEMETERY DISTRICT		ND	31		8003		53120		3,270.35	
75	053.20 DOWNEY CEMETERY DISTRICT		ND	31		8003		53130		1,722.65	
76	053.30 LANCASTER CEMETERY DISTRICT		ND	31		8003		53140		2,820.80	
77	053.40 LITTLE LAKE CEMETERY DISTRICT		ND	31		8003		53150		2,741.35	
78	053.90 WILMINGTON CEMETERY DISTRICT		ND	31		8003		53160		1,263.85	
79	059.90 WESTFIELD REC & PARK DIST #12		ND	31		8003		53540		902.05	
80	066.05 CO SANITATION DIST #1		ND	31		8003		53610		1,024,846.00	
81	066.10 CO SANITATION DIST #2		ND	31		8003		53620		1,594,698.50	
82	066.15 CO SANITATION DIST #3		ND	31		8003		53630		1,235,490.50	
83	066.20 CO SANITATION DIST #4		ND	31		8003		53640		123,489.50	
84	066.25 CO SANITATION DIST #5		ND	31		8003		53650		2,828,830.00	
85	066.30 CO SANITATION DIST #6		ND	31		8003		53660		633,665.00	
86	066.35 CO SANITATION DIST #7		ND	31		8003		53670		13,446.10	
87	066.45 CO SANITATION DIST #14		ND	31		8003		53690		232,109.00	
88	066.50 CO SANITATION DIST #15		ND	31		8003		53700		1,596,058.00	
89	066.55 CO SANITATION DIST #16		ND	31		8003		53710		938,733.10	
90	066.60 CO SANITATION DIST #17		ND	31		8003		53720		128,586.50	
91	066.65 CO SANITATION DIST #18		ND	31		8003		53730		888,445.00	
92	066.70 CO SANITATION DIST #19		ND	31		8003		53740		284,375.50	
93	066.75 CO SANITATION DIST #20		ND	31		8003		53750		184,609.00	
94	066.80 CO SANITATION DIST #21		ND	31		8003		53760		965,509.00	
95	066.85 CO SANITATION DIST #22		ND	31		8003		53770		833,195.00	
96	066.90 CO SANITATION DIST #23		ND	31		8003		53780		125,488.50	
97	067.05 CO SANITATION DIST #26		ND	31		8003		53790		541,330.90	
98	067.10 CO SANITATION DIST #27		ND	31		8003		53800		11,600.95	
99	067.15 CO SANITATION DIST #28		ND	31		8003		53810		43,590.00	
100	067.20 CO SANITATION DIST #29		ND	31		8003		53820		21,572.00	
101	067.35 CO SANITATION DIST #32		ND	31		8003		53830		584,278.75	
102	067.80 SOUTH BAY CITIES SAN DIST OPER		ND	31		8003		53870		753,396.00	
103	068.05 ANTELOPE VLY SOIL CONSER DIST		ND	31		8003		53900		4,162.00	
104	068.22 RCD OF THE SANTA MONICA MTNS		ND	31		8003		53910		7,856.90	
	TOTAL									16,347,132.37	

4/12/05 8:34 AM

H:\Distribution\Journal Voucher\FY 2004-2005\12-2004\NON-CRAITRE ERAF III FY 04-05 (1ST PMT)

C-11-6

JOURNAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

JV NUMBER

LINE NO.	DESCRIPTION	FUND	DEPT	ACCT TYPE	ACCT	M OBJ R SRC	BS ACCT	ORG NUMBER	SCHOOL NUMBER	DEBIT AMOUNT	CREDIT AMOUNT
105	051.00 CO WATERWORKS DIST #29 ACTION MA	N33		01			1000				473,209.45
106	051.70 CO WATERWORKS DIST #36 CAP OUT	N47		01			1000				7,622.50
107	051.75 CO WATERWORKS DIST #40 ACO	N64		01			1000				254,217.67
108	053.10 ARTESIA CEMETERY DISTRICT	P63		01			1000				3,270.35
109	053.20 DOWNEY CEMETERY DISTRICT	P65		01			1000				1,722.65
110	053.30 LANCASTER CEMETERY DISTRICT	P67		01			1000				2,820.80
111	053.40 LITTLE LAKE CEMETERY DISTRICT	P69		01			1000				2,741.35
112	053.90 WILMINGTON CEMETERY DISTRICT	P71		01			1000				1,263.85
113	059.90 WESTFIELD REC & PARK DIST #12	P84		01			1000				902.05
114	066.05 CO SANITATION DIST #1	PH1		01			1000				1,024,846.00
115	066.10 CO SANITATION DIST #2	PH6		01			1000				1,594,698.50
116	066.15 CO SANITATION DIST #3	PJ4		01			1000				1,235,490.50
117	066.20 CO SANITATION DIST #4	PJ8		01			1000				123,489.50
118	066.25 CO SANITATION DIST #5	PK2		01			1000				2,828,830.00
119	066.30 CO SANITATION DIST #8	PK5		01			1000				633,665.00
120	066.35 CO SANITATION DIST #9	PK8		01			1000				13,446.10
121	066.45 CO SANITATION DIST #14	PL3		01			1000				232,109.00
122	066.50 CO SANITATION DIST #15	PL6		01			1000				1,596,038.00
123	066.55 CO SANITATION DIST #16	PL9		01			1000				938,733.10
124	066.60 CO SANITATION DIST #17	PM2		01			1000				128,586.50
125	066.65 CO SANITATION DIST #18	PM5		01			1000				888,445.00
126	066.70 CO SANITATION DIST #19	PM8		01			1000				284,375.50
127	066.75 CO SANITATION DIST #20	PN4		01			1000				184,609.00
128	066.80 CO SANITATION DIST #21	PN8		01			1000				965,509.00
129	066.85 CO SANITATION DIST #22	PP3		01			1000				833,195.00
130	066.90 CO SANITATION DIST #23	PP7		01			1000				125,488.50
131	067.05 CO SANITATION DIST #26	PQ1		01			1000				541,330.90
132	067.10 CO SANITATION DIST #27	PQ5		01			1000				11,600.95
133	067.15 CO SANITATION DIST #28	PQ7		01			1000				43,590.00
134	067.20 CO SANITATION DIST #29	PQ9		01			1000				21,572.00
135	067.35 CO SANITATION DIST #32	PR3		01			1000				584,278.75
136	067.80 SOUTH BAY CITIES SAN DIST OPER	PS2		01			1000				753,396.00
137	068.05 ANTELOPE VLY SOIL CONSERV DIST	S03		01			1000				4,162.00
138	068.22 RCD OF THE SANTA MONICA MTS	S04		01			1000				7,856.90
	TOTAL										16,347,132.37

C-11-7

COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

**BATCH #3**

J.V. NO. \_\_\_\_\_  
DATE \_\_\_\_\_  
ACCTG. PER. \_\_\_\_\_  
BUD YR. \_\_\_\_\_

PURPOSE: TRF ERAF III FY 04-05 (1ST PYMT)

SCHOOL J.V. NO

LINE NO	FUND	DEPT	ACT	TYPE	APPR	R SRC	M OBJ	SUB	BS	ACCT.	ORG.	SUB	ORG	PROG	SUB	PGM	JOB/NO	PROJ	TASK	SUB	IG REFERENCE	FUND	DEPT	DEBIT AMOUNT	CREDIT AMOUNT
139	RD9		01						1000															7,981,360.57	
	ACCOUNT DESCRIPTION CASH (ERAF)																								
140	RD9		03						3301															7,981,360.57	
	ACCOUNT DESCRIPTION FBA (ERAF)																								
	SEE ATTACHED																								
	ACCOUNT DESCRIPTION FBA (VARIOUS TRUST FDS)																								
	SEE ATTACHED																								
	ACCOUNT DESCRIPTION CASH (VARIOUS FDS)																								
	ACCOUNT DESCRIPTION																								
	ACCOUNT DESCRIPTION																								
EXPLANATION:																							FOR QUESTIONS RE THIS J.V. PLS. CALL C. DIEP	15,962,721.14	15,962,721.14
COPY TO:																							ORIGINATING DEPARTMENT USE		
VERIFIED BY:																							DATE APPROVED	12/20/2004	
AUDITOR-CONTROLLER'S USE																							APPROVED BY		
																							TITLE	PROGRAM SPECIALIST III, A/C	

C-11-8



JOURNAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	MOBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
141	100	CITY of ALHAMBRA	R09		03			3301			469,057.89	
142	101	CITY of AGOURA HILLS	R10		03			3301			116,451.85	
143	104	CITY of ARCADIA	R11		03			3301			309,337.04	
144	106	CITY of ARTESIA	R12		03			3301			68,147.59	
145	108	CITY of AVALON	R13		03			3301			40,016.45	
146	112	CITY of AZUSA	R14		03			3301			217,368.70	
147	114	CITY of BALDWIN PARK	R15		03			3301			267,377.89	
148	116	CITY of BELL	R16		03			3301			116,248.52	
149	118	CITY of BELLFLOWER	R17		03			3301			251,229.18	
150	119	CITY of BELL GARDENS	R18		03			3301			169,247.44	
151	120	CITY of BEVERLY HILLS	R19		03			3301			955,837.79	
152	122	CITY of BRADBURY	R20		03			3301			4,932.45	
153	124	CITY of BURBANK	R21		03			3301			925,470.72	
154	126	CITY of CALABASAS	RD4		03			3301			161,373.04	
155	128	CITY of CLAREMONT	R24		03			3301			175,278.93	
156	131	CITY of COMMERCE	R25		03			3301			215,595.00	
157	132	CITY of COMPTON	R26		03			3301			324,293.54	
158	136	CITY of COVINA	R27		03			3301			268,546.56	
159	138	CITY of CUDAHY	R28		03			3301			69,799.27	
160	140	CITY of CULVER CITY	R29		03			3301			485,209.30	
161	142	CITY of CERRITOS	R23		03			3301			545,942.86	
162	143	CITY of DOWNEY	R30		03			3301			533,887.96	
163	144	CITY of EL MONTE	R32		03			3301			535,046.19	
164	145	CITY of DUARTE	R31		03			3301			120,847.15	
165	146	CITY of DIAMOND BAR	RD3		03			3301			198,736.65	
166	148	CITY of EL SEGUNDO	R33		03			3301			436,080.61	
										TOTAL	7,981,360.57	

C-11-9

JOURNAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	MOBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
167	100	CITY of ALHAMBRA	R09		01			1000				469,057.89
168	101	CITY of AGOURA HILLS	R10		01			1000				116,451.85
169	104	CITY of ARCADIA	R11		01			1000				309,337.04
170	106	CITY of ARTESIA	R12		01			1000				68,147.59
171	108	CITY of AVALON	R13		01			1000				40,016.45
172	112	CITY of AZUSA	R14		01			1000				217,368.70
173	114	CITY of BALDWIN PARK	R15		01			1000				267,377.89
174	116	CITY of BELL	R16		01			1000				116,248.52
175	118	CITY of BELLFLOWER	R17		01			1000				251,229.18
176	119	CITY of BELL GARDENS	R18		01			1000				169,247.44
177	120	CITY of BEVERLY HILLS	R19		01			1000				955,837.79
178	122	CITY of BRADBURY	R20		01			1000				4,932.45
179	124	CITY of BURBANK	R21		01			1000				925,470.72
180	126	CITY of CALABASAS	RD4		01			1000				161,373.04
181	128	CITY of CLAREMONT	R24		01			1000				175,278.93
182	131	CITY of COMMERCE	R25		01			1000				215,595.00
183	132	CITY of COMPTON	R26		01			1000				324,293.54
184	136	CITY of COVINA	R27		01			1000				268,546.56
185	138	CITY of CUDAHY	R28		01			1000				69,799.27
186	140	CITY of CULVER CITY	R29		01			1000				485,209.30
187	142	CITY of CERRITOS	R23		01			1000				545,942.86
188	143	CITY of DOWNEY	R30		01			1000				533,887.96
189	144	CITY of EL MONTE	R32		01			1000				535,046.19
190	145	CITY of DUARTE	R31		01			1000				120,847.15
191	146	CITY of DIAMOND BAR	RD3		01			1000				198,736.65
192	148	CITY of EL SEGUNDO	R33		01			1000				436,080.61
										TOTAL		7,981,360.57

C-11-10

COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

**BATCH #4**

J.V. NO. \_\_\_\_\_  
DATE \_\_\_\_\_  
ACCTG. PER. \_\_\_\_\_  
BUD YR. \_\_\_\_\_

PURPOSE: TRF ERAF III FY 04-05 (1ST PYMT)

SCHOOL J.V. NO. \_\_\_\_\_

LINE NO	FUND	DEPT	ACT	MOBJ	SUB	BS	ORG.	SUB	ORG	PROG	SUB	PGM	JOBWO	PROJ	TASK	SUB	I/G REFERENCE	DEBIT AMOUNT	CREDIT AMOUNT
193	RD9		01			1000												33,441,237.68	
	ACCOUNT DESCRIPTION CASH (ERAF)																		
194	RD9		03			3301												33,441,237.68	
	ACCOUNT DESCRIPTION FBA (ERAF)																		
	SEE ATTACHED																		
	ACCOUNT DESCRIPTION FBA (VARIOUS TRUST FDS)																		
	SEE ATTACHED																		
	ACCOUNT DESCRIPTION CASH (VARIOUS FDS)																		
	33,441,237.68																		
	ACCOUNT DESCRIPTION																		
	ACCOUNT DESCRIPTION																		
<b>EXPLANATION:</b>																			
FOR QUESTIONS RE THIS J.V. PLS. CALL C. DIEP																			
66,882,475.36																			
ORIGINATING DEPARTMENT USE																			
DATE APPROVED 12/20/2004																			
APPROVED BY																			
TITLE PROGRAM SPECIALIST II, A/C																			
AUDITOR-CONTROLLER'S USE																			
PREPARED BY: 213-974-6877																			
APPROVED BY: _____																			
D. GENICA																			

JOURNAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	MOBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
195	152	CITY of GARDENA	R34		03			3301			286,478.51	
196	156	CITY of GLENDALE	R35		03			3301			1,109,778.90	
197	160	CITY of GLENORA	R36		03			3301			247,288.22	
198	163	CITY of HAWAIIAN GARDENS	R37		03			3301			80,660.68	
199	164	CITY of HAWTHORNE	R38		03			3301			336,359.78	
200	168	CITY of HERMOSA BEACH	R39		03			3301			163,214.56	
201	170	CITY of HIDDEN HILLS	R40		03			3301			11,084.89	
202	172	CITY of HUNTINGTON PARK	R41		03			3301			219,531.71	
203	174	CITY of INDUSTRY	R42		03			3301			453,607.05	
204	176	CITY of INGLEWOOD	R43		03			3301			522,663.56	
205	177	CITY of IRWINDALE	R44		03			3301			169,073.16	
206	178	CITY of LA PUENTE	R50		03			3301			128,099.24	
207	179	CITY of LAKEWOOD	R45		03			3301			350,580.59	
208	180	CITY of LA VERNE	R51		03			3301			177,922.62	
209	181	CITY of LAWDALE	R52		03			3301			106,861.46	
210	182	CITY of LA MIRADA	R48		03			3301			258,491.24	
211	183	CITY of LOMITA	R53		03			3301			78,967.70	
212	184	CITY of LONG BEACH	R54		03			3301			2,545,756.06	
213	185	CITY of LA CANADA - FLINTRIDGE	R46		03			3301			104,609.71	
214	186	CITY of LANCASTER	R49		03			3301			517,176.60	
215	187	CITY of LA HABRA HEIGHTS	R47		03			3301			25,676.08	
216	188-190	CITY of LOS ANGELES	R55		03			3301			24,212,056.68	
217	200	CITY of LYNWOOD	R56		03			3301			212,547.97	
218	203	CITY of MALIBU	RD5		03			3301			121,213.98	
219	204	CITY of MANHATTAN BEACH	R57		03			3301			337,095.34	
220	208	CITY of MAYWOOD	R58		03			3301			76,101.37	
221	212	CITY of MONROVIA	R59		03			3301			264,796.58	
222	216	CITY of MONTEBELLO	R60		03			3301			323,543.44	
TOTAL											33,441,237.68	

C-11-12

JOURNAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	M OBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
223	152	CITY of GARDENA	R34		01			1000				286,478.51
224	156	CITY of GLENDALE	R35		01			1000				1,109,778.90
225	160	CITY of GLENDORA	R36		01			1000				247,288.22
226	163	CITY of HAWAIIAN GARDENS	R37		01			1000				80,660.68
227	164	CITY of HAWTHORNE	R38		01			1000				336,359.78
228	168	CITY of HERMOSA BEACH	R39		01			1000				163,214.56
229	170	CITY of HIDDEN HILLS	R40		01			1000				11,084.89
230	172	CITY of HUNTINGTON PARK	R41		01			1000				219,531.71
231	174	CITY of INDUSTRY	R42		01			1000				453,607.05
232	176	CITY of INGLEWOOD	R43		01			1000				522,663.56
233	177	CITY of IRVINDALE	R44		01			1000				169,073.16
234	178	CITY of LA PUENTE	R50		01			1000				128,099.24
235	179	CITY of LAKEWOOD	R45		01			1000				350,580.59
236	180	CITY of LA VERNE	R51		01			1000				177,922.62
237	181	CITY of LAWDALE	R52		01			1000				106,861.46
238	182	CITY of LA MIRADA	R48		01			1000				258,491.24
239	183	CITY of LOMITA	R53		01			1000				78,967.70
240	184	CITY of LONG BEACH	R54		01			1000				2,545,756.06
241	185	CITY of LA CANADA - FLINTRIDGE	R46		01			1000				104,609.71
242	186	CITY of LANCASTER	R49		01			1000				517,176.60
243	187	CITY of LA HABRA HEIGHTS	R47		01			1000				25,676.08
244	188-190	CITY of LOS ANGELES	R55		01			1000				24,212,056.68
245	200	CITY of LYNWOOD	R56		01			1000				212,547.97
246	203	CITY of MALIBU	RD5		01			1000				121,213.98
247	204	CITY of MANHATTAN BEACH	R57		01			1000				337,095.34
248	208	CITY of MAYWOOD	R58		01			1000				76,101.37
249	212	CITY of MONROVIA	R59		01			1000				264,796.58
250	216	CITY of MONTEBELLO	R60		01			1000				323,543.44
										TOTAL		33,441,237.68

COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

BATCH #5

J.V. NO. \_\_\_\_\_  
DATE \_\_\_\_\_  
ACCTG. PER. \_\_\_\_\_  
BUD YR. \_\_\_\_\_

PURPOSE: TRF ERAF III FY 04-05 (1ST PYMT)

SCHOOL J.V. NO. \_\_\_\_\_

LINE NO	FUND	DEPT	ACT	TYPE	APPR	R SRC	M OBJ	SUB	E/R	BS	ACCT.	ORG.	SUB	ORG.	SUB	PGM	SUB	JOBWO	PROJ	TASK	SUB	I/G REFERENCE	FUND	DEPT	DEBIT AMOUNT	CREDIT AMOUNT
251	RD9		01							1000															10,116,059.87	
	ACCOUNT DESCRIPTION CASH (ERAF)																									
	RD9		03							3301															10,116,059.87	
	ACCOUNT DESCRIPTION FBA (ERAF)																									
252																										
	ACCOUNT DESCRIPTION SEE ATTACHED																									
	ACCOUNT DESCRIPTION FBA (VARIOUS TRUST FDS)																									
	ACCOUNT DESCRIPTION SEE ATTACHED																									
	ACCOUNT DESCRIPTION CASH (VARIOUS FDS)																									
	ACCOUNT DESCRIPTION																									
	ACCOUNT DESCRIPTION																									
	ACCOUNT DESCRIPTION																									
	ACCOUNT DESCRIPTION																									
EXPLANATION:																										
COPY TO: _____																										
VERIFIED BY: _____																										
AUDITOR-CONTROLLER'S USE																										
APPROVED BY: _____																										
DATE APPROVED: 12/20/2004																										
ORIGINATING DEPARTMENT USE																										
APPROVED BY: _____																										
TITLE: PROGRAM SPECIALIST III, A/C																										

JOURNAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	M OBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
253	220	CITY of MONTEREY PARK	R61		03			3301			284,068.62	
254	222	CITY of NORWALK	R62		03			3301			399,954.75	
255	224	CITY of PALOS VERDES ESTATES	R64		03			3301			95,120.48	
256	225	CITY of PALMDALE	R63		03			3301			424,550.98	
257	226	CITY of PARAMOUNT	R65		03			3301			212,432.73	
258	228	CITY of PASADENA	R66		03			3301			1,629,402.99	
259	230	CITY of PICO RIVERA	R67		03			3301			245,522.63	
260	232	CITY of POMONA	R68		03			3301			710,385.02	
261	234	CITY of RANCHO PALOS VERDES	R69		03			3301			166,922.91	
262	236	CITY of REDONDO BEACH	R70		03			3301			458,745.84	
263	237	CITY of ROSEMEAD	R73		03			3301			184,369.00	
264	238	CITY of ROLLING HILLS	R71		03			3301			12,679.45	
265	239	CITY of ROLLING HILLS ESTATES	R72		03			3301			54,601.65	
266	240	CITY of SAN FERNANDO	R75		03			3301			138,895.91	
267	241	CITY of SAN DIMAS	R74		03			3301			176,149.04	
268	244	CITY of SAN GABRIEL	R76		03			3301			168,912.82	
269	248	CITY of SAN MARINO	R77		03			3301			138,853.17	
270	249	CITY of SANTA CLARITA	R62		03			3301			804,627.94	
271	250	CITY of SANTA FE SPRINGS	R78		03			3301			367,135.14	
272	252	CITY of SANTA MONICA	R79		03			3301			1,358,152.64	
273	256	CITY of SIERRA MADRE	R80		03			3301			61,660.46	
274	260	CITY of SIGNAL HILL	R81		03			3301			174,305.73	
275	262	CITY of SOUTH EL MONTE	R82		03			3301			101,898.85	
276	264	CITY of SOUTH GATE	R83		03			3301			335,450.71	
277	268	CITY of SOUTH PASADENA	R84		03			3301			154,519.48	
278	270	CITY of TEMPLE CITY	R85		03			3301			117,737.80	
279	272	CITY of TORRANCE	R86		03			3301			1,139,003.93	
TOTAL										10,116,059.87		

0-11-15

JOURNAL VOUCHER  
STANDARD ATTACHMENT  
TAX APPORTIONMENT

LINE NO.	ACCT #	DESCRIPTION	FUND	DEPT	ACCT TYPE	APPR	M OBJ R SRC	BS ACCT	ORG	SCHOOL NUMBER	DEBIT	CREDIT
280	220	CITY of MONTEREY PARK	R61		01			1000				284,068.52
281	222	CITY of NORWALK	R62		01			1000				399,954.75
282	224	CITY of PALOS VERDES ESTATES	R64		01			1000				95,120.48
283	225	CITY of PALMDALE	R63		01			1000				424,550.98
284	226	CITY of PARAMOUNT	R65		01			1000				212,432.73
285	228	CITY of PASADENA	R66		01			1000				1,629,402.39
286	230	CITY of PICO RIVERA	R67		01			1000				245,522.53
287	232	CITY of POMONA	R68		01			1000				710,385.02
288	234	CITY of RANCHO PALOS VERDES	R69		01			1000				166,922.91
289	236	CITY of REDONDO BEACH	R70		01			1000				458,745.84
290	237	CITY of ROSEMEAD	R73		01			1000				184,369.00
291	238	CITY of ROLLING HILLS	R71		01			1000				12,679.45
292	239	CITY of ROLLING HILLS ESTATES	R72		01			1000				54,601.65
293	240	CITY of SAN FERNANDO	R75		01			1000				138,895.91
294	241	CITY of SAN DIMAS	R74		01			1000				176,149.04
295	244	CITY of SAN GABRIEL	R76		01			1000				168,912.82
296	248	CITY of SAN MARINO	R77		01			1000				138,853.17
297	249	CITY of SANTA CLARITA	RD2		01			1000				804,627.94
298	250	CITY of SANTA FE SPRINGS	R78		01			1000				367,135.14
299	252	CITY of SANTA MONICA	R79		01			1000				1,358,152.64
300	256	CITY of SIERRA MADRE	R80		01			1000				61,660.46
301	260	CITY of SIGNAL HILL	R81		01			1000				174,305.73
302	262	CITY of SOUTH EL MONTE	R82		01			1000				101,898.85
303	264	CITY of SOUTH GATE	R83		01			1000				335,450.71
304	268	CITY of SOUTH PASADENA	R84		01			1000				154,519.48
305	270	CITY of TEMPLE CITY	R85		01			1000				117,737.80
306	272	CITY of TORRANCE	R86		01			1000				1,139,003.93
										TOTAL		10,116,059.87

0-11-16



COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

**BATCH #6**

J.V. NO. \_\_\_\_\_  
DATE \_\_\_\_\_  
ACCTG. PER. \_\_\_\_\_  
BUD YR. \_\_\_\_\_

PURPOSE: TRF ERAF III FY 04-05 (1ST PYMT)

SCHOOL J.V. NO

LINE NO	FUND	DEPT	ACT	TYPE	APPR	R SRC	MOBJ	SUB	BS	ACCT.	ORG.	SUB	ORG	PROG	SUB	PGM	JOB/NO	PROJ	TASK	SUB	IG REFERENCE	FUND	DEPT	DEBIT AMOUNT	CREDIT AMOUNT
307	RD9		01						1000															1,588,235.72	
	ACCOUNT DESCRIPTION																								
	CASH (ERAF)																								
	RD9		03						3301																1,588,235.72
	ACCOUNT DESCRIPTION																								
	FBA (ERAF)																								
308																									1,588,235.72
	ACCOUNT DESCRIPTION																								
	SEE ATTACHED																								
	ACCOUNT DESCRIPTION																								
	FBA (VARIOUS TRUST FDS)																								
																									1,588,235.72
	ACCOUNT DESCRIPTION																								
	SEE ATTACHED																								
	ACCOUNT DESCRIPTION																								
	CASH (VARIOUS FDS)																								
																									1,588,235.72
	ACCOUNT DESCRIPTION																								
	ACCOUNT DESCRIPTION																								
EXPLANATION:																							FOR QUESTIONS	3,176,471.44	3,176,471.44
COPY TO:																							ORIGINATING DEPARTMENT USE		
VERIFIED BY:																							DATE APPROVED	12/20/2004	
AUDITOR-CONTROLLER'S USE																							APPROVED BY		
APPROVED BY:																							TITLE	PROGRAM SPECIALIST III, A/C	





COUNTY OF LOS ANGELES  
JOURNAL VOUCHER

TO: AUDITOR-CONTROLLER  
FROM: A/C TAX DIVISION  
ORIGINATING DEPARTMENT

TRANS CODE: JV TRANS DEPT: AC

BATCH #7

J.V. NO. \_\_\_\_\_  
DATE \_\_\_\_\_  
ACCTG. PER. \_\_\_\_\_  
BUD YR. \_\_\_\_\_

PURPOSE: TRF ERAF III FY 04-05 (1ST PYMT)

SCHOOL J.V. NO

LINE NO	FUND	DEPT	ACT	TYPE	APPR	R SRC	MOBJ	SUB	BS	ACCTG.	ORG.	SUB	ORG	SUB	PGM	SUB	JOBWO	PROJ	TASK	SUB	I/G REFERENCE	FUND	DEPT	DEBIT AMOUNT	CREDIT AMOUNT
321	RD9			01					1000															7,266,085.92	
	ACCOUNT DESCRIPTION CASH (ERAF)																								
322	RD9			03					3301															7,266,085.92	
	ACCOUNT DESCRIPTION FBA (ERAF)																								
	SEE ATTACHED																								
	ACCOUNT DESCRIPTION FBA (VARIOUS TRUST FDS)																								
	SEE ATTACHED																								
	ACCOUNT DESCRIPTION CASH (VARIOUS FDS)																								
	ACCOUNT DESCRIPTION																								
	ACCOUNT DESCRIPTION																								
EXPLANATION:																							FOR QUESTIONS RE THIS J.V. PLS. CALL C. DIEP	14,532,171.84	14,532,171.84
COPY TO:																							ORIGINATING DEPARTMENT USE		
AUDITOR-CONTROLLER'S USE																							DATE APPROVED	12/20/2004	
VERIFIED BY:																							APPROVED BY		
																							TITLE	PROGRAM SPECIALIST III, A/C	





Accounting for Local Revenue Realignment  
Adopted in the 2004-05 State of California Budget  
(Including “Triple Flip”)

Issued February 2005

PUBLISHED BY THE  
CALIFORNIA COMMITTEE ON MUNICIPAL ACCOUNTING

(a joint committee comprised of representatives of *the League of California Cities*  
and the *California Society of Certified Public Accountants*)

Derek Hanway, Financial Services Director, City of Burbank, Co-chair  
Michael Moreland, Partner, Moreland & Associates, Inc., Co-chair  
Ken Al-Imam, Partner, Conrad and Associates, L.L.P.  
Clyde Brown, Partner, Clyde W. Brown & Associates  
Susan Mayer, Finance Manager, City of Napa  
Lisa Hildebrand, Finance Director, City of Carlsbad  
Paul Sundeen, Finance Director, City of Riverside

**I. Introduction**

**A. Purpose of Paper**

The State of California’s FY 2004-05 adopted budget has significantly impacted the valuation, distribution method, and timing of several key local government revenues.

The California State Association of County Auditors has issued “*SB 1096 Guidelines (Uniform Guidelines for the Implementation of Senate Bill No. 1096 as Amended by AB 2115 Concerning Funding Provisions Relative to Counties, Cities, Special Districts, and Redevelopment Agencies in Connection with the State of California Budget for fiscal Year 2004-2005 and Beyond)*.” These guidelines focus on the **distribution** of these impacted revenues through discussion of the timing and calculation of cash disbursements. They also provide background information, state code references, and specific procedures to be commonly implemented by all Counties.

The purpose of this white paper is to provide **financial accounting** and **reporting** guidance for these impacted revenues, including:

- Interpretation and examples of revenue recognition polices and the accrual options available to local governments
- Recommend revenue classification for financial statement presentation

**B. Impacted Revenues**

The following is a listing of impacted local revenues, along the common reference names coined by stakeholders and participants in the state budget negotiation process:

<u>Local Revenue</u>	<u>Impact Reference Name</u>
<u>2004-05 and Forward</u>	
Sales Tax	“Triple Flip”
Motor Vehicle License Fee	“VLF Swap”
Property Tax	“ERAF III”
<u>2003-04 and Prior</u>	
Motor Vehicle License Fee	“VLF Loan”
State Mandates	“SB 90 Claims”

**II. Sales Tax – “Triple Flip”**

**A. Background Information**

- Prior to FY 2003-04, cities have generally received 1% of the Bradley-Burns state-wide sales tax.
- As of July 1, 2004, the State has reduced the local allocation by .25%, and used this .25% as security for the State’s “Economic Recovery Bonds.”
- The State has replaced this .25% reduction of sales tax with a dollar-for-dollar allocation of local property tax from County ERAF funds.
- The estimation, distribution, reconciliation, and true-up process for the .25% back-fill leaves Cities with year-end cash flow timing differences from the prior distribution method.



**B. Cash Flow Prior to “Triple Flip”**

- The State has distributed quarterly sales tax to local governments through a monthly advance and quarterly reconciliation process. The following is an example of quarterly cash flow:

<u>April to June Retail Sales</u>	<u>Cash Distribution to Cities</u>
1 <sup>st</sup> Advance (30% of quarterly estimate)	June
2 <sup>nd</sup> Advance (30% of quarterly estimate)	July
3 <sup>rd</sup> Advance (40% of quarterly estimate)	August
Reconciliation between advances/actual	September

**C. Accrual Policies Prior to “Triple Flip”**

- GASB Statements #33 and 36 provide accounting guidelines for revenue recognition for non-exchange transactions such as sales tax. Sales tax revenue is considered “earned” at the point of sale.
- CCMA has issued a white paper providing guidance for GASB Statement #22, now superseded by GASB Statements #33 and #36, recommending that Cities accrue the State’s 2nd quarter advances, received by Cities in July and August, into the year ending June 30, since these revenues had been earned at the point of sale prior to June 30.
- If a City has adopted a 90-day availability policy for sales tax revenue recognition, the city would also accrue the 2<sup>nd</sup> quarter reconciliation payment, received in September (if material).

**D. New Cash Flow, Beginning July 1, 2004**

- Most Cities will continue to receive .75% of sales tax revenues directly from the State in the same prior distribution method described in Section 8 above. Cities who had been receiving a Bradley Burns allocation of less than 1% before the Triple Flip will receive their usual amount, less .25%. A sample of the new state quarterly remittance advice is presented below. The remittance advice reports taxes at both the original and reduced tax levels.
- The State Department of Finance will estimate the .25% local share of sales tax each year by September 1<sup>st</sup>, based upon actual prior year results and a projected state-wide growth factor.
- Counties are scheduled to distribute cash to cities based upon this estimate in two equal installments in January and May.
- This County cash distribution may differ from the City’s actual .25% of sales tax for the following reasons:
  - State Department of Finance annual estimate vs. actual revenue
  - Allocation of estimate by jurisdiction
  - The selection of calendar months included in annual State estimate (month of point of sale vs. month of cash advance)
- A reconciliation “true-up” between actual taxes earned and the estimated amounts distributed will be calculated by the state.
- For State budget purposes, the State Department of Finance has estimated the FY 2004-05 “true-up” in February 2005, before actual sales tax data is available. This estimate may be further refined during the State’s May budget “Revise.” The “true-up” for FY 2004-05, scheduled for distribution by counties in January 2006, may be followed by a subsequent “true-up” in January 2007.
- The State Department of Finance’s implementation and reporting methodology should be used for cash planning purposes, but not necessarily for financial reporting purposes. Cities should carefully consider the revenue recognition guidance below to follow generally accepted accounting principles for non-exchange transactions.

<b><u>Sample Quaterly Statement</u></b>		
<b>State of California - Board of Equalization</b>		
<b>Statement of Bradley-Burns Local Tax Distribution</b>		
<b>(Jurisdiction #)</b>	<b>Date: 12/14/2004</b>	<b>For the Periods Shown Below</b>
Payee: City Treasurer		
Total Due	08/13-11/12	1,000,000
State Tax		(250,000)
<hr/>		
Local Tax		750,000
Prior Advances	08/13-11/12	(673,500)
Adjusted Cost of Admin		(10,200)
<hr/>		
Balance	08/13-11/12	66,300
Current Advance	11/13-12/13	240,600
Total Payment per Section 7203.1		306,900

**E. New Accrual Policies, Beginning July 1, 2004**

- **Ongoing .75%:**  
Sales tax revenue accruals should follow existing GASB #33/36 guidance for the .75% of tax that will continue to be received directly from the state. For example, if a City has a 60-day availability policy, the second quarter advances received in July and August would be accrued into the prior year. A 90-day availability policy would increase the accrual to include the quarterly reconciliation payment received in September.
- **Triple-flip .25% - Fund-level statements:**  
Cities should consider the State Department of Finance sales tax estimation and “true-up” reporting as simply a stream of available cash flow information. Cities should rely upon the Board of Equalization quarterly statements for calculation of actual .75 and .25% sales tax allocations for the purpose of financial reporting.

If Cities maintain a 60- or 90-day availability period as the basis for determining revenue availability for the modified-accrual fund-level statements, the receivable recorded for the January true-up would be offset by deferred revenue (if material). In this case, these Cities will experience a one-time drop in revenue from past practice.

Alternatively, cities may adopt a seven months or longer availability period for these transactions, which would create the basis for accrual and revenue recognition of a portion of the County true-up distribution scheduled for the subsequent January. Longer availability policies are already in practice at some local governments to address normal delays in grant reimbursements. In this case, total sales tax revenues would be most consistent with revenues reported in years before the flip.

This practice allows cities to report revenues consistent with the Economic Recovery Act's objective of making local governments whole from its series of revenue reallocations.

- Triple-flip .25% - Full accrual statements:  
Government-wide statements on the full accrual basis of accounting should include accrual and revenue recognition for the subsequent year 'true up' adjustment payment.

**F. Timing Difference: State Distribution Quarter vs. City Revenue Quarter**

- The end-of-year sales tax receivable to be recorded as due from the County will differ from the annual reconciliation amount reported by the State each year in September.
- The State distribution methodology may undergo change as implementation mechanics are further developed. As of February 2005, it is understood that the State's sales tax estimate for FY 2004-05 is based upon 10.5 calendar months of cash distributions instead of 12, for a net loss in cash flow for the year of implementation of 1.5 months and a permanent reporting lag of 1.5 months from the Board of Equalization's point-of-sale based reporting. The 1.5 months will be made up during the last year of the Triple Flip.
- Since government accounting standards call for revenue recognition at the point-of-sale, cities with a 7+ month revenue availability period will need to recognize additional revenue from a portion of the January County advance for the under lying May and June point-of-sale taxes included by the State in the subsequent year's revenue estimate. The accrual should be sufficient to recognize the ERAF .25% of fiscal year point-of-sales tax revenue, as calculated on the first three lines in the above sample BOE quarterly statement. Cities with a 60- or 90-day availability period will also accrue the May and June portion of the January County advance, but will offset this accrual with deferred revenue.

Example of Timing Difference: State Distribtuion Quarter vs. City Revenue Quarter						
	April-June 2005	July-Sept 2005	Sept-Dec 2005	Jan-Mar 2006	April-June 2006	Total FY 2005-06
State's Annual .25% Estimate: Point of sale revenue, under state implementation procedure assumed for FY 2005-06	112,500	225,000	225,000	225,000	112,500	900,000
	(a)					
As distributed by Counties to Cities				450,000	450,000	900,000
City's point-of-sale revenue recognition, with 7+ month availability period		225,000	225,000	225,000	225,000	900,000
City's General Ledger Entries:						
Cash receipt				450,000	450,000	900,000
Reverse prior year accrual			(a)	(112,500)		(112,500)
Record new year accrual					112,500	112,500
	-	-	-	337,500	562,500	900,000

**G. Revenue Classification for Financial Statement Presentation**

- Classification:
  - .75%: Continue to report as “Sales Tax”
  - .25%: Report as “In-lieu Sales Tax”, within “Tax” Category
  - Suggested statistical section reporting in CAFR: Combined reporting as “Sales Tax”
  
- Rationale:
  - “In-lieu Sales Tax” classification is preferable to an “Intergovernmental Revenue/shared state revenue” alternative since the economic basis of the transaction/valuation is still sales tax, even though the source of funds is now a temporary allocation of the state-controlled County ERAF fund.

**H. Examples**

- Two examples are presented below.
- The first example is for cities that have selected a revenue recognition policy with a 7 month + availability period. It is also for use by all cities in the government-wide statements.
- The second example is for fund-level reporting for cities with a 90-day availability period. A 90-day example has been presented to show the cash flow for the full April to June point-of-sale quarter. Cities with a 60-day availability period should refer to the footnote on the face of the example that references the September cash flow to be excluded from fund level revenue.

**TRIPLE FLIP EXAMPLES**  
**Fund Level Statements (With Seven Month + Availability Period)**  
**and Accrual-basis Government-wide Statements**

<b>Assumptions</b>							
	<u>July-Sept</u>	<u>Oct-Dec</u>	<u>Jan-Mar</u>	<u>Apr-Jun</u>		<u>Total</u>	
<b>Sales Tax:</b>							
1.00% Bradley Burns allocation*	1,000,000	1,000,000	1,000,000	1,000,000		4,000,000	
0.75% New local allocation*	750,000	750,000	750,000	750,000		3,000,000 (a)	
0.25% New State allocation	250,000	250,000	250,000	250,000		1,000,000 (b)	
* Most common tax rates; some cities differ							
<b>Cash Flow</b>							
	<u>July-Sept</u>	<u>Oct-Dec</u>	<u>Jan-Mar</u>	<u>Apr-Jun</u>	<u>After June 30</u>	<u>Total</u>	
<b>Board of Equalization Payments:</b>							
<u>Point of Sale</u>	<u>City Receipt</u>						
July	Sep	30%	210,000			210,000	
Aug	Oct	30%		210,000		210,000	
	Nov	40%		280,000		280,000	
Reconciliation	Dec			50,000		50,000	
Oct	Dec	30%		210,000		210,000	
Nov	Jan	30%		210,000		210,000	
Dec	Feb	40%		280,000		280,000	
Reconciliation	Mar			50,000		50,000	
Jan	Mar	30%		210,000		210,000	
Feb	Apr	30%		210,000		210,000	
Mar	May	40%		280,000		280,000	
Reconciliation	June			50,000		50,000	
Apr	Jun	30%		210,000		210,000	
May	July	30%			210,000	210,000	
Jun	Aug	40%			280,000	280,000	
Reconciliation	Sept				50,000	50,000 (a)	
Gross cash flow from State	210,000	750,000	750,000	750,000	540,000	3,000,000	
BOE admin fees		(10,000)	(10,000)	(10,000)	(10,000)	(40,000)	
Net cash flow from State	210,000	740,000	740,000	740,000	530,000 (3)	2,960,000 (1)	
<b>County Payments (FY 2004-05)</b>							
State Dept of Finance estimate	100%	450,000	900,000	900,000	900,000	450,000	3,600,000
	25%	112,500	225,000	225,000	225,000	112,500	900,000
Adjustment from 12 to 10.5 months							(112,500)
County ERAF distribution	25%			393,750	393,750		787,500
Annual reconciliation, per State :							
Under-estimated revenue						100,000	100,000
Annual cash flow, per State		-	-	393,750	393,750	100,000	887,500
May/June revenue distributed in subsequent year advance						112,500 (c)	112,500 (b)
Net cash flow from County		-	-	393,750	393,750	212,500 (4)	1,000,000 (2)
<b>County Payments (Future years)</b>							
State Dept of Finance estimate	100%	450,000	900,000	900,000	900,000	450,000	3,600,000
	25%	112,500	225,000	225,000	225,000	112,500	900,000
County ERAF distribution	25%			450,000	450,000		900,000
Annual reconciliation, per State						100,000	100,000
Cash flow accrued into prior year				(112,500) (c)			(112,500)
May/June revenue distributed in subsequent year advance						112,500	112,500 (b)
Net cash flow from County		-	-	337,500	450,000	212,500 (5)	1,000,000 (2)

**Footnotes**

(a) (b) (c) See intra-page references

(1) (2) (3) (4) (5) See references to journal entries on subsequent page

**TRIPLE FLIP EXAMPLES**  
**Fund Level Statements (With Seven Month + Availability Period)**  
**and Accrual-basis Government-wide Statements**

Continued

<b>Financial Statement Presentation</b>
---

\$ 3,960,000

Taxes:

Sales tax

① 2,960,000

In-lieu sales tax

② 1,000,000

<b>Year-end Journal Entries</b>
---------------------------------

	<u>Debit</u>	<u>Credit</u>
Due from other governments	742,500	
Sales tax revenue		③ 530,000
In-lieu sales tax revenue		④⑤ 212,500

**TRIPLE FLIP EXAMPLES**  
Fund Level Statements (With 90-day Availability Period)

Assumptions									
	July-Sept	Oct-Dec	Jan-Mar	Apr-Jun		Total			
<b>Sales Tax:</b>									
1.00% Bradley Burns allocation*	1,000,000	1,000,000	1,000,000	1,000,000		4,000,000			
0.75% New local allocation*	750,000	750,000	750,000	750,000		3,000,000 (a)			
0.25% New State allocation	250,000	250,000	250,000	250,000		1,000,000 (b)			
* Most common tax rates; some cities differ									
<b>Cash Flow</b>									
	July-Sept	Oct-Dec	Jan-Mar	Apr-Jun	After June 30	Total			
<b>Board of Equalization Payments:</b>									
<b>Point of Sale</b>	<b>City Receipt</b>								
July	Sep	30%	210,000			210,000			
Aug	Oct	30%		210,000		210,000			
Sep	Nov	40%		280,000		280,000			
	Dec			50,000		50,000			
Oct	Dec	30%		210,000		210,000			
Nov	Jan	30%		210,000		210,000			
Dec	Feb	40%		280,000		280,000			
Reconciliation	Mar			50,000		50,000			
Jan	Mar	30%		210,000		210,000			
Feb	Apr	30%		210,000		210,000			
Mar	May	40%		280,000		280,000			
Reconciliation	June			50,000		50,000			
Apr	Jun	30%		210,000		210,000			
May	July	30%			210,000	210,000			
Jun	Aug	40%			280,000	280,000			
(A) Reconciliation	Sept				50,000	50,000			
Gross cash flow from State			210,000	750,000	750,000	750,000	540,000 (a)	3,000,000	
BOE admin fees				(10,000)	(10,000)	(10,000)	(10,000)		(40,000)
Net cash flow from State			210,000	740,000	740,000	740,000	530,000 (4)	(b)	2,960,000 (1)
<b>County Payments (FY 2004-05)</b>									
State Dept of Finance estimate	100%	450,000	900,000	900,000	900,000	450,000		3,600,000	
	25%	112,500	225,000	225,000	225,000	112,500		900,000	
Adjustment from 12 to 10.5 months								(112,500)	
County ERAF distribution	25%			393,750	393,750			787,500	
Annual reconciliation, per State :									
Under-estimated revenue						100,000		100,000	
Annual cash flow, per State		-	-	393,750	393,750	100,000		887,500 (2)	
May/June revenue distributed in subsequent year advance						112,500 (c)		112,500	
Net cash flow from County		-	-	393,750	393,750	212,500 (5)	(b)	1,000,000	
<b>County Payments (Future years)</b>									
State Dept of Finance estimate	100%	450,000	900,000	900,000	900,000	450,000		3,600,000	
	25%	112,500	225,000	225,000	225,000	112,500		900,000	
County ERAF distribution	25%			450,000	450,000			900,000	
Annual reconciliation, per State						100,000		100,000	
Prior year cash flow				(c) (112,500)				(112,500)	
May/June revenue distributed in subsequent year advance						112,500		112,500	
Net cash flow from County		-	-	337,500	450,000	212,500 (6)	(b)	1,000,000 (3)	

**Footnotes**

- (A) Cities with 60-day availability periods: Exclude September cash flow from revenue and receivable
- (a) (b) (c) See intra-page references
- (1) (2) (3) (4) (5) (6) See references to journal entries on subsequent page

**TRIPLE FLIP EXAMPLES**  
**Fund Level Statements (With 90-day Availability Period)**

Continued

<b>Financial Statement Presentation</b>
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**FY 04-05 Year of Implementation**

<u>\$ 3,847,500</u>	
Sales tax	(1) 2,960,000
In-lieu sales tax	(2) 887,500

**Future Years**

<u>\$ 3,960,000</u>	
Sales tax	(1) 2,960,000
In-lieu sales tax	(3) 1,000,000

<b>Year-end Journal Entries</b>
---------------------------------

	Debit		Credit
Due from other governments	742,500		
Sales tax revenue		(4)	530,000
Deferred revenue		(5) (6)	212,500

**Note**

The entry listed above is for fund-level reporting. The following additional entry is required for government-wide reporting to bring revenue up to the full accrual basis:

	Debit		Credit
Deferred revenue	212,500		
In-lieu sales tax		(5) (6)	212,500

**II. Motor Vehicle License Fee - "VLF Swap"**

**A. Background Information**

- The State has previously assessed a 2% of value Motor Vehicle License Fee (VLF) on car registrants on behalf of local governments.
- During FY 03-04, the State dropped this fee from 2% to .67%. Except for the first three months of year (see "VLF Loan Section Below"), the State back-filled this fee reduction with other State funds, keeping local government revenue "whole."
- Beginning in FY 04-05, the local government share of Motor Vehicle License fees has further narrowed. Cities will continue to receive the .67% portion of the fee directly from the State, but this amount will now be net of County realignment and administrative fee reductions. Cities should continue to record this portion of VLF revenue in the same manor as before the Swap.
- The State has now backfilled the 2% to .67% fee reduction VLF revenue loss with an additional allocation of local property tax from County ERAF funds.

**B. New Cash Flow - "VLF Swap"**

- For a transition year of FY 04-05, the State has estimated each local government's share of VLF. Counties are scheduled to distribute this estimate to Cities in two installments, in



January and May. Also for this transition year, a true-up reconciliation between actual VLF and the State estimate is scheduled by the State by September 1, 2005. County distribution of this true-up is scheduled for January of the following year.

- For FY 05-06 and beyond, the VLF Swap will be valued at the original FY 04-05 amount, plus annual growth at the rate of the jurisdiction’s growth in assessed valuation.

**C. New Accrual Policies – “VLF Swap”**

- For the FY 04-05 transition year, the true-up distribution scheduled for January 2006 is subject to accrual at June 30, 2005 if the City has defined a availability period of 7 months or greater. This may be an immaterial amount.
- For FY 05-06 and beyond, no accruals are necessary in the fund or government-wide statements, since County distributions to Cities are scheduled for January and May.

**D. Revenue Classification/Financial Statement Presentation - “VLF Swap”**

- FY 04-05 (transition year):
  - Classification: “Intergovernmental/In-lieu VLF”
  - Rationale: Valuation still based upon original VLF
- FY 05-06 and beyond:
  - Classification: “Taxes/Property Tax”
  - Rationale: Measurement and growth is now based upon assessed valuation

**III. Property Tax - “ERAF III”**

**A. Background Information**

- FY 04-05 and FY 05-06: Local governments have agreed to a two-year property tax revenue reduction and shift to the State in exchange for support of Measure A, a voter-approved ballot measure that now offers protection to local governments from future state revenue losses.
- The revenue shift will be implemented through a temporary reduction in the City’s local property tax allocation and a corresponding contribution to the County ERAF fund. As discussed above, the County ERAF Fund now provides distributions back to Cities for the Triple Flip and VLF Swap revenue reallocations.
- This revenue shift is the third ERAF shift of property taxes from local governments. The first two, implemented during FY 92-93 and FY 93-94, continue to cause ongoing reductions of property tax revenue.

**B. Cash Flow**

- Property tax is distributed to Cities periodically throughout year as received by the Counties. The most significant payments occur in December and April as tax bills become due from property owners.
- The annual ERAF contributions are a fixed annual amount, calculated by the State.
- The ERAF contribution reduces the City’s property tax distribution from the County.

**C. Accrual Policies**

- ERAF III does not require any change to normal year-end property tax accruals of subsequent County receipts.

**D. Revenue Classification/Financial Statement Presentation**

- No new revenue classifications are required. Property tax revenue for the two impacted fiscal years will simply be a lower amount than in prior years. Cities may choose to asterisk its

trend information in statistical section of its financial statements to explain the two-year shortfall.

**IV. Motor Vehicle License Fee - "VLF Loan"**

**A. Background**

- As discussed above, during FY 2003-04, The State withheld three months of VLF backfill revenues from its normal distributions to Cities. During this period, consumer fee had been restored from .67% to 2%, but the increase was subsequently rescinded and refunded to consumers. The State backfill was restored beginning with the fourth month of the year.
- Lost revenues have been quantified and are available, by jurisdiction, on the State Controller's web site.
- The FY 2004-05 State budget calls for repayment of this "VLF Loan" in FY 06-07.

**B. Accrual Policies for Loan**

- The State's loan commitment is measurable and should be considered for accrual.
- Since loan repayment is not scheduled until FY 06-07, the availability test is not met. Accordingly, the loan receivable should be offset with deferred revenue on the Fund level modified-accrual financial statements. This keeps the value of the loan receivable out of Fund Balance.
- The deferral should be reversed for accrual-based reporting on the government-wide financial statements. This includes the loan value in net assets.
- The purpose of this white paper is to provide accounting guidance and not to provide judgment about the collectability of this receivable, which is a management estimate. If a jurisdiction conservatively concludes that realization is not probable, an allowance for doubtful accounts account could be set up, for a net receivable of zero. If the agency makes this determination, the allowance should be consistent on both the fund level and entity wide statements.

**C. Revenue Classification/Financial Statement Presentation**

- If revenue is recognized on accrual-basis entity wide statements, the revenue retains its intergovernmental classification.

**D. Securitization**

- Financing programs have become available for cities to "sell" their VLF loan receivable to a third party for accelerated cash flow.
- The sale of a receivable does not change the nature or classification of the underlying revenue. In the year in which the receivable becomes available for fund-level reporting, the revenue would continue to be classified as Intergovernmental/VLF.
- Government-wide statements would recognize Intergovernmental/VLF revenue in the year in which the loan was first recorded.

**V. State Mandates - "SB 90 Claims"**

- In some cases, the State has reimbursed local governments for the cost of implementing State mandates. These reimbursements have been inconsistently funded by the State.
- Measure 1-A, the same ballot measure discussed with "ERAF III" above, provides some additional commitment by the state to resume repayments.
- However, due to the uncertainty prompted by the volatility of these transactions in the past, a case can be made for recording these reimbursements when and if received, or when the probability of collection increases.
- If a receivable is recorded, it could be offset with an allowance for doubtful accounts to reflect the uncertain probability of collection.
- At a minimum, deferred revenue should offset any receivable on the fund level modified-accrual statements to reflect the deferred availability of these reimbursements.

# SB 1096 GUIDELINES

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return here.**

Prepared by:  
The Accounting Standards Committee of the  
California State Association of County Auditors

**Uniform Guidelines for the Implementation**  
**Of Senate Bill No. 1096 as Amended by Assembly Bill No. 2115**  
**Concerning Funding Provisions Relative to Counties, Cities, Special Districts,**  
**And Redevelopment Agencies in Connection with the State of California Budget**  
**for Fiscal Year 2004-05 and Beyond**

**Prepared By:**

**The Accounting Standards Committee of the  
California State Association of County Auditors**

SB 1096 Guidelines  
October 26, 2004

### **Section I – Introduction and Background**

During the State of California Budget process for FY 2003-04 and FY 2004-05, there were three significant financial transactions that were legislated in order to cope with the State's fiscal problems. The first set of transactions to occur, was enacted during the FY 2003-04 fiscal year was a mechanism known as the Triple Flip. This was purely an exchange of revenues generated from 0.25% of the Bradley-Burns sales and use tax that was generally previously credited to the general funds of all cities and counties within the State of California. The idea here was that in order to pledge a sales tax revenue stream to the bondholders who purchase the State Economic Recovery Bonds, the state "flipped" the sales and use tax from the counties and cities to the bond trustee for debt service payments. In order to compensate lost revenue to cities and counties, a direct dollar for dollar replacement to the county's and each city in the county from the county Education Revenue Augmentation Fund. Since local ERAF fund amounts would be reduced, any additional revenue that would be lost from each ERAF would be replaced by direct subventions from the State of California's General Fund to each school, community college, and office of the county superintendents to maintain their respective funding levels.

The second financial transaction to occur was the increased contributions by local government (counties, cities, special districts, and redevelopment agencies) to each county's Education Revenue Augmentation Fund (ERAF I & II). The amount to be increased during the next two years (FY 2004-05 and FY 2005-06) to the individual county's ERAF fund is an aggregate of \$1.3 billion for each of the two years. This amount is in addition to the present statute that requires current ERAF contributions (ERAF I & II). The main difference here is that for the ERAF III shift, it (1) does not include year-to-year growth; and (2) that in FY 2006-07 the additional shift is ended.

The third set of financial transactions enacted during the fiscal year 2004-05 is the "swapping" of the discretionary vehicle license fee from cities and counties to the State of California. To ensure that no cities and counties are financially impacted, a dollar for dollar amount of funds will be replaced to each county and city in FY 2004-05 only. The source of these funds will be similar to the sales tax exchange in that each county's ERAF will be the source of these payments. Unlike the triple flip however, this "swap" for fiscal year 2004-05 will be permanent. The growth of the "in

lieu VLF will correspond to the annual local growth of each city and county increases in assessed valuation of taxable property. If the ERAF in any county is insufficient to satisfy the VLF for property tax swap, any additional amounts required will be drawn from the non basic aid schools share of property tax, which will then be replenished by the State General Fund.

It is recommended that the aforementioned shifts are done at the jurisdictional level (outside of the AB 8) process for the following reasons:

- 1) The ERAF III shift is for 2 years only
- 2) The triple flip is an exchange of sales and use tax for "in lieu sales tax". These amounts are not defined as secured or unsecured property tax.
- 3) The VLF swap is an exchange of discretionary vehicle license fees for "Property Tax In lieu of VLF. Although these in lieu taxes are property taxes, they are not secured or unsecured in the traditional sense, but are originated from each county's ERAF fund.

As with previous guidelines developed to implement other provisions of law, the objective of these guidelines are to: (1) develop a reasonable document counties may rely upon as an accepted standard to follow in complying with the statutes, (2) promoting uniformity in the implementation of the statutes and (3) eliminating unnecessary and costly time consuming and burdensome documentation and record keeping.

It is with deepest appreciation that we acknowledge the work of the following individuals and their respective staffs who significantly contributed to these guidelines:

- Rod Dole**, Sonoma County Auditor-Controller, Member
- Mark Norris**, Finance Director, County Of Sacramento, Member
- Dave Elledge**, Controller –Treasurer, County of Santa Clara, Member
- Steve Ybarra**, Auditor-Controller, County of Contra-Costa, Member
- Paul Abelson**, Chief Accountant, County of Contra-Costa
- Pam Johnston**, Tax Manager, County of Sonoma
- Kim Le**, Tax Manager, County of Sacramento
- Irene Lui**, Tax Manager, County of Santa Clara
- Richard Arrow**, Auditor-Controller, County of Marin, Chairman

Also, we deeply appreciate the assistance of the following organizations who lent their time and immeasurable help:

- The Office of the California State Controller
- The California State Association of Counties
- The League of California Cities
- The Office of the Legislative Analyst, State of California
- The Department of Finance, State of California
- The Office of the California Assembly Budget Committee
- The California Special District Association
- MBIA Muni Services
- HDL Property Tax Services
- City of Fremont, CA



**Section II - TRIPLE FLIP (0.25% Reduction to Bradley-Burns Sales Tax Authority)**

***II. A. "Triple Flip" Description and Definitions – Establishment of Special Funds***

Proposition 57, passed by California Voters on March 2, 2004, approved the sale of Economic Recovery Bonds, to be paid by a new 0.25% percent sales tax. As described above, a portion of the general-purpose sales and use tax rate for local governments was suspended. Companion legislation also provided that property tax revenues be provided to offset the reduction in sales tax and use tax revenues.

The 2004 Budget Act estimate of revenue loss in 2004-05 due to the 0.25% rate reduction in the local sales and use tax is \$1.136 billion. This is called the "countywide adjustment amount".

Pursuant to Chapter 211, Statutes of 2004, a county's Educational Revenue Augmentation Fund (ERAF) is to be reduced by the "countywide adjustment amount", which shall be deposited in a "Sales and Use Tax Compensation Fund" that is established in the treasury of each county. The County Auditor shall allocate to each city and the county their share of the "countywide adjustment amount".

The following descriptions have been provided to assist you in (1) implementing the provisions of AB 7X and AB 1766, signed by Governor Davis in August 2003, and SB 1096 and AB 2115, signed by Governor Schwarzenegger in September 2004, (2) understanding various parts of the Triple Flip Guidelines, and (3) giving some insight into the committee's conclusions on the above bills.

**Bradley-Burns Uniform Local Sales and Use Tax Law**

If a county adopts a specified ordinance, this law authorizes that county to impose a local sales and use tax at a rate of 1.25%, and similarly authorizes a city, located within a county imposing such a tax rate, to impose a local sales tax rate of up to 1% which is credited against the county rate. Until the Economic Recovery Bonds are repaid, these tax rates are 1% and 0.75%, respectively.

**Educational Revenue Augmentation Fund (ERAF)**

A fund established by each county used to deposit those revenues equal to the determined property tax shift amounts from the county, cities, special districts, and payments from redevelopment agencies. The amount of revenue in the ERAF shall be allocated to school districts, county offices of education, and to community college districts.

**Sales and Use Tax Compensation Fund (SUTCF)**

A fund established by each county used to deposit property taxes that previously were deposited to the ERAF. Existing law requires the county auditor to allocate in-lieu local sales and use tax revenues from the Sales and Use Tax Compensation Fund to cities and counties to reimburse these entities for revenue losses resulting from the suspension of the Bradley-Burns Law tax rate mentioned above.

**Countywide Adjustment Amount**

An amount estimated by the Director of Finance, based on sales tax revenues in a county in a prior fiscal year, to reimburse cities and counties for the revenue losses resulting from the suspension of their Bradley-Burns Law tax rate authority. The "countywide adjustment amount" estimated by the Director of Finance shall be based upon the actual amount of local sales and use tax revenues transmitted to a county or a city in the prior fiscal year and any projected growth on this amount for the current fiscal year.

**In Lieu Local Sales and Use Tax Revenue**

This is the title of the revenue account in which any revenue transferred from the Sales and Use Tax Compensation Fund, to a county, city, or city and county, would be deposited in those entities.

**Fiscal Adjustment Period**

The period beginning with the 2004-05 fiscal year and continuing through the fiscal year in which the Director of Finance notifies the State Board of Equalization that the Economic Recovery Bonds have been paid or retired. The "Triple Flip" (.25% sales tax reduction) will discontinue at the end of the "fiscal adjustment period."

***II. B. Notification by Department of Finance***

County auditors will receive a letter by **September 1, 2004**, that indicates the "countywide adjustment amount" totaling \$1.136 billion and has two attachments. (Attachment B). The first is a statewide listing of each county's estimated 2004-05 "countywide adjustment amount", and the second is specific to each auditor and will include a breakdown of the specific county total into amounts for each city in the county and the unincorporated county area. The Department of Finance will also provide this information to the League of California Cities and the California State Association of Counties.

As specified in Revenue and Taxation Code 97.68(c)(1), the State Director of Finance is required to estimate and communicate, **by September 1 of each fiscal year**, the "countywide adjustment amount" based upon the actual amount of the local sales and use tax revenues transmitted to a county or a city in the prior fiscal year, to reimburse cities and counties for the revenue losses resulting from the suspension of their Bradley-Burns Law tax rate authority. The "countywide adjustment amount estimated by the Director of Finance shall be based upon the actual amount of local sales and use tax revenues transmitted to a county or a city in the prior fiscal year and any projected

growth on this amount for the current fiscal year. There will be only one transmittal from Finance annually by September 1, as specified in Revenue and Taxation Code 97.68(c)(1). After the first year, the Department of Finance will recalculate the actual amount of revenue losses and notify the County Auditor or adjustments to prior year estimates that shall be paid from the county's Sales and Use Tax Compensation Fund (SUTCF) or ERAF if there are insufficient funds within the SUTCF.

### *II. C. Calculations for Cities and Counties Reimbursement*

The total "countywide adjustment amount" for 2004-05, and information on how the total "countywide adjustment amount" was allocated among counties and cities, is as follows:

#### **Statewide Forecast Methodology**

The development of the forecast for the major General Fund revenues begins with a forecast of national economic activity prepared by an independent economic forecasting firm. The Department of Finance's Economic Research Unit, under the direction of the Chief Economist, adjusts the national forecast based on the Department's economic outlook. The national economic forecast is used to develop a forecast of similar indicators for California activity.

After finalizing the forecasts of major national and California economic indicators, revenue estimates are generated using revenue-forecasting models developed and maintained by the Department of Finance. With each forecast, adjustments are made for any legislative, judicial, or administrative changes, as well as for recent cash results. The forecast is updated twice a year and released with the Governor's Budget by January 10, and the May Revision by May 14.

The Financial Research Unit in the Department of Finance is responsible for forecasting major General Fund revenues, including the personal income tax, the corporation tax, and the sales and use tax, as well as several special funds including vehicle license fees, motor vehicle registration fees, and fuel taxes. **The "countywide adjustment amount" is part of the sales and use tax forecast, and totals an estimated \$1.136 billion for 2004-05. This is less than one full year (more on this below).**

The sales tax forecast uses a multiple-regression model. The basis for the forecast is an estimate of quarterly total taxable sales. The model uses the following variables, developed by the Economic Research Unit (May Revision estimates in parentheses):

- \* California wages and salaries (2004: 5.9%; 2005: 5.8%).
- \* California unemployment rate (2004: 6.3%; 2005: 6.1%).
- \* U.S. vehicles (2004: 1.7%; 2005: 0.7%).
- \* California non-residential construction valuation (2004: -0.5%; 2005: 6.4%).
- \* Consumer Goods Deflator (2004: 100.8; 2005: 100.8).

Once a forecast for quarterly taxable sales is done, these figures are multiplied by 5 percent (since the Department of Finance is forecasting General Fund revenues) and allocated among the months based on historical allocation factors as adjusted for special factors, like a final payment date falling on a weekend or holiday. The monthly General Fund cash is further adjusted for refunds, accounts receivable, new legislation, and any other known factor. These monthly amounts then become the monthly Agency cash

reported in the monthly Finance Bulletin (available on the Department of Finance web site at [www.dof.ca.gov](http://www.dof.ca.gov), see the link Monthly Finance Bulletins). Total taxable sales growth for 2004- 05 is estimated at 4.8 percent.

The \$1.136 billion "countywide adjustment amount" for 2004-05 is the fraction of the monthly Agency cash equivalent to the 0.25 percent rate for the second half of August 2004 through June 2005.

Upon release of the 2005-06 Governor's Budget on January 10, 2005, a 2005-06 "countywide adjustment amount" estimate will be available, and on May 14, 2005, the May Revision estimate will be available.

#### **Countywide Adjustment Amount Allocation Among Counties and Cities**

Proposition 57, passed by California voters on March 2, 2004, decreased the general-purpose sales and use tax rate for local governments by 0.25% by limiting counties to a sales tax rate of 1% and cities at 0.75%. This Proposition also provided that property tax revenues be provided to offset the reduction in sales tax and use tax revenues. Further, Chapter 211, Statutes of 2004, provides that a county's Educational Revenue Augmentation Fund is to be reduced by the "countywide adjustment amount," which is to be deposited in a Sales and Use Tax Compensation Fund that is established in the treasury of each county.

Applying the statewide estimate of taxable sales growth of 4.8 percent to each county does not account for variation among counties. Therefore, the Board of Equalization used historical actual sales by county to determine each county's adjustment amount. Within counties, past year actual allocations among the cities and the unincorporated county area were used to allocate the county total among the various entities.

For 2005-06, the Board of Equalization and Finance will be monitoring taxable sales in cities and counties that have notified the Board that significant additional retail activity would come on-line in 2004-05. This information may be used in development of the 2005-06 allocations. However, be aware that any increase in one city would result in decreases elsewhere.

#### ***II. D Adjustments and "True-ups"***

Each year, the September 1 notification from the Department of Finance will include a reconciliation between the prior years sales and use tax countywide adjustment amount and the actual losses of Sales and Use Tax due to the Triple Flip. If the allocations from the Sales and Use Tax Compensation are less or more than the actual loss in the prior year, the adjustment to actual loss will be completed during the subsequent January allocation.

For fiscal year 2004-05, there has been some discussion that the \$1.136 billion amount is too high. The reasoning is that local governments will receive all revenues from sales for the second calendar quarter of 2004, and so for 2004-05 local governments should

receive a "countywide adjustment amount" equal to the loss of revenues for the third and fourth quarters of 2004 and the first quarter of 2005. The actual losses for these quarters due to the 0.25 percent rate reduction will be known by August 15, 2005. Then, the 2005-06 "countywide adjustment amount" would be the estimated loss for the second, third, and fourth quarters of 2005 and the first quarter of 2006 (as adjusted by the over or underestimate of \$1.136 billion compared with actual losses for the three quarters in 2004-05).

This issue is currently being analyzed, but the 2004 Budget Act included the \$1.136 billion "countywide adjustment amount", so no change to that amount is possible at this time. However, if the \$1.136 billion amount is found to be too high, then the 2005-06 "countywide adjustment amount" will be decreased accordingly in the September 1, 2005, letter. Department of Finance hopes to resolve the 3-quarter vs. 10.5 months issue by release of the Governor's Budget on January 10, 2005.

***II. E Expiration of the Countywide Adjustment Amount***

The 0.25% reduction in Local Sales and Use Tax Rate Authority will remain in effect until the State's Economic Recovery Bonds are fully redeemed.

***II. F Settlement After the Final Adjustment Period***

At this time, it is impossible to determine when the Triple Flip will cease. Revenue and Taxation Code Section 97.68 includes four different reconciliation processes depending on when, during the fiscal year, the State Director of Finance determines the bonds have been paid and the Triple Flip should cease. The timing of the final reconciliation is directly related to when the Board of Equalization can provide actual sales and use tax information for cities and counties to the State Director of Finance. In turn, the Director of Finance will provide instructions to the County Auditor regarding additional amounts due the cities and counties or reductions due to over payment. In simple terms, the reconciliation of the estimated loss, due to the 0.25% reduction, to the actual amounts reported by the Board of Equalization and directions from the Director of Finance will be completed during the next two to three January/May allocations.

We did not include the four reconciliation processes in the guidelines because it will only be necessary to understand one of the four reconciliation processes. Second, the expectation is the Triple Flip will continue for numerous years and an immediate understanding is unnecessary.

***II.G Method and Timing of Allocations***

You may wish to refer to the Appendix after reading this section. The Appendix includes a Triple Flip time chart of the notification and allocation process and implementation models reflecting the calculation of the allocation of taxes.

Half of the "countywide adjustment amount" shall be deposited to the Sales and Use Tax Compensation Fund during the Secured Property Tax allocation in December-January and the remaining balance in April-May. The County Auditor shall allocate revenues in the Sales and Use Tax Compensation Fund among the county and cities in the county.

Annually, during the "fiscal adjustment period", the auditor shall allocate one-half of the annual "countywide adjustment amount" during each January , and shall allocate the balance during each May.

After allocating the property tax amounts for ERAF I, II, and III to the Educational Revenue Augmentation Fund (ERAF), the auditor shall make the following accounting entries and transfers:

**Example:** Wine County's "countywide adjustment amount" for the cities and county is calculated, by the Department of Finance to be \$16,200,000. The County's share is \$2,900,000. The nine cities combined share is \$13,300,000.

**Educational Revenue Augmentation Fund:**

On or before January 31 and May 30, transfer one half of the "countywide adjustment amount" to the Sales and Use Tax Compensation fund.

Due to schools.....	\$8,100,000	
Due to Sales and Use Tax Compensation Fund...		\$.8,100,000

Due to Sales and Use Tax Compensation Fund...	\$8,100,000	
Cash.....		\$8,100,000

**Sales and Use Compensation Fund:**

On or before January 31 and May 31, receive and allocate, to the cities and county, one half of the "countywide adjustment amount".

Cash.....	\$8,100,000	
Due to City of Merlot		\$3,400,000
Due to City of Chardonnay		\$1,200,000
Due to City of Pinot Noir		\$ 800,000
Due to City of Zinfandel		\$ 400,000
Due to City of Shiraz		\$ 370,000
Due to City of Petite Shiraz		\$ 250,000
Due to City of Cabernet Sauvignon		\$ 180,000
Due to City of Sauvignon Blanc		\$ 50,000
Due to County of Wine		\$1,450,000

Due to City of Merlot	\$3,400,000
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Due to City of Chardonnay	\$1,200,000	
Due to City of Pinot Noir	\$ 800,000	
Due to City of Zinfandel	\$ 400,000	
Due to City of Shiraz	\$ 370,000	
Due to City of Petite Shiraz	\$ 250,000	
Due to City of Cabernet Sauvignon	\$ 180,000	
Due to City of Sauvignon Blanc	\$ 50,000	
Due to County of Wine	\$1,450,000	
Cash.....		\$8,100,000

**County of Wine General Fund:**

On or before January 31 and May 31, the county general fund receives the property tax "in lieu of sales and use tax revenue".

Cash.....	\$1,450,000	
"in lieu of sales and use tax revenue"		\$1,450,000

**II. H Tax Exchange or Revenue Sharing Agreements**

Existing tax exchange or revenue sharing agreements, entered into prior to July 1, 2004, between local agencies or between local agencies and non-local agencies "shall be deemed to be temporarily modified" to account for the reduction in sales and use tax revenues and dollar-for-dollar replacement with property taxes "in lieu of sales and use taxes". **The intent here is that there should not be a negative financial impact to the tax exchange or revenue sharing agreements, between the parties, as a result of the sales and use tax revenues being replaced with property taxes "in lieu of sales and use taxes" (Triple Flip). The city or county continues to receive tax revenue (sales and use taxes plus "in lieu sales and use tax revenues") equal to sales and use taxes prior to the "Triple Flip". Therefore, the change in the composition of the revenue should not impact the agreement(s) but the agreement "shall be deemed to be temporarily modified" to reflect the change in the composition of the revenue.**

**Section III – Vehicle License Fee Swap**

**A. DEFINITIONS**

**Vehicle license fee description and adjustment amount**

The Vehicle License Fee Adjustment Amount (VLF Adjustment), as defined in Revenue and Taxation Code Section 97.70(c)(1), is generally the replacement of the VLF backfill. This amount will be funded via a reduction to the ERAF amount available for allocation to all school districts, community college districts, and county office of education in accordance with Revenue and Taxation Code Section 97.70(a)(1)(A).

If the ERAF fund is insufficient to fund the VLF Adjustment amount, the Auditor shall reduce the amount of ad valorem property tax revenue that is otherwise required to be allocated to non basic aid districts and community college districts in the county for that fiscal year by an amount equal to the difference between the VLF Adjustment amount and the amount of ad valorem property tax revenue that is otherwise required to be allocated to the ERAF in accordance with Revenue and Taxation Code Section 97.70(a)(1)(B). These reductions are to be allocated among the various schools and college districts in proportion to their respective proportion of local secured assessed valuations.

The VLF Adjustment amounts for the County, Cities, County and City (San Francisco) are to be computed by the State Controller and provided to the County Auditor on or before September 15, 2004 per Revenue and Taxation Code Section 97.71(b)(3).

**Vehicle License Fee Property Tax Compensation Fund (VLF Compensation Fund)**

A fund established by each County used to deposit those property tax revenues equal to the determined VLF Adjustment amounts determined by the State Controller for the County, Cities, and County and City (San Francisco) per Revenue and Taxation Code Section 97.70(a)(2).

**Property Tax In-Lieu of Vehicle License Fee**

A property tax revenue account created by each County to record the allocation of revenues from the VLF Compensation Fund to the County and Cities.

**B. CALCULATIONS FOR CITIES AND COUNTIES – FY 2004-05**

The VLF Adjustment amounts for the FY 2004-05 are determined by the State Controller.

The VLF Adjustment amount is the resulting difference between the estimated total amount of revenue that would have been deposited to the credit of the Motor Vehicle License Fee Account in the Transportation Tax Fund and the estimated total amount of revenue that is required to be distributed from the Motor Vehicle License Fee Account in the Transportation Tax Fund under Revenue and Taxation Code Section 11005.

$$\begin{aligned} \text{VLF Adjustment Amount} & \text{ [Revenue and Taxation Code Section 97.70(c)(1)(A)]} \\ & = \text{[Revenue and Taxation Code Section 97.70(c)(1)(A)(i)]} - \text{[Revenue and Taxation} \\ & \quad \text{Code Section 97.70(c)(1)(A)(ii)]} \end{aligned}$$



### C. CALCULATIONS FOR CITIES AND COUNTIES – FY 2005-06 AND BEYOND

For the FY 2005-06 and each fiscal year thereafter, the VLF Adjustment amount is calculated in accordance with Revenue and Taxation Code Section 97.70(c)(1)(B)(i) as follows:

Current year VLF Adjustment amount

= Prior Year VLF Adjustment amount multiplied by (1 + Percent increase in locally assessed values on taxable properties).

*For the FY 2005-06, the Prior Year VLF Adjustment amount (FY 2004-05) will include a true-up amount to actual revenue.* The true-up amount is the difference between the estimated 2004-05 VLF Adjustment amount provided by the State Controller and the actual 2004-05 VLF Adjustment amount that would have been distributed in accordance to Revenue and Taxation Code Section 97.70(c)(1)(B)(i)(I). On or before September 1, 2005, per Revenue and Taxation Code Section 97.76(b), the State Controller shall determine and provide the true-up amount to the County Auditor.

**Percent increase in locally assessed values on taxable properties is the percentage change from the prior fiscal year in gross taxable locally assessed valuation within the jurisdiction of the entity, as reflected in the equalized assessment for those fiscal years in accordance with Revenue and Taxation Code Section 97.70(c)(1)(B)(i)(Ib).**

Locally assessed rolls includes the Assessors "601" (secured, unsecured, HOPTR), Boats, Airplanes, and the public utility roll as produced by the State Board of Equalization. However, the unitary roll is not to be included.

#### **Adjustments Due to Annexations**

Pursuant to Revenue and Taxation Code 97.70(c)(1)(i)(II), for the first fiscal year for which a change in a city's jurisdictional boundaries first applies, the percentage change in gross taxable assessed valuation from the prior fiscal year to the current fiscal year shall be calculated solely on the basis of the city's previous jurisdictional boundaries, without regard to the change in that city's jurisdictional boundaries. For each following fiscal year, the percentage change in gross taxable assessed valuation from the prior fiscal year to the current fiscal year shall be calculated on the basis of the **city's current jurisdictional boundaries**.

### D. METHOD AND TIMING OF ALLOCATIONS

The following describes the methodology and timing for the allocations of the LVF Swap as illustrated in Appendix A Schedule B.

#### **D.1. Methodology for the Allocation of the VLF Adjustment:**

##### **D.1.a. Secured and Unsecured Tax Rolls and Homeowners Exemption**

⇒ Transfer the 2004-05 VLF Adjustment amounts as determined by the State Controller from the ERAF to the VLF Compensation Fund.

The 2004-05 VLF Adjustment amounts are to be adjusted for their actual at the end of the fiscal year. If the actual allocations from the VLF Compensation Fund are less or more than the actual amount in the prior year, the adjustments to actual loss or gain will be completed during the subsequent January allocation.

- ⇒ For the FY 2005-06 and each fiscal year after  
VLF Compensation Fund amount  
= Prior Year VLF Adjustment amount multiplied by (1 + Percent increase in locally assessed values on taxable properties).
- ⇒ Record the allocations from the VLF Compensation Fund to the newly created Revenue account Property Tax In-Lieu of Vehicle License Fee.

**D.1.b. Supplemental Tax Roll**

- ⇒ Determine the Taxing Entities' applicable revenues for computation of Supplemental Apportionment factors
- ⇒ Adjust the County's, Cities' and ERAF's applicable revenues by adding the County's and Cities' VLF Adjustment amounts to the County's and Cities' applicable revenues and reducing the ERAF portion by these amounts.
- ⇒ Compute the Supplemental Apportionment factors using the Adjusted Taxing Entities' applicable revenues for Supplemental tax roll.

The allocation of supplemental roll property taxes will be based on factors including the conversion of VLF revenues to property tax dollars. The supplemental roll allocation factors will not however incorporate changes made from the Triple Flip or the ERAF III shift (See model for schedule of supplemental roll allocations.) The VLF revenue exchange for property taxes is a true change of intergovernmental revenue for taxes and the growth is based on the annual increase/decrease in assessed valuation. Therefore, it is appropriate that the growth be reflective in the supplemental tax allocations. On the other hand, the Triple Flip is an exchange of property tax dollars in lieu of sales tax and the growth remains based on sales tax transactions for each taxing jurisdiction. ERAF III is a temporary two-year shift of property tax dollars with no growth provisions and not intended to affect any other property tax allocation process. This change in the supplemental roll allocation policy is effective for the entire 2004-05 fiscal year.

Once the FY 2004-05 "true-up" calculations are received by County Auditors, there is no need to adjust the actual distributions of supplemental taxes made during FY 2004-05. The factors will be modified during the process of calculating the exchange (swap) during FY 2005-06. Therefore the supplemental factors reflecting the "true-up" calculations will be adjusted during FY 2005-06.

**D.1.c. Unitary Tax Roll**

For a County with a Unitary Roll growth in excess of 2%, beginning with fiscal year 2005-06 and any subsequent fiscal year in which the County's Unitary tax roll growth is in excess of 2%, and as long as the VLF Adjustments are still applicable; the County and Cities VLF Adjustment amounts shall share the excess 2% growth amount.

**Unitary Tax Roll growth in excess of 2% for fiscal year 2005-06**

- ⇒ Adjust the County's, Cities' and ERAF's 2004-05 deemed allocated revenues for the purpose of distributing the Unitary Tax Roll growth in excess of 2% by adding the County's and Cities' 2004-05 VLF Adjustment amounts to the County's and Cities' deemed allocated revenues and reducing the ERAF deemed allocated revenues by these amounts.
- ⇒ Compute the modified 2004-05 Apportionment factors using the Adjusted Taxing Entities' deemed allocated revenues for allocation of the 2005-06 growth portion of the Unitary tax roll growth in excess of 2%.

**Unitary Tax Roll growth in excess of 2% for subsequent fiscal year**

- ⇒ Adjust the County's, Cities' and ERAF's prior year deemed allocated revenues for the purpose of distributing the Unitary Tax Roll growth in excess of 2% by adding the County's

- and Cities' prior year VLF Adjustment amounts to the County's and Cities' deemed allocated revenues and reducing the ERAF deemed allocated revenues by these amounts.
- ⇒ Compute the modified prior year Apportionment factors using the Adjusted Taxing Entities' deemed allocated revenues for allocation of the current year growth portion of the Unitary tax roll growth in excess of 2%.

**D.2. Timing of the Allocation**

Revenue and Taxation Code Section 97.70(b)(2) requires the distribution of the 1<sup>st</sup> one-half (50%) of the VLF Adjustment amount on or before January 31st and the 2<sup>nd</sup> one-half of the VLF Adjustment amount on or before May 31<sup>st</sup> of each fiscal year.

**Sample Journal Entries:**

**Educational Revenue Augmentation Fund:**

On or before January 31 and May 30, transfer one half of the "VLF adjustment amount" to the VLF Compensation fund.

Due to ERAF.....	\$69,435,140	
Due to VLF Compensation fund .....		\$69,435,140
Due to VLF Compensation fund ...	\$69,435,140	
Cash.....		\$69,435,140

**VLF Compensation Fund:**

On or before January 31 and May 31, receive and allocate, to the cities and county, one half of the "VLF adjustment amount".

Cash.....	\$69,435,140	
Due to City of Zinfandel		\$ 1,440,204
Due to City of Shiraz		\$ 765,100
Due to City of Petite Shiraz		\$ 97,910
Due to City of Merlot		\$ 2,790,994
Due to City of Cabernet Sauvignon		\$ 3,514,836
Due to County of Wine		\$60,826,096

Due to City of Zinfandel	\$ 1,440,204	
Due to City of Shiraz	\$ 765,100	
Due to City of Petite Shiraz	\$ 97,910	
Due to City of Merlot	\$ 2,790,994	
Due to City of Cabernet Sauvignon	\$ 3,514,836	
Due to County of Wine	\$60,826,096	
Property tax In-Lieu of VLF - City of Zinfandel		\$ 1,440,204
Property tax In-Lieu of VLF - City of Shiraz		\$ 765,100

Property tax In-Lieu of VLF - City of Petite Shiraz	\$ 97,910
Property tax In-Lieu of VLF - City of Merlot	\$ 2,790,994
Property tax In-Lieu of VLF - City of Cabernet Sauvignon	\$ 3,514,836
Property tax In-Lieu of VLF - County of Wine	\$60,826,096

**Section IV - Additional ERAF Contributions (ERAF III)**

**A) Description, Definitions, & Interpretations**

During the 1992-93 State Budget process, the State Legislature and Governor struggled to balance an \$11 billion budget deficit. As part of the State's budget solution, the budget bills included a \$1.3 billion shift (ERAF I) in local property tax revenues from counties, cities, special districts, and redevelopment agencies to K-12 schools and community colleges.

During the 1993-94 State Budget process, the State Legislature and Governor shifted an additional \$2.6 billion shift (ERAF II) in local property tax revenues from counties, cities, special districts and redevelopment agencies to K-12 schools and community colleges in order to balance the State Budget.

These earlier shifts are both continuing, annual shifts, and the amounts shifted include growth. So, annual shifts that once were \$1.3 billion and \$2.6 billion have, and under existing law, will continue to grow significantly larger over time.

During the 2004-05 State Budget process, the State Legislature and the Governor enacted Senate Bill 1096 and Assembly Bill 2115, effectively shifting an additional \$1.3 billion in local property tax revenues from counties, cities, special districts and redevelopment agencies to K-12 schools and community colleges. This shift, referred to as ERAF III, is different from the previous two in that it is effective for only 2 years, FY 2004-05 and FY 2005-06, and is for fixed amounts with no provision for growth (the amount each jurisdiction loses in 2005-06 will be the same as the amount in 2004-05). Because of these differences, the ERAF III implementation is substantially different from the previous shifts. The most fundamental difference is that the ERAF III shift will be accomplished entirely outside of the AB 8 process.

The following definitions and interpretations have been made using various sources referenced. These definitions and interpretations were made to assist you in (1) implementing the provisions of SB 1096 and AB 2115, (2) understanding the various parts of these guidelines, and (3) giving some insight into the committee's conclusions on the above bills.

**Administrative Cost Apportionment Factor**

ERAF III will affect your SB 2557 administrative cost apportionment calculations. Refer to section V of these guidelines for further details.

**Educational Revenue Augmentation Fund (ERAF)**

A fund established by each county used to account for property tax revenues shifted by the State from counties, cities and special districts and property tax shift related

payments from redevelopment agencies to k-12 schools, community colleges and county offices of education pursuant to Revenue and Taxation Code section 97.2, 97.3 and 97.70, as well as disbursements to the Sales and Use Tax, and VLF Compensation Funds, as required by Revenue and Taxation Code sections 97.68 and 97.70 (see sections II and III of these guidelines).

**Multi-County District**

Multi-county district means any special district that includes territory in more than one county as of July 1, 1979. It is possible that a "known" single county district may actually be a multi-county district and vice versa. Consequently, it is advisable to check with the State Board of Equalization and/or State Controller for verification. Contrary to the earlier property tax shifts multi-county districts are not exempt from the ERAF III property tax shift.

**Enterprise Special District**

An enterprise special district is a special district that performs, as reported in the 2001-02 edition of the State Controller's Special Districts Annual Report, an enterprise function. For ERAF III purposes, the law excludes a fire protection district that was formed under the Shade Tree Law of 1909 set forth in Article 2 (commencing with section 25620) of the Government Code, a local health care district described in Division 23 (commencing with section 32000) of the Health and Safety Code, or a qualified special district as defined in section 97.34 of the Revenue and Taxation Code.

**Non-Enterprise Special District**

A non-enterprise special district is a special district that engages solely, as reported in the 2001-02 State Controller's Special Districts Annual Report, in non-enterprise functions, and a qualified special district as defined in Revenue and Taxation Code section 97.34.

For purposes of the ERAF III property tax shift, non-enterprise special districts do not include qualifying:

- Police protection districts,
- Fire protection districts
- Libraries
- Memorial districts, and
- Mosquito abatement & vector control districts

The State Controller may require each district's governing body or designee (e.g. Chief Financial Officer, etc) to certify the district meets exemption qualifications.

**Revenues Pledged to Debt Service**

Qualifying 1% Property Tax revenues pledged by special districts to debt service are exempted from the State Controller's calculations. Such revenues only qualify for exemption if they are the sole source of revenue pledged to repay a debt in FY 2002-03

for the acquisition or improvement of land, buildings, equipment, and improvements, including improvements to buildings.

The State Controller may require each district's governing body or designee (e.g. Chief Financial Officer, etc) to certify the amounts of revenue pledged as the sole source for repayment to pay debt service costs.

**Extension of Redevelopment Plan Timelines**

SB 1096 amends Health and Safety Code sections 33333.2 and 33333.6 to allow for the amendment of certain redevelopment timelines. When a redevelopment agency is required pursuant to Health and Safety Code section 33681.12, to make an ERAF III payment, a legislative body may amend the redevelopment plan to extend the timelines of the effectiveness of the redevelopment plan and to repay the indebtedness with the proceeds of property taxes from increment. They may extend the time limits by one year, for each year payment is made, if the time limit for effectiveness of the plan is 10 years or less from the last day of the fiscal year in which such a payment is made, or one year for each year in which payment is made, if the time limit for effectiveness of the plan is more than 10 years but less than 20 years from the last day of the fiscal year in which such a payment is made and other conditions are met.

**DETERMINING THE PROPERTY TAX TRANSFER AMOUNT**

**B) Calculation for Counties:**

Revenue and Taxation Code section 97.71(a)(1), added by Section 22 of Chapter 211, Statutes of 2004, and amended by Section 7 of Chapter 610, Statutes of 2004, lists each county's ERAF III shift amount. The total amount shifted for all counties and cities and counties in each of the two years is \$350 million.

**C) Calculation for Cities:**

Revenue and Taxation Code section 97.71(b)(2), added by Section 22 of Chapter 211, Statutes of 2004, and amended by Section 7 of Chapter 610, Statutes of 2004, defines the method of calculating the ERAF III shift amount for each city. The State Controller is responsible for making these calculations and will notify each County Auditor-Controller of the amounts to shift. (See Notifications section below.)

There are several calculations involved that when combined together with the calculations from section 97.71(b)(1); result in a \$350 million total to be shifted in each of the two years.

First, the city and county amount from section 97.71(b)(1) is subtracted from the \$350 million to arrive at the cities total shift.

Next, 1/3 of the cities total shift is prorated to each city based upon the pro-rata share of allocations to the city from the VLF account vs. comparable allocations to all cities statewide. The data used in the calculation will be from the State Controller's Monthly Motor Vehicle License Fee Reports for the 2002-03 fiscal year.

Next, another 1/3 of the cities total shift is prorated to each city based upon the pro-rata share of sales and use taxes transmitted to the city under section 7204 vs. comparable

amounts transmitted to all cities statewide. The data used in the calculation will be from Table 21A of the 2002-03 edition of the State Board of Equalization Annual Report.

The final 1/3 of the cities total shift is prorated to each city based upon the pro-rata share of the total ad valorem property tax revenue allocated to the city for the 2002-03 fiscal year vs. comparable amounts for all cities statewide. The data used in the calculation will be from the 2001-02 State Controller's Cities Annual Report.

The amounts will then be totaled, and subject to the following limits:

The shift shall not be less than 2%, nor more than 4%, of a city's general revenues, as reported in the 2001-02 edition of the State Controller's Cities Annual Report. If any city has a calculated shift in excess of the 4% threshold, that excess shall be allocated to the remaining cities whose shift is below the limit. Such excess amounts will be allocated based on each City's ERAF III shifts as originally calculated.

**D) Calculation for Special Districts:**

Revenue and Taxation Code sections 97.72 and 97.73, added by Section 23 of Chapter 211, Statutes of 2004, and amended by Section 8 of Chapter 610, Statutes of 2004, define the method of calculating the ERAF III shift amount for each special district. The Department of Finance is responsible for finalizing these calculations and will notify each County Auditor-Controller of the amounts to shift. (See Notifications section below.)

The data used in these calculations will be from the 2001-02 State Controller's Special Districts Annual Report, unless the district wasn't included in that report, in which case the most currently available report will be used. If a district is located in more than one county, the county auditor will prorate the total shift amount among the affected counties using the ad valorem property taxes allocated to the District from each county.

The ERAF III calculations for special districts are more complex, with separate calculations for enterprise districts and non-enterprise districts. In both the enterprise and non-enterprise district calculations, the methods employed include steps to avoid shifting property taxes used for police, fire protection and libraries, services provided by local healthcare districts, memorial districts and mosquito abatement districts, and amounts pledged for debt service, as defined.

The simple explanation of the shift calculation is summarized immediately below; with further explanation following.

The special district calculations include several components: 1) An initial enterprise district shift, 2) the non-enterprise district shift, and 3) a final enterprise district shift.

The initial enterprise district shift can be summarized in two steps: 1) enterprise transit districts will shift 3% of the ad valorem property taxes reported in the 2001-02 State Controller's Special Districts Annual Report, and 2) for all remaining enterprise districts, the State Controller will calculate 40% of each district's ad valorem property tax, as reported in the 2001-02 State Controller's Special Districts Annual Report, with a limitation that no district shall have a shift amount greater than 10% of their total revenues reported in that Annual Report. In recognition that some enterprise districts also perform non-enterprise functions, the shift will amount to 40% of property tax revenues reported under enterprise functions and 10% of property tax revenues reported

under non-enterprise functions, all as reported in the 2001-02 State Controller's Special Districts Annual Report.

The non-enterprise district shift is 10% of each district's ad valorem property tax, as reported in the 2001-02 State Controller's Special Districts Annual Report.

The final enterprise district shift is an additional pro-rata shift amongst all the non-transit enterprise districts not at their 10% threshold for whatever amount is still required to bring the total special district shift to \$350 million, if necessary. In the process of accomplishing this, all enterprise special districts are protected by the 10% limitation.

For a multi-county special district, the county auditor will prorate the reduction amount between the counties using the amount of property taxes allocated to the District by each county.

**Exception for Laguna Niguel Community Services District** – The shift will be 4% instead of the non-enterprise 10% in 2004-05 and 2005-06, and 6% in 2006-07 and 2007-08, if the district is not dissolved.

#### **E) Calculation for Redevelopment Agencies**

Health and Safety Code section 33681.12, added by Section 15 of Chapter 211, Statutes of 2004, and amended by Section 4 of Chapter 610, Statutes of 2004, defines the calculation of the Redevelopment Agencies' ERAF III shift. The Department of Finance is required to perform the necessary calculations, prorating the \$250 million shift in two pots:

- (1) \$125 million prorated using net tax increment, defined as the increment apportioned to all agencies pursuant to Health and Safety Code section 33670, net of amounts passed through to affected agencies pursuant to sections 33401, 33607.5 or 33676, and
- (2) \$125 million prorated using total tax increment, which is the total increment apportioned to all agencies pursuant to Health and Safety Code section 33670, including any amounts passed through to affected agencies pursuant to sections 33401, 33607.5 or 33676.

In performing these calculations, the Department of Finance is required to use those amounts reported as the "Tax Increment Retained by the Agency" for all agencies and for each agency in the most recent published edition of the Controller's Community Redevelopment Agencies Annual Report. This provision allows for a second calculation for the 2005-06 fiscal year, based on the State Controller's Community Redevelopment Agencies Annual Report for Fiscal Year 2003-04.

A final note regarding redevelopment agencies is the provision for accepting revised reports. If the Controller accepts a revised report on or before September 1, 2005, the Department of Finance will use the alternate data as provided by the Controller.

#### **F) Calculation for City and County's (San Francisco)**

Revenue and Taxation Code sections 97.71(a)(1) and 97.71(b)(1) were added by Section 22 of Chapter 211, Statutes of 2004, and amended by Section 7 of Chapter 610, Statutes of 2004. Section 97.71(a)(1) lists each County's ERAF III shift amount, and



includes an amount for the State's only city and county. Section 97.71(b)(1) requires an additional shift for the city and county calculated by taking \$350 million times the pro-rata share of allocations to the city and county from the VLF account vs. comparable allocations to all cities and cities and counties statewide, using the State Controller's Monthly Motor Vehicle License Fee Reports for the 2002-03 fiscal year for the source data.

**G) NOTIFICATION**

For the 2004-05 and 2005-06 fiscal years, on or before September 15, the State Controller shall notify each County Auditor-Controller of the total reduction amount for each city (and city and county).

On or before October 25, 2004, the State Controller shall notify the Department of Finance of the special district amounts calculated pursuant to Revenue and Taxation Code sections 97.72 and 97.73; and on or before November 12, 2004, the Department of Finance shall notify each County Auditor-Controller of the final reduction amounts for each special district.

For the 2004-05 and 2005-06 fiscal years, on or before November 15, the Department of Finance shall notify each County Auditor-Controller of the total amount to shift for each redevelopment agency in his or her county, and each agency and legislative body of their respective shift.

Redevelopment agencies shall, by March 1, notify the County Auditor-Controller as to how the agency intends to fund the allocation or that the legislative body intends to remit the amount in lieu of the agency pursuant to Health and Safety Code section 33681.14.

**H) METHOD AND TIMING OF ALLOCATIONS TO ERAF**

The following discussion outlines the major provisions of the method and timing of allocations to the ERAF Fund and is followed by sample journal entries. You may wish to also refer to the Appendix after reading this section, as it contains an implementation model reflecting these additional contributions to ERAF.

**General Rule** - That amount of revenue not allocated to a county, city, city and county, or special district or paid by a redevelopment agency as a result of the ERAF III provisions, shall be deposited in the county ERAF and allocated as specified in subdivision (d) of Revenue and Taxation Code section 97.3.

**County May Borrow** – Under conditions specified in Health and Safety Code section 33681.12(i), a county may enter into a loan agreement with its redevelopment agency for the agency to fund all or a portion of its ERAF III shift, with terms that the loan is repaid with interest within the three years subsequent to the year the agreement is entered into.

**Cities May Pay Directly** - In lieu of a property tax reduction a city may transmit funds directly to the County Auditor-Controller for deposit into the ERAF. If, however, such a transfer does not occur prior to October 1, then the Auditor-Controller shall make the required shift that year.

**Redevelopment Agency Amounts Must Be Paid Directly**– A redevelopment agency shall, prior to May 10, remit the necessary amounts to the County Auditor-Controller for deposit directly into the ERAF. If an agency is unable to make the necessary payment, the sponsoring agency (city or county) may make the payment pursuant to section Health and Safety Code section 33681.14, or may be required to make the payment pursuant to Health and Safety Code section 33681.13. If the legislative body is to make the payment and fails to do so by May 10, then the County Auditor shall, no later than May 15, allocate such amounts from taxes otherwise due the legislative body, as required by Health and Safety Code sections 33681.13(e) or 33681.14(c).

**Redevelopment Agency May Borrow** - Under conditions specified in Health and Safety Code section 33681.12(b), in each year a redevelopment agency may borrow up to 50% of the funds otherwise required to be allocated to their low and moderate housing fund in that year to fund all or a portion of its ERAF III payment. Repayment is required within 10 years of the date the loan funds are remitted to the County Auditor for deposit into the ERAF.

In addition, Health and Safety Code section 33681.15 permits an agency to borrow such funds that are needed to make their payments from an “authorized issuer”, as defined in the section, and under numerous conditions; and an authorized issuer is authorized to issue bonds to raise the funds necessary to make the loans. Furthermore, amounts used to repay such loans from an authorized issuer are to be deducted from the amount of property tax revenue deemed to have been received by the agency.

**The Character of Redevelopment Agency Payments** – Health and Safety Code section 33681.12 declares the ERAF III payments required of a redevelopment agency, including any amounts owed as a result, constitute an indebtedness of the project to which they relate, payable from taxes allocated to the agency pursuant to Health and Safety Code section 33670 (i.e. tax increment).

**Sample Journal Entries:**

**Example:** Wine County, it's 8 cities and 3 special districts are collectively shifting \$9,000,000 to ERAF. The county continues to calculate and account for property taxes using the AB 8 apportionment process, unaffected by ERAF III. The ERAF III transfer and related entries outlined below accomplish the shift outside of the AB 8 process.

**Educational Revenue Augmentation Fund:**

Record amounts due to ERAF from the county, cities and special districts.

Due from Wine County Water District	\$ 1,500,000
Due from Wine County Sanitation District	\$ 1,400,000

Due from Wine County Transit District	\$ 100,000	
Due from City of Merlot	\$ 500,000	
Due from City of Chardonnay	\$ 200,000	
Due from City of Pinot Noir	\$ 800,000	
Due from City of Zinfandel	\$ 400,000	
Due from City of Shiraz	\$ 300,000	
Due from City of Petite Shiraz	\$ 400,000	
Due from City of Cabernet Sauvignon	\$ 300,000	
Due from City of Sauvignon Blanc	\$ 100,000	
Due from County of Wine	\$ 3,000,000	
Due to Schools		\$9,000,000

Record cash receipts from deposits and apportionments.

Cash .....	\$ 9,000,000	
Due from Wine County Water District		\$ 1,500,000
Due from Wine County Sanitation District		\$ 1,400,000
Due from Wine County Transit District		\$ 100,000
Due from City of Merlot		\$ 500,000
Due from City of Chardonnay		\$ 200,000
Due from City of Pinot Noir		\$ 800,000
Due from City of Zinfandel		\$ 400,000
Due from City of Shiraz		\$ 300,000
Due from City of Petite Shiraz		\$ 400,000
Due from City of Cabernet Sauvignon		\$ 300,000
Due from City of Sauvignon Blanc		\$ 100,000
Due from County of Wine		\$ 3,000,000

Note: The distribution of these ERAF funds to the schools, community colleges and county offices of education would be accomplished at the same time and in the same manner as the distribution of other ERAF funds.

Record the distribution of funds to schools.

Due to schools.....	\$ 9,000,000	
Cash.....		\$ 9,000,000

**County of Wine General Fund**

Record amounts due to ERAF from the county.

Property tax revenue.....	\$ 3,000,000	
Due to ERAF.....		\$ 3,000,000

Distribute funds to ERAF.

Due to ERAF.....	\$ 3,000,000	
Cash .....		\$ 3,000,000

Similar entries would be required for any city or special district's funds maintained in the finance system that are allocated and shifting property taxes as a result of ERAF III):

**Section V – Other Provisions**

**A) Hold Harmless to Basic Aid Counties**

Revenue and Taxation Code Section 97.68 (f)(1) and Revenue and Taxation Code Section (97.70 (f)(1) provides that any basic aid counties will not be financially impacted due to the imposition of the Triple Flip or the VLF Swap. A basic aid county is one where all the K-12 school districts, community college districts, and County Offices of Education (including special education programs) are funded at their respective basic aid levels. Therefore, in calculating the amount of remaining funds that are available for redistribution to contributing taxing agencies, the amount of the VLF swap or the triple flip sales taxes shall not reduce these additional or remaining funds.

**B) Hold harmless to Fiscal Contracts (VLF Swap)**

Similar to the hold harmless provisions relative to the "triple flip" as previously discussed, Revenue and Taxation Code Section 97.70 (g) provides that any tax exchange or revenue sharing agreements between local or non local agencies are to be deemed modified to account for the reduced amount of Vehicle License Fees that are replaced by the amount of property tax in lieu of motor vehicle licenses fees by the enactment of this statute.

**C) Effect on Property Tax Administration Fees (SB 2557)**

Revenue and Taxation Code 97.75 is added to statute that prohibits the imposition of any fee, charge, or other levy on a city for the administration and calculations required for the property tax shift pursuant to the Triple Flip, or the VLF swap for the 2004-05 and 2005-06 years only. In subsequent years, costs associated with these items will be included and allocated formulas should be adjusted accordingly. (See Appendix K)

**D) Effect on SB 90 Mandated Cost Claims**

Section 49 of SB 1096 states that if the Commission on State Mandates determines that this act contains costs mandated by the state, reimbursement to local agencies and school districts shall be made according to existing SB 90 claims recovery processes for FY 2004-05 and FY 2006-07 only. Subsequent years will be reimbursed through the Property Tax Administration Fee (SB 2557) process.

**E) Hold Harmless to Fiscal Contracts (Triple Flip)**

Existing tax exchange or revenue sharing agreements, entered into prior to July 1, 2004, between local agencies or between local agencies and non-local agencies "shall be deemed to be temporarily modified" to account for the reduction in sales and use tax revenues and dollar-for-dollar replacement with property taxes "in lieu of sales and use taxes". The intent here is that there should not be a negative financial impact to the tax

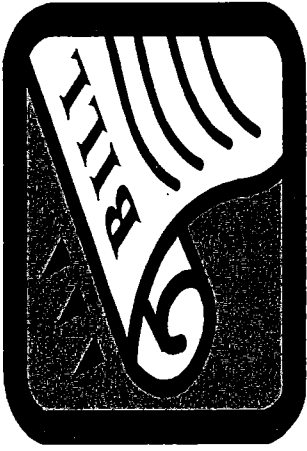
exchange or revenue sharing agreements, between the parties, as a result of the sales and use tax revenues being replaced with property taxes "in lieu of sales and use taxes" (Triple Flip). The city or county continues to receive tax revenue (sales and use taxes plus "in lieu sales and use tax revenues") equal to sales and use taxes prior to the "Triple Flip". Therefore, the change in the composition of the revenue should not impact the agreement(s) but the agreement "shall be deemed to be temporarily modified" to reflect the change in the composition of the revenue.

**F) State Reporting Requirements**

Revenue and Taxation Code Section 97.70(c)(C) (4) requires the County auditor to report to the State Controller the actual vehicle license fee adjustment amount for the county and each city in the county for that fiscal year on or before June 30.

2004 – 05 BUDGET ACT

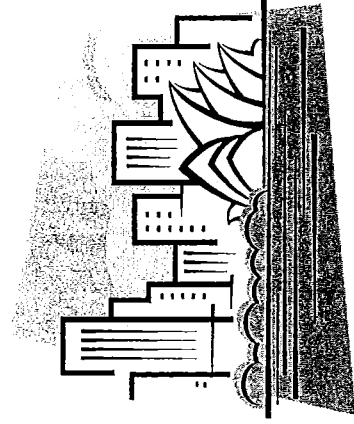
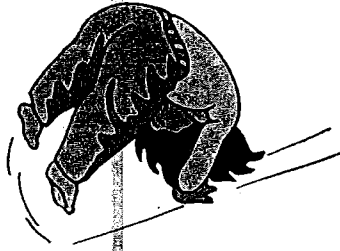
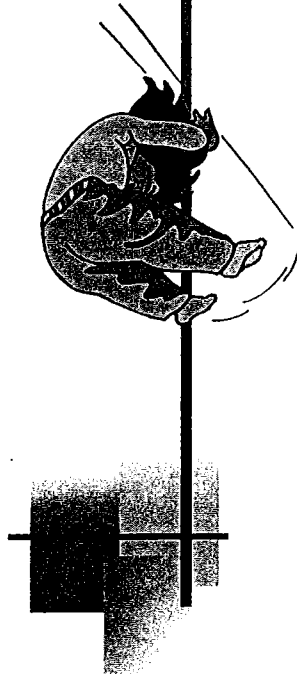
SB1096 – AB2115



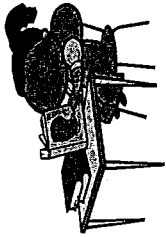
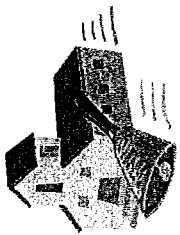
ERAF III

TRIPLE FLIP

VLF



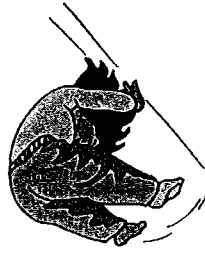
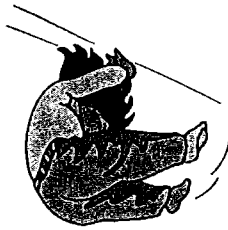
Presented By Tax Division  
12/15/2004



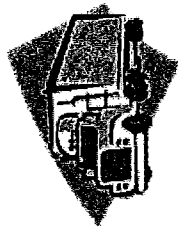
**ADDITIONAL ERAF CONTRIBUTION (ERAF III SHIFT)**



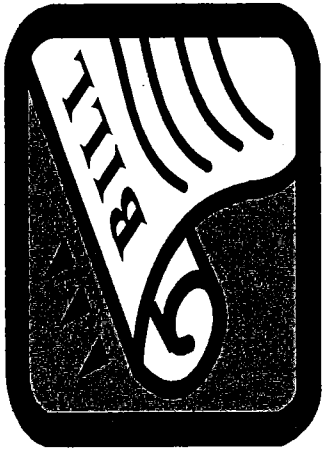
**BRADLEY BURNS SALES AND USE TAX (TRIPLE FLIP )**



**VEHICLE LICENSE FEE SWAP (VLF)**

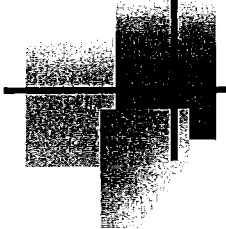
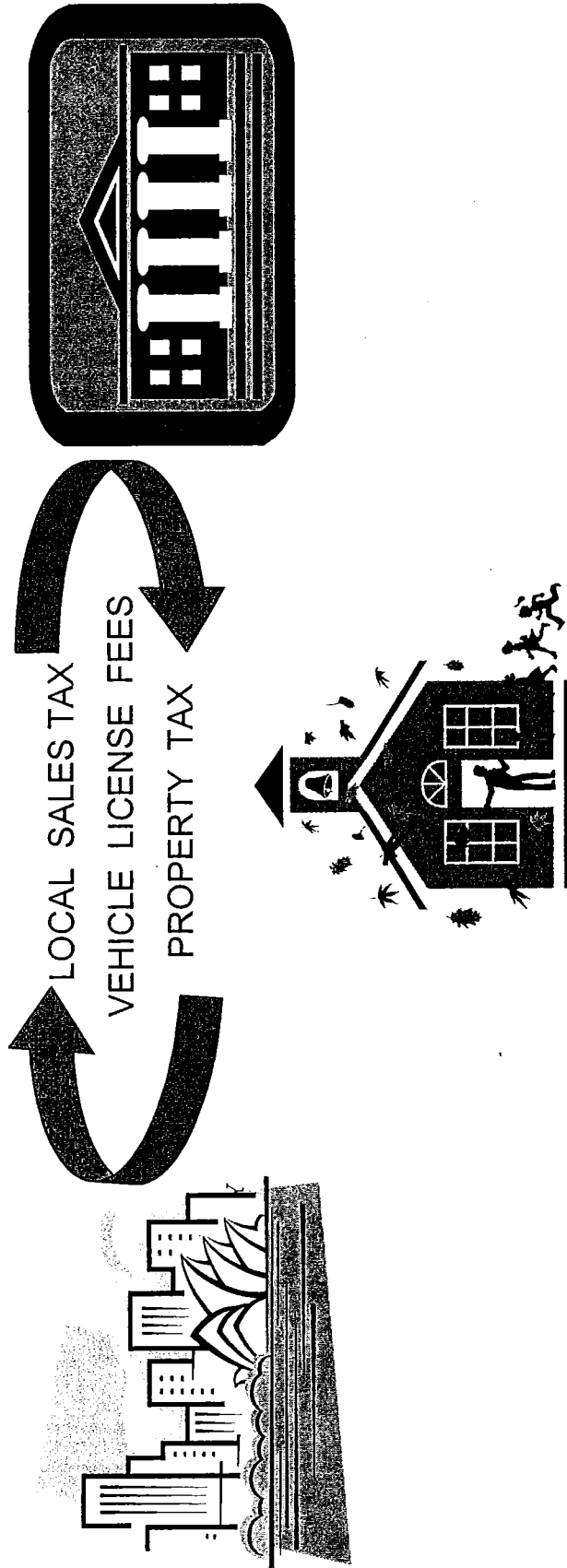


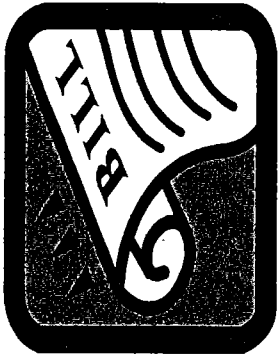




**2004-05 BUDGET ACT**

**GENERATES TAX REVENUES EXCHANGES BETWEEN SCHOOLS (ERAF),  
LOCAL CITIES/COUNTIES, TAXING AGENCIES & STATE**

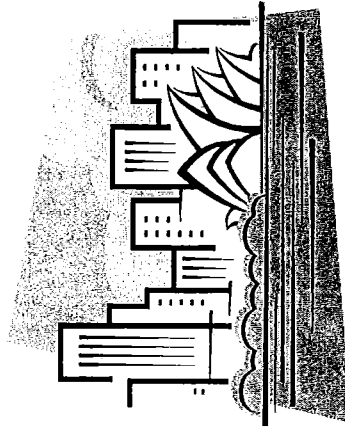




**2004-05 BUDGET ACT**

**ERAF III CONTRIBUTION SHIFT**

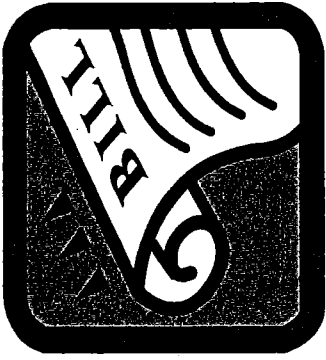
SENATE BILL 1096 AND ASSEMBLY BILL 2115 SHIFT \$1.3 BILLION IN LOCAL PROPERTY TAX REVENUES TO ERAF FUND



1.3 BILLION  
SHIFT COUNTYWIDE ERAF



LOCAL CITIES / COUNTIES / SPECIAL DISTRICTS /  
COMMUNITY REDEVELOPMENT AGENCIES



**2004-05 BUDGET ACT**

**ERAF III CONTRIBUTION SHIFT**

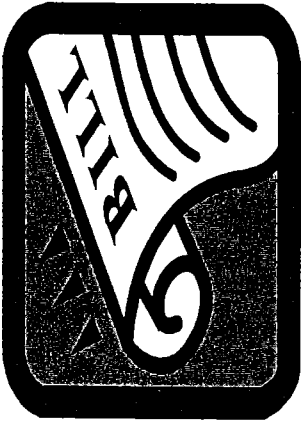


**LOCAL CITIES / COUNTIES / SPECIAL DISTRICTS /  
COMMUNITY REDEVELOPMENT AGENCIES**

**ERAF**

**ERAF SHIFT COUNTY & STATEWIDE TOTALS**

<b>AGENCIES</b>	<b>LA COUNTY</b>	<b>STATEWIDE</b>
LOCAL CITIES	107,382,432	350,000,000
COUNTIES	103,217,625	350,000,000
SPECIAL DISTRICTS	56,365,029	350,000,000
COMMUNITY REDEVELOPMENT AGENCIES	<u>64,824,001</u>	<u>250,000,000</u>
<b>TOTAL</b>	<b>331,789,087</b>	<b>1,300,000,000</b>

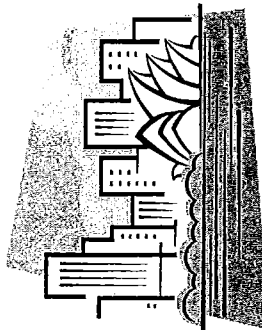


## 2004-05 BUDGET ACT

### BRADLEY BURNS SALES AND USE TAX REDUCTION

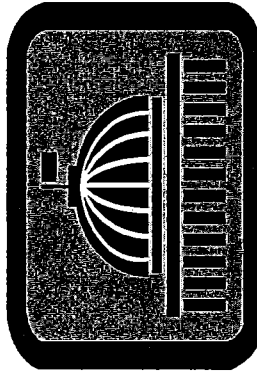
- CREATES DEDICATED TAX REVENUE STREAM TO BONDHOLDERS OF STATE ECONOMIC RECOVERY BONDS

LOCAL CITIES / COUNTIES

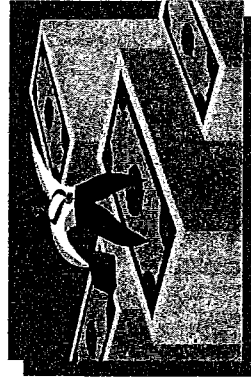


.25% OF LOCAL SALES & USE TAX REVENUE

STATE FISCAL RECOVERY FUND

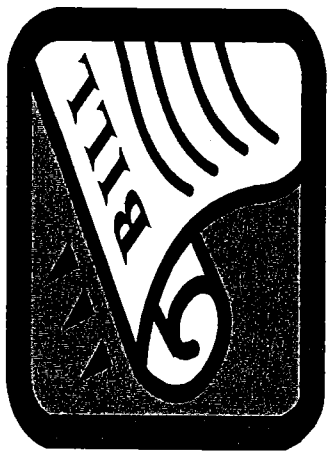


BONDHOLDERS

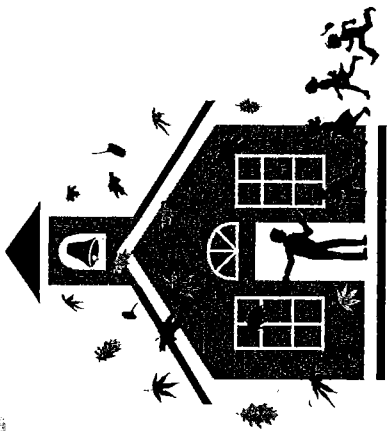


DECREASES THE GENERAL PURPOSE SALES & USE TAX RATE FOR LOCAL GOVERNMENTS BY .25% BY LIMITING COUNTIES TO A SALES TAX RATE OF 1% AND CITIES AT .75%.

.25% SALES AND USE TAX FROM COUNTIES AND CITIES TO BOND TRUSTEE FOR DEBT SERVICE PAYMENT

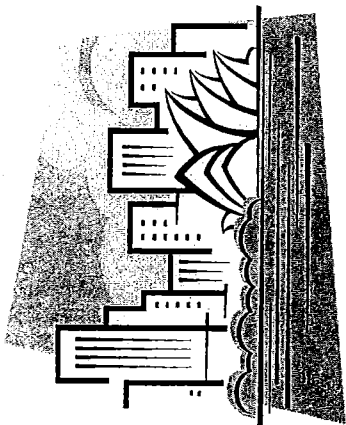


# TRIPLE FLIP



ERAF

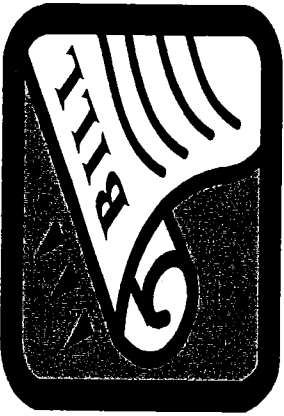
ERAF IN-LIEU  
SALES & USE TAX



LOCAL CITIES / COUNTY

# TRIPLE FLIP

ERAF	(280,596,109)
CITIES	269,702,458
COUNTY	10,893,651

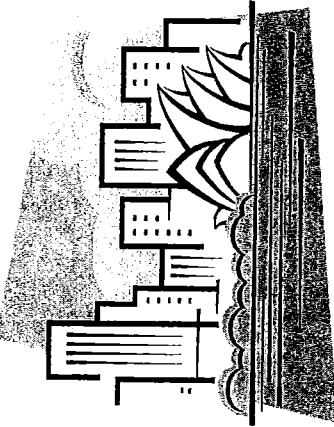


## 2004-05 BUDGET ACT

### TRANSFER OF VEHICLES LICENSE FEES

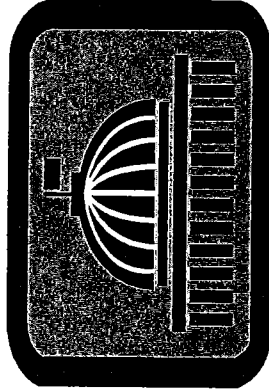
- PERMANENT REDUCTION IN THE VEHICLE LICENSE FEE FROM 2% TO .65%.

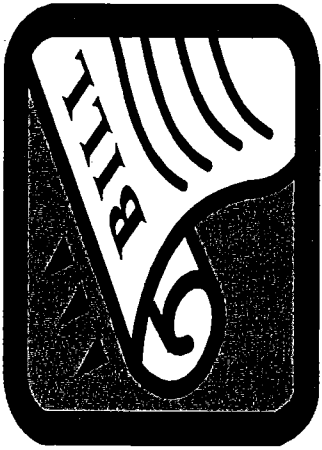
LOCAL CITIES / COUNTIES



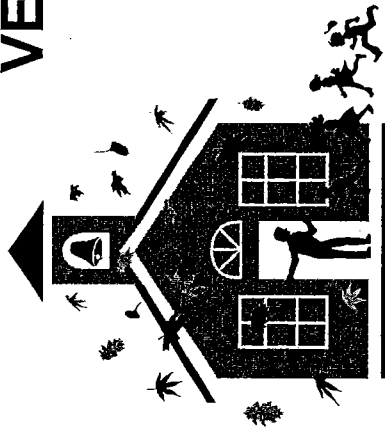
STATE RETAINS  
 ↑  
 VEHICLE LICENSE  
 FEES

STATE GENERAL FUND





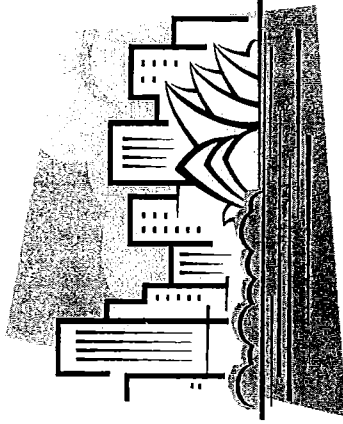
# VEHICLE LICENSE FEE SWAP



ERAF

ERAF IN-LIEU

VLF SWAP



LOCAL CITIES / COUNTY

ERAF

(1,219,794,780)

CITIES

486,462,906

COUNTY

733,331,874

VLF SWAP

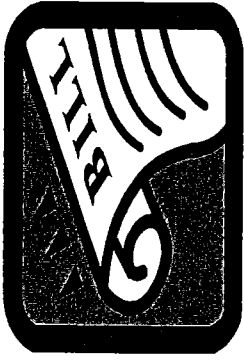


## SUPPLEMENTAL TAX ROLL

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- ADJUSTMENT FOR VLF SWAP
- REDUCE ERAF
- TRANSFER TO COUNTY & CITIES

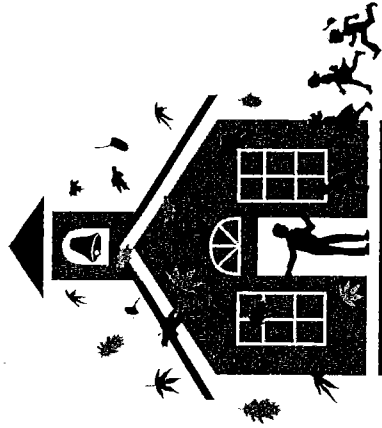




## 2004-05 BUDGET ACT

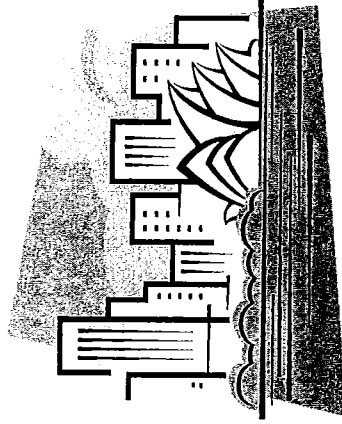
### RESTORATION TO LOCAL AGENCIES

ERAF WILL REPLACE THE COUNTIES & CITIES LOSS OF VLF REVENUE AND SALES AND USE TAX REVENUE WITH COUNTYWIDE ERAF FUND



ERAF

IN LIEU PROPERTY TAX  
SHIFT COUNTYWIDE ERAF

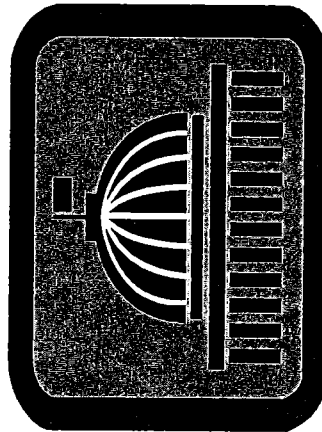


LOCAL CITIES / COUNTIES



## 2004-05 BUDGET ACT

ERAF WOULD BE REPLACED BY DIRECT SUBVENTIONS FROM STATE OF CALIFORNIA'S GENERAL FUND TO EACH SCHOOL, COMMUNITY COLLEGE, AND OFFICE OF CO. SUPTS. TO MAINTAIN THEIR RESPECTIVE FUNDING LEVEL

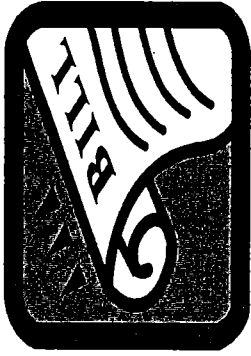


STATE  
GENERAL FUND

STATE SUBVENTS  
ERAF



SCHOOLS



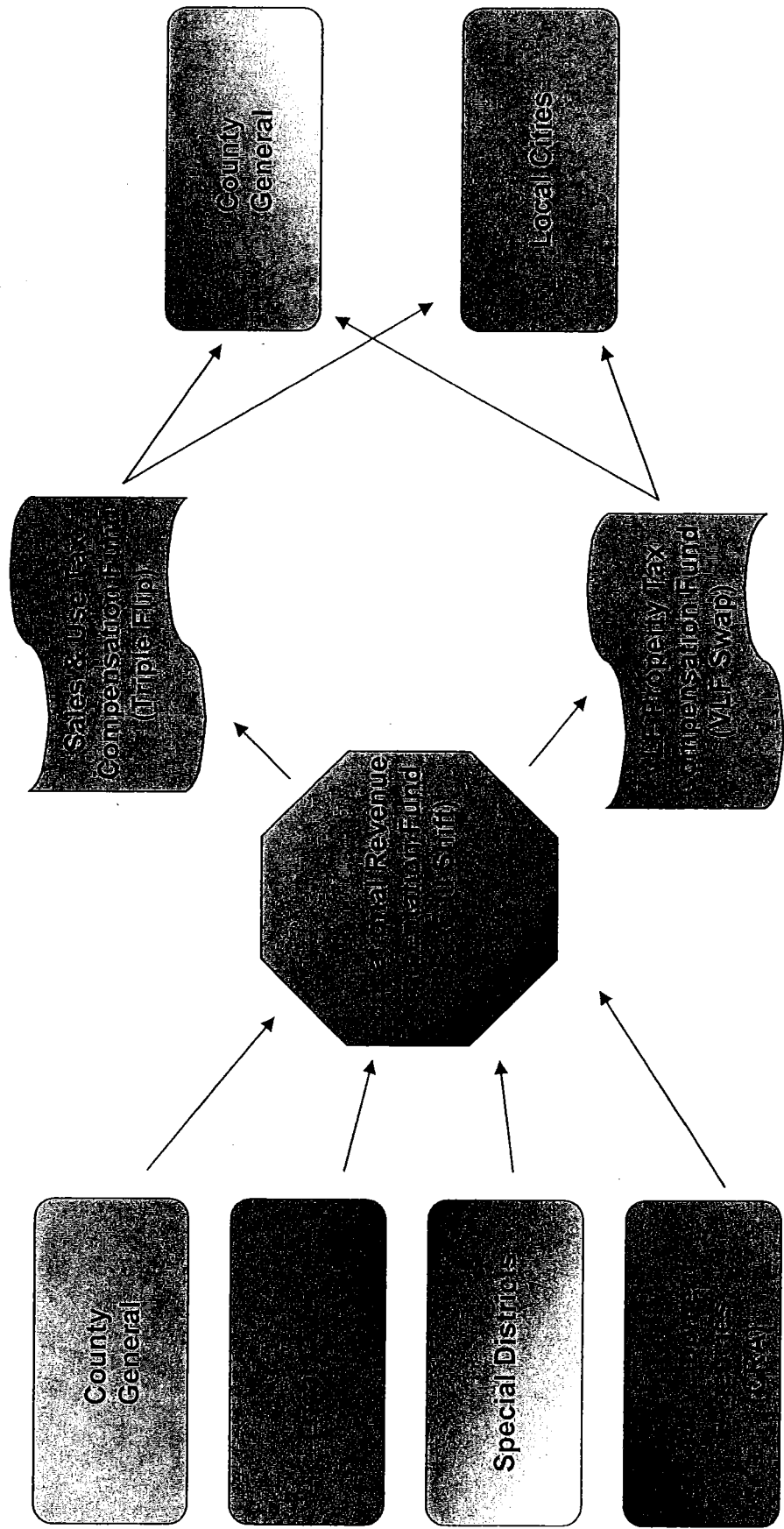
## TRUE-UPS (ADJUSTMENTS)

The Department of Finance will provide a reconciliation of the 2004-05 VLF and sales tax estimates by providing the actual VLF and sales tax amounts. The prior year adjustment amount (TRUE -UPS) will be an adjustment to the 2005-06 actual.

	2004-05 (Estimate)	2004-05 (Actual)	Prior Year Adjustment	2005-06 (Actual)	2005 - 06 Adjusted Amount	2006-07 Actual (only)
SALES TAX	280 Million	310 Million	30 Million	330 Million	360 Million	
VLF	1.2 Billion	1.4 Billion	.2 Billion	1.6 Billion	1.8 Billion	1.6 Billion + Growth

In the 2006 - 07 fiscal year the actual sales tax amount will continue to be provided by DOF. However, the VLF amount will consist of the 2005 - 06 actual and calculated growth for 2006 - 07. All future VLF calculations will include the 2005 - 06 base amount plus growth

# Overview of ERAF III Shift & Distribution of Triple Flip and VLF Swap



# ERAF III Shift & Fund Transfer

- **County, Cities & Special Districts**
- **Community Redevelopment Agencies (CRA)**

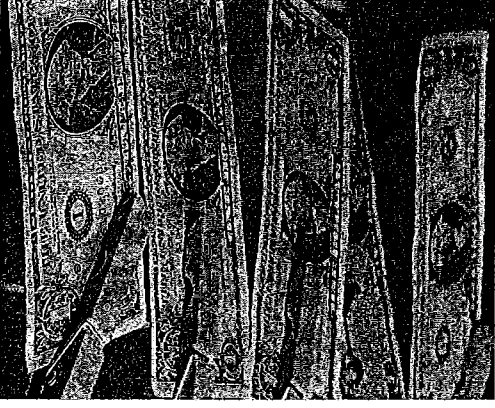
- December 20, 2004  
Transfer 50% of ERAF III Shift to ERAF (Fund# RD9)

- April 20, 2005  
Transfer 50% of ERAF III Shift to ERAF (Fund# RD9)

- March 1, 2005  
Agencies notify Auditor-Controller of Payment Method

- May 10, 2005  
Collect ERAF III Shift due from Agencies

- May 20, 2005  
Transfer 100% of ERAF III Shift to ERAF ( Fund# RD9)



# Triple Flip & VLF Swap Transfer & Distribution

## ▪ December 20, 2004

- Transfer 50% of Triple Flip from ERAF (Fund# RD9) into Sales & Use Tax Compensation Fund (Fund# SE1)
- Transfer 50% of VLF Swap from ERAF (Fund# RD9) into VLF Property Tax Compensation Fund (Fund# SF7)

## ▪ January 20, 2005

- Distribute County General and Cities from (Fund# SE1) & (Fund# SF7)

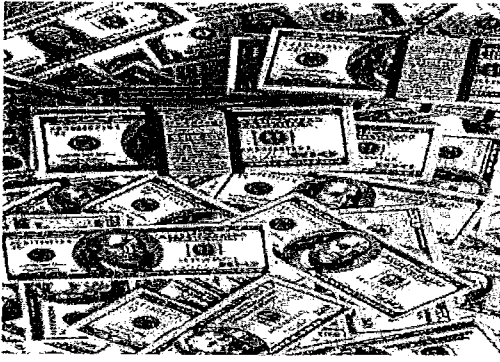
## ▪ April 20, 2005

- Transfer 50% of Triple Flip from ERAF (Fund# RD9) into Sales & Use Tax Compensation Fund (Fund# SE1)

- Transfer 50% of VLF Swap from ERAF (Fund# RD9) into VLF Property Tax Compensation Fund (Fund# SF7)

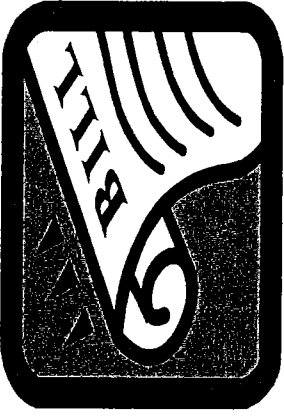
## ▪ May 20, 2005

- Distribute County General and Cities from (Fund# SE1) & (Fund# SF7)



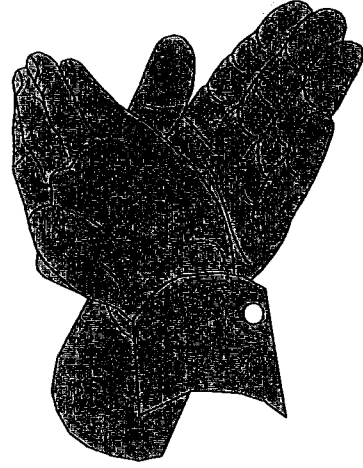


# 2004-05 Budget Act Overview



- Questions

- Thank You



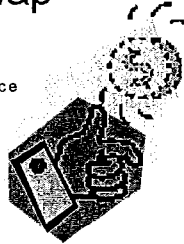


# The VLF for Property Tax Swap of 2004

League of California Cities Annual Conference  
Long Beach Sept. 17, 2004

Michael Coleman  
CaliforniaCityFinance.Com  
Special Consultant,  
League of California Cities

colem an@c al.net 530.758.3952



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## VLF-Property Tax Swap

- ◆ VLF rate reduced permanently from 2.0% to 0.65%
- ◆ "VLF backfill" from state general fund eliminated
- ◆ Cities and counties receive additional property tax to replace lost VLF backfill

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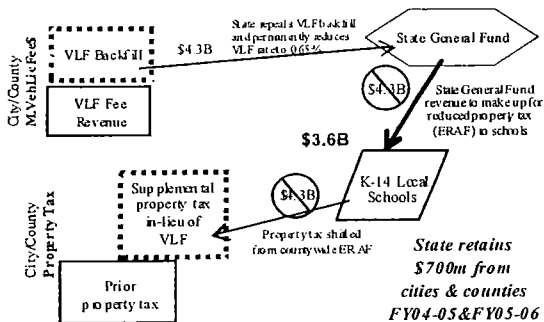
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## VLF-Property Tax Swap



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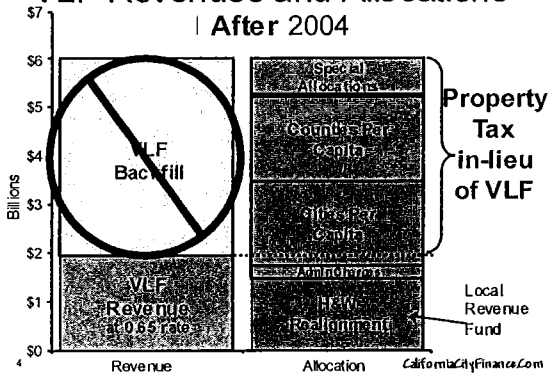
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### VLF Revenues and Allocations After 2004




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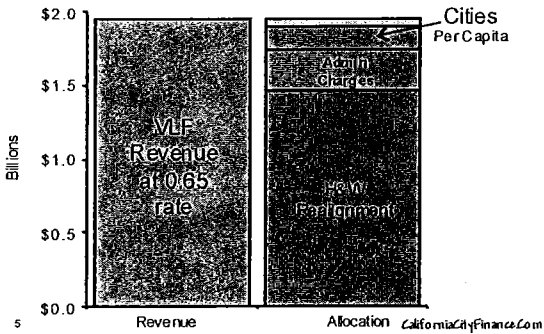
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### VLF Revenues and Allocations New Law 7/1/2004




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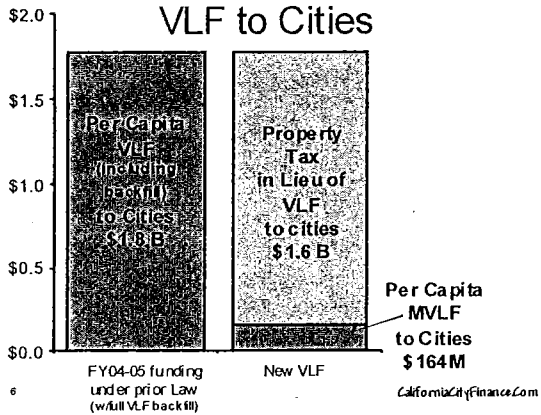
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### VLF to Cities




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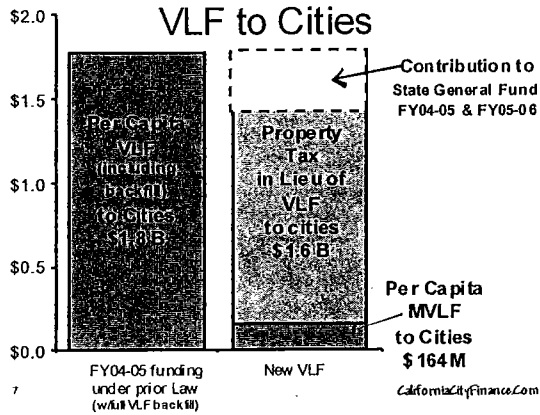
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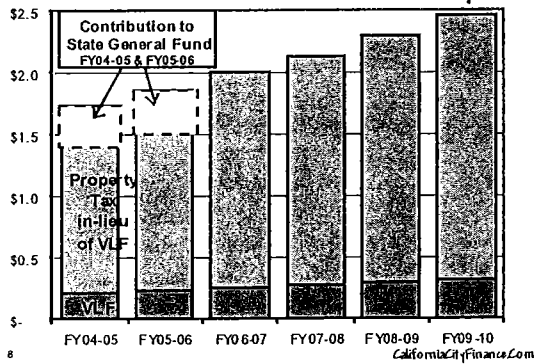
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### VLF to Cities Under the Swap




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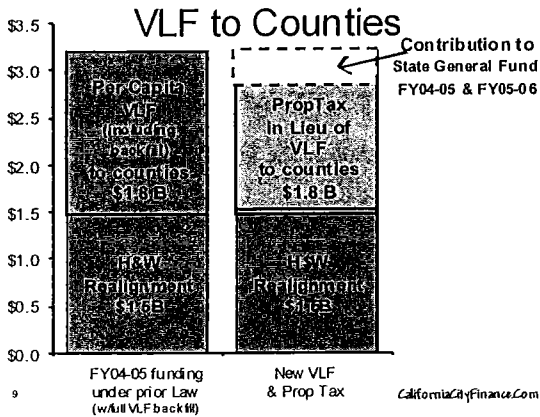
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# New Revenue Structure

- ◆ Reduced VLF
  - about 9% of what FY04-05 would have been under old system
- ◆ New Property Tax "VLF Reimbursement"
  - In FY06-07 and after grows annually relative to change in gross A.V. in the jurisdiction.
- ◆ Recently incorporated cities currently under R&T 11005.3 (3x registered voters) get their "bump" from VLF.

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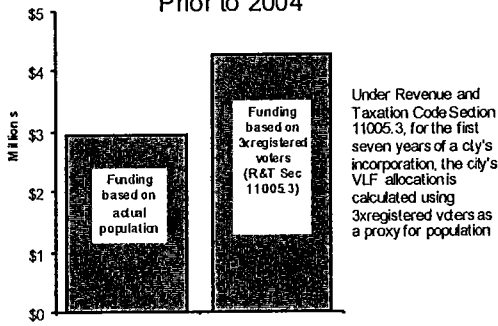
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## VLF to Recently Incorporated Cities Prior to 2004



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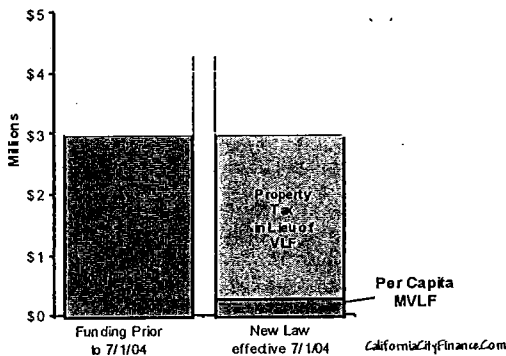
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## VLF to Cities



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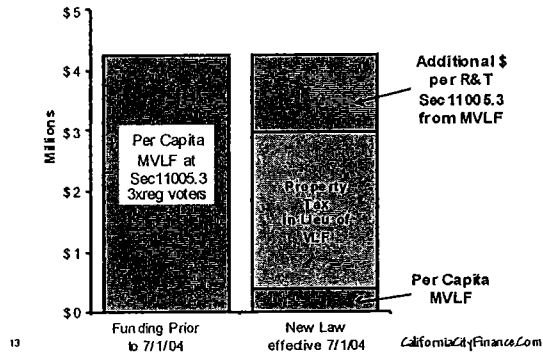
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### VLF to Recently Incorporated Cities




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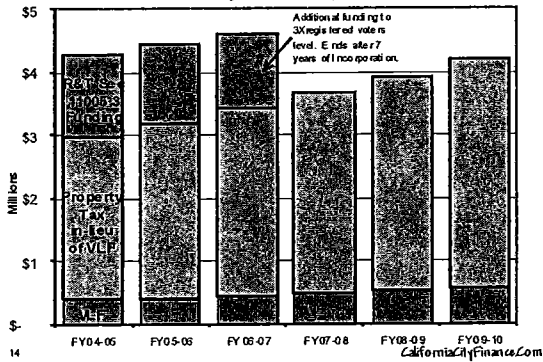
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### VLF to Recently Incorporated Cities




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### New Revenue Structure

#### Big Problems for Annexations and Incorporations

- ◆ Annexations:
  - Added population increases VLF – but amount is much less.
  - No added property tax in-lieu of VLF.
  - Added A.V. *does NOT* increase property tax reimbursement. AB2115 was written to specifically exclude this.
- ◆ New Incorporations
  - No added property tax in-lieu of VLF
  - No 7 year 3x registered voters “boost”

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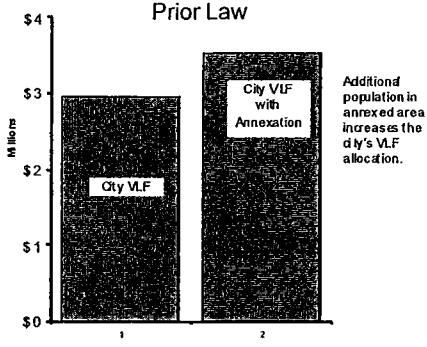
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### VLF to Cities for Annexations



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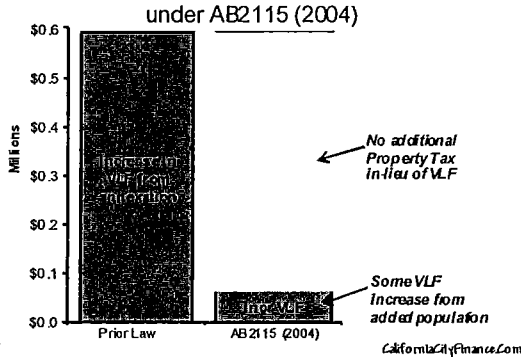
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### VLF to Cities for Annexations



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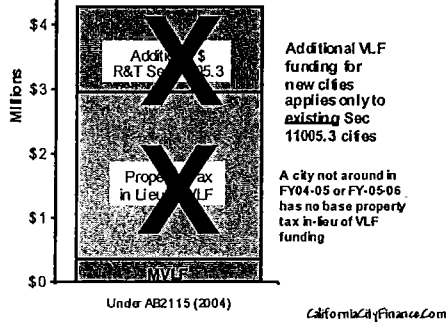
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### AB2115 (2004) Leaves Out Funding for Future Cities



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909.861.4335

## ISSUE UPDATE

November 5, 2004

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### VLF Swap & Redevelopment Agency ERAF III Obligations

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#### **Protection of Local Government Revenues**

This week's passage of Proposition 1A prevents the Legislature from reducing local revenues of cities, counties and special districts, except to borrow the funds on a temporary basis with a 2/3 vote of the Legislature. The 2003 VLF loan (\$1.3 billion) must be repaid, before any additional borrowing could occur. These loans must be used to address a "severe state fiscal hardship" and may occur only twice in a 10 year period. All loans must be repaid with interest within 3 years from the date the funds were borrowed. Prior loans would have to be repaid before any additional borrowing could occur. A major component of the proposition is the permanent reduction of the VLF backfill, which will be replaced by an equal amount of property tax from the county ERAF accounts. The VLF backfill amounts will grow at the same percentage as the growth in gross assessed value for each city/county.

#### **No Administrative Fees on the VLF Backfill**

Existing law authorizes a county to retain a portion of the ad valorem property tax revenue as reimbursement for the costs associated with collecting and administering the tax. The law specifically prohibits the charging of Administrative Fees on the VLF for ERAF swap in the 2004-05 and 2005-06 fiscal years.

#### **New Incorporations**

With the VLF backfill being eliminated and replaced with an equal amount of property tax from the County ERAF account, the fiscal viability of new incorporated cities becomes highly questionable. New cities will no longer receive VLF payments based on three times voter registration for seven years. The new formula would provide that cities receive only their share of the 0.65 VLF rate based on population. The law specifies that the allocation of property tax in lieu of VLF be calculated by applying the growth percentage (based on the change in gross assessed property values) to the amount of property tax in lieu of VLF revenue that the agency received in fiscal year 2004-05. If the city did not exist in fiscal year 2004-05, then it will be forever excluded from receiving the VLF backfill revenue, leaving a huge gap in the finances of new cities. Without clean-up legislation this language is detrimental to the incorporation of new cities.

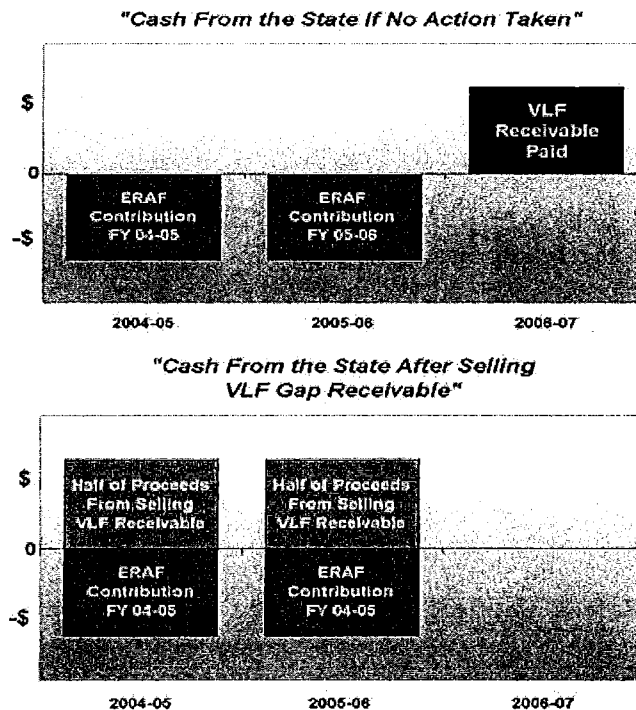
#### **Annexations**

Annexed territory will generate property taxes for the jurisdiction to which it was annexed, as per existing law (AB 08). However, an area for concern with Proposition 1A relates to annexations and how they affect the property tax in lieu of VLF payments. The State legislature, in clean-up bill AB 2115, has not provided for any property tax in lieu of VLF to replace the lost VLF in annexation areas. For example, if a city annexes territory with an assessed value of \$100 million, this amount will be excluded from the growth calculation for determining the VLF backfill amount. However, future year growth in the annexation area above the \$100 million base value will be included in the VLF backfill calculation.

### Cash Flow Issues

Beginning in FY 2004-05, the State has permanently eliminated the VLF backfill paid to local agencies and replaced it with an equal amount of property tax (property tax in lieu of VLF). While the dollar impacts of these actions are intended to cancel each other out, Local Agencies are now receiving these payments semi-annually as property taxes, rather than monthly as VLF backfill payments. This situation may create cash flow problems for some local agencies.

In fiscal years 2004-05 and 2005-06, cities and counties will lose \$700 million annually in ERAF payments to the State. Thereafter, the obligation to make ERAF payments will end – at the same time cities and counties are scheduled to receive their VLF gap loan payments in FY 2006-07. The VLF gap represents money taken from cities and counties in 2003-04 by the State from VLF funds. SB 1096 and Proposition 1A have committed the State to repay those funds in 2006-07.



### VLF Securitization

SB 1096 authorizes cities and counties to sell to a joint exercise of powers authority, and authorizes the authority to purchase, with the proceeds of its bonds or its revenue, Vehicle License Fee (VLF) receivables. VLF receivables are defined as any right to payment for moneys due or to become due to a city and county out of the funds payable in connection with vehicle license fees. The VLF gap amount is approximately \$1.22 billion not paid to local governments in 2003-04, but which the State has statutorily promised to pay to local governments by August, 2006. The California Statewide Communities Development Authority is offering this securitization program to California cities and counties. Interested agencies should go to the CSCDA website before January 2005 <https://secure.cacommunities.com/cacomm/apps/vlf/> to complete the on-line enrollment form. The funds received through this program may be used by cities and counties for any legal purpose. In particular, such borrowing may address cash flow issues caused by the replacement of VLF with property taxes and shortfalls due to the 2004-05 and 2005-06 ERAF payments.



### Redevelopment Agency ERAF Payments (May 2005 & 2006)

Another part of SB 1096 is the obligation of redevelopment agencies to make ERAF payments. The legislation mandates that California redevelopment agencies pay \$250 million to ERAF for each of the next two years. The following are some guidelines for redevelopment agencies pertaining to ERAF requirements.

1. The ERAF payment is an "indebtedness of the redevelopment project to which they relate" payable from tax increment. This means that the indebtedness should be shown on a redevelopment agency's Statement of Indebtedness. H&S Section 33681.12(e)
2. A redevelopment agency may use any funds that are legally available and not obligated, including but not limited to reserve funds, proceeds of land sales, proceeds of bonds or other indebtedness, and other earned income to fund its ERAF obligation. No moneys held in the low and moderate income fund as of July 1 of the applicable fiscal year may be used for this purpose. H&S 33681.12(c)
3. A redevelopment agency may borrow up to 50 percent of the fiscal year's 20 percent Low and Moderate Income Housing Requirement to make the ERAF payment. As a condition of the borrowing, the agency must find that there are insufficient other moneys to make the payment. The loan must be repaid to the Low and Moderate Income Housing Fund within ten years.
4. A redevelopment agency that cannot make all or part of its ERAF payment due to existing indebtedness shall adopt a resolution to that effect and enter into an agreement with its legislative body to fund the shortfall of the payment. The agency will then have an indebtedness to the legislative body until paid in full or the agency and the legislative body otherwise agree. H&S 33861.13
5. The legislative body of a redevelopment agency may make the ERAF payment in lieu of the agency. H&S 33861.14
6. The California Statewide Communities Development Authority may issue bonds and use the proceeds to make loans to redevelopment agencies to meet their ERAF payments. The loans are obligations of the agency that shall be repaid from any available funds of the agency on a basis subordinate to all existing and future obligations of the agency. If at any time the agency fails to make a timely payment, the loan is secured by a lien on the property taxes of the legislative body. H&S 33861.15
7. The legislative body shall report by March 1 to the county auditor how the agency intends to fund its ERAF payment. H&S 33816.12 (d)
8. All ERAF payments, including 2005 and 2006 payments shall not count against a project area's tax increment limits. H&S 33683 Note: There is no deduction of ERAF prior to calculating the Housing Set-Aside Requirement or tax-sharing agreements (unless the tax-sharing agreement so specifies).
9. The ERAF payment is subordinate to tax increment payments of debt service on bonds. H&S 33861.12 (a)(3)

10. The legislative body of qualifying redevelopment agencies may by ordinance amend the redevelopment plan to extend the time limits on the termination of redevelopment plans and the receipt of tax increment by one year each for the 2005 and 2006 ERAF payments. The plan may be amended without going through the formal requirements of a plan amendment.

For a redevelopment plan with an effective date ten years or less from the last day of the fiscal year in which a payment is made, the time limits may be extended one year for each payment.

For a redevelopment plan with an effective date that is more than ten years but less than 20 years from the last day of the fiscal year in which a payment is made, the time limits may be extended one year for each payment if the agency is in compliance with the Housing Set-Aside Requirement, has an adopted implementation plan, is in compliance with the relocation and inclusionary housing provisions of H&S Section 33413, and is not subject to excess surplus sanctions.

If the time of the effectiveness of a redevelopment plan is more than 20 years from the last day of the fiscal year when the payment is made, the plan cannot be extended.

For questions please contact: 909.861.4335

Paula Cone                      pcone@hdlccpropertytax.com

Martin Coren                      mcoren@hdlccpropertytax.com

Andy Nickerson                      anickerson@hdlccpropertytax.com

ERAF III reduction amounts by county/city

[http://www.sco.ca.gov/ard/payments/mvlf/city\\_reductions.pdf](http://www.sco.ca.gov/ard/payments/mvlf/city_reductions.pdf)

Property tax in lieu of VLF amounts by county/city

[http://www.sco.ca.gov/ard/payments/mvlf/vlf\\_adj\\_amts.pdf](http://www.sco.ca.gov/ard/payments/mvlf/vlf_adj_amts.pdf)

RDA ERAF amounts by county/agency

<http://www.calredevelop.org/Assets/pubs/ERAF04-05.pdf>

**County Property Tax Manager's Association**  
A Subcommittee of the  
County Auditor's Association of California  
(CAAC.org)

RECEIVED BY  
SEP 09 2004  
TAX DIVISION

DATE: September 7, 2004  
TO: County Tax Manager's and /or Other Interested Person  
FROM: Rick Strobel, Reservation Chairman  
RE: **PROPERTY TAX MANAGER'S ASSOCIATION SUB-COMMITTEE MEETING,  
WEDNESDAY, OCTOBER 6, 2004**

The 55<sup>th</sup> meeting of the County Tax Manager's Association will be held **Wednesday, October 6, 2004**, at the following place:

**Radisson Hotel Sacramento  
500 Leisure Lane, Sacramento, CA 95815  
(800) 333-3333 or (916) 922-2020**

**The Blue Van is the Shuttle Service and they can be reached at 1-800 Blue Van. There is a \$12.00 charge each way. They're usually at the hotel at the top of the hour for pickup and they probably rotate in and out of the airport regularly.**

Should you desire accommodations, rooms are available for **\$84/night** (Individuals who are tax exempt will be required to fill out an exemption form upon arrival and must pay by agency check or by government issued credit card). The hotel phone numbers are listed above. **Please reserve your room directly with the Hotel.**

We will meet in the Suite 302 with coffee, tea and pastries from 8:30am until 9:00am. **The meeting will commence promptly at 9:00am.**

In an effort to save money on postage, only one letter, agenda, and registration form are being sent to each County. **Be sure to let all interested parties in your office know about the meeting.**

**If anyone is unable to attend the meeting, all handouts will be posted on the CAAC website a few weeks after the meeting.**

Please be advised that **No refunds will be made unless I am notified of a cancellation 24 hours prior to the meeting.** Note: A "drop in" will not be guaranteed a lunch of their choice.

Please complete the enclosed reservation form and fax to Rick Strobel (707)565-3489 no later than **September 29, 2004.**

**Please make checks payable to State Assn. of County Auditors and mail to:**

**Rick Strobel  
County of Sonoma  
585 Fiscal Dr., Suite 101-F  
Santa Rosa, CA 95403-2871**

Enclosures

Officers: President – Pam Johnston, Sonoma  
Secretary – Julie Aguero, Monterey  
Legislative Liaison – Barbara Britton, Napa  
Property Tax Manual Chairperson – Jun Adeva, Solano

Vice-President – Sally Zutter, El Dorado  
Treasurer/Reservation Chairman – Rick Strobel, Sonoma  
Technology Liaison – Rebecca Haggarty & Wendy Beadle,  
Santa Clara

COUNTY TAX MANAGER'S SUBCOMMITTEE MEETING  
RADISSON HOTEL SACRAMENTO  
500 Leisure Lane, Sacramento , CA 95815  
(916) 922-2020

October 6, 2004

**Tentative Agenda**

- 8:30 Sign in, enjoy coffee, teas, and get acquainted
- 9:00 Welcome and Introductions of Attendees  
Approval of Minutes
- 9:15 Technology Report – Wendy Beadle and Rebecca Haggarty, Santa Clara County  
Update on Property Tax Manual – Jun Adeva, Solano County  
Report on New Legislation – Barbara Britton, Napa County  
Finance Report – Rick Strobel, Sonoma County  
Discussion of Future Meeting Sites and Dates – Pam Johnston, Sonoma County

**Election of the 2005 Tax Manager Sub-Committee Officers**

9:45 Break – 10 minutes

10:00 **Speakers:** Rod Dole, Sonoma County Auditor-Controller  
Rich Arrow, Marin County Auditor-Controller

**Topic: Guidelines for Triple Flip, VLF Swap, and ERAF III**

12:00 Lunch will be served in the meeting room

1:15 **Continuation of Guidelines discussion, if needed.**

1:30 **Speaker:** Wayne Beck, Local Government Reporting Section, Division of Accounting  
and Reporting, State Controller's Office

**Topic: Department of Finance Calculations  
If time permits, discussion on RDA SOI**

3:00 **If Time Permits: Round Table Discussion on Local Issues, Comments and General Questions**

3:30 Adjourn / Have a safe trip home

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Santa Clara

## RESPOND BY WEDNESDAY, SEPTEMBER 29TH

Please make your lunch selection for the October 6<sup>th</sup> Property Tax Manager's meeting. Lunch will be served in our meeting room. The choices are as follows:

- A. **GRILLED HERBED MARINATED CHICKEN BREAST** – presented on a Bed of roasted Tomato Orzo with Smoked Garden Vegetables and Roasted Red Pepper and Garlic Sauce.
- B. **CRISPY SESAME CRUSTED RED SNAPPER** – with Ginger Plum Sauce and Lemon Scented Balsamic Rice.
- C. **PENNE POMMODORO** – Penne Pasta sautéed with Tomatoes, Garlic, Asparagus and Aged Parmesan Cheese.

All entrees include a Salad, Petite French Rolls, Chef's Selection of Dessert and Coffee, Hot Tea and Iced Tea.

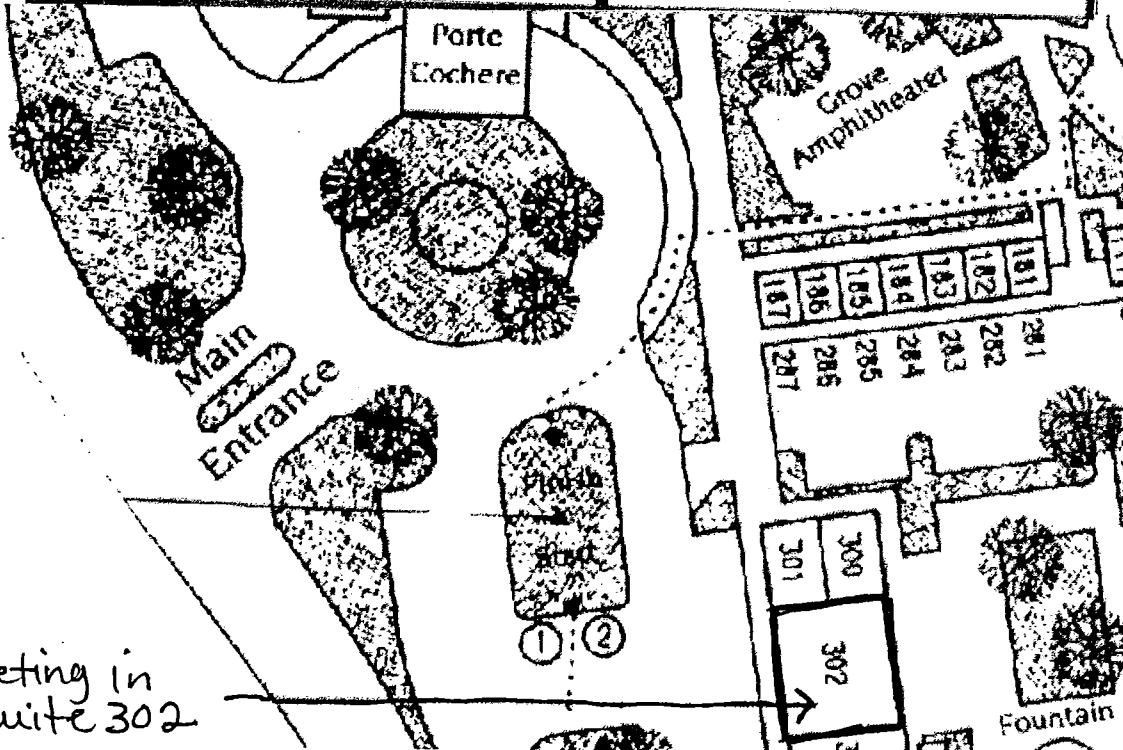
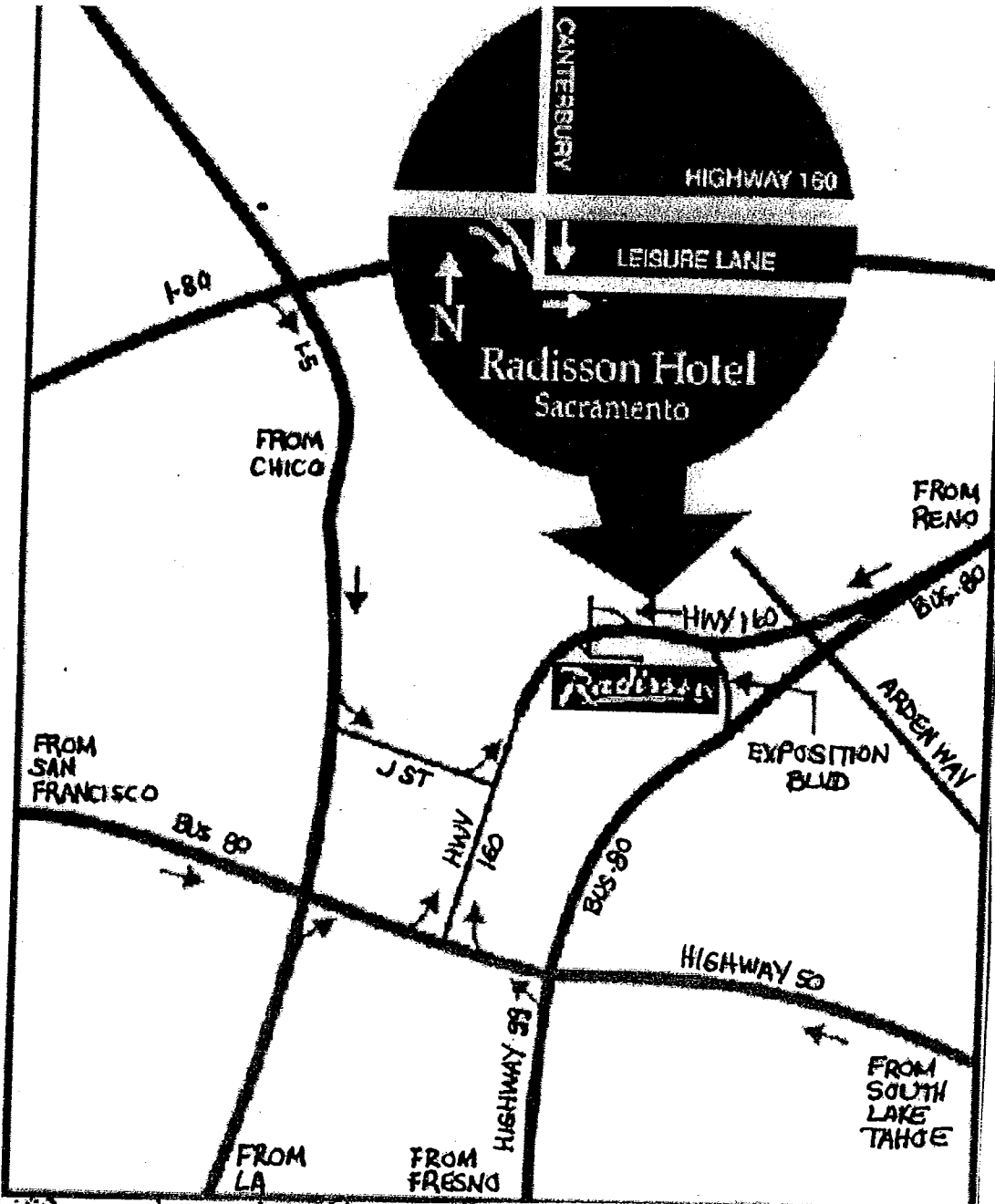
**Respond by Wednesday, 9/29/04.** When you respond, please provide your name and the item letter you've chosen. If you are responding for multiple people in your county, please list each person and the item letter they have chosen.

**Please respond via email to Rick Strobel at [rstrobel@sonoma-county.org](mailto:rstrobel@sonoma-county.org) or fax to him at 707-565-3489.**

Please pass this along to any of your co-workers that may be attending.

Responses received after 9/29/04 will have to choose from the items available, on a first come-first serve basis. You may also have to wait longer to be served.

Thank you for your cooperation.



Meeting in Suite 302

COUNTY TAX MANAGERS' SUBCOMMITTEE MEETING  
MINUTES OF THE FIFTY-FIFTH MEETING  
HELD AT THE RADISSON HOTEL  
500 LEISURE LANE, SACRAMENTO, CA 95815  
OCTOBER 6, 2004

-151-

- I. 8:30 AM - Activities began with sign-in, coffee and teas, and a get acquainted period.
- A. One hundred two people were in attendance, including ninety-eight county attendees, a representative from the State Board of Equalization and three non-member speakers.
  - B. Forty-seven counties were represented.
- II. 9:00 AM - President Pam Johnston, Sonoma County, called the meeting to order and began with introductions and announcements and approval of the minutes.
- A. All attendees introduced themselves.
  - B. Minutes to the County Tax Managers' Subcommittee meeting of May 19, 2004 were approved after a motion by Rita Woodward, Tulare County, and a second by Barbara Britton, Napa County.
- III. 9:10 AM – Subcommittee reports were presented and the election of the 2005 Tax Manager Subcommittee Officers was held.
- A. Wendy Beadle, Rebecca Haggerty and Janel Jannusch, Santa Clara County, gave an update on their fully integrated financial system. The design is almost complete. The assessor is not a part of the system. In six weeks they will go for their RFP. They are working on a 3 to 5 year time frame. When it is complete, it will be public sector software and will have cost the county about \$11M.
  - B. Jun Adeva, Solano County, gave an update on the property tax manual. Out of the 23 topics covered this year, 21 were cosmetic only and 2 will be going to the Standards Committee in October. Currently there are 16 topics for the next meeting. There were 13 members last year and he urged other counties to participate.
  - C. Barbara Britton, Napa County, e-mailed a list of legislation that had either been enrolled or chaptered that was property tax related. There were new items added to last meeting's list such as AB322, SB1147, SB1382, SB1832 and SB1909.
  - D. Rick Strobel, Sonoma County, reported an account balance of \$1,504.48. He also asked the group if anyone would be adversely impacted by an increase in the registration from the current \$25.00 to \$35.00.
  - E. Nominations and volunteers for officers were made from the floor. Rita Woodward, Tulare County, moved to accept the board with a second from Wendy Beadle, Santa Clara County. The results are as follows:
    - 1. President: Paul Abelson, Contra Costa County
    - 2. Vice-President: Susan Linschoten, Los Angeles County
    - 3. Secretary: Julie Aguero, Monterey County
    - 4. Treasurer and Reservation Chair: Rick Strobel, Sonoma County
    - 5. Legislation Liaison: Doug Olander, Yolo County
    - 6. Technology Liaison: Wendy Beadle, Santa Clara County
    - 7. Property Tax Manual Chair: Rita Woodward, Tulare County

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Santa Clara

- IV. 9:30 AM – Rich Arrow, Marin County Auditor-Controller and Rod Dole, Sonoma County Auditor-Controller presented the group with the Guidelines for Triple Flip, the VLF Swap and ERAF III.
  - A. “Prescription drugs” were handed out to everyone present.
  - B. Rich Arrow and Rod Dole proceeded to go through the guidelines section-by-section.
  - C. It was suggested that every county do an ERAF cash flow projection.
  - D. The Department of Finance is calculating the estimated sales tax amounts and providing them to the County Auditors.
  - E. Special district numbers for ERAF III are not yet available. The deadline is November 12.
  - F. Flow charts provided by Coleman Advisory are available at californiacityfinance.com.
  - G. The Triple Flip will stay in effect until the Economic Recovery Bonds are paid off and SBE is notified.
  - H. “True-Ups” will be made the following year. By September 1<sup>st</sup> counties should receive their estimates plus adjustments for the prior year.
  
- V. 10:40 AM – Break.
  
- VI. 11:00 AM – Rich Arrow and Rod Dole continued with the Guidelines and were joined by Wayne Beck, Local Government Reporting Section, Division of Accounting and Reporting, State Controller’s Office.
  - A. The VLF Swap is a permanent one.
  - B. The 2004-05 estimated numbers have been sent out by the Department of Finance. By September 1<sup>st</sup> of the following year the State Controller will provide a true-up amount to the County Auditor.
  - C. The VLF number increases by the County’s assessed valuation increase of locally assessed property.
  - D. The effect of city annexations down the road is not yet clear.
  - E. VLF Swap amount increases supplemental factors for 2004-05. Swap is property tax in-lieu of VLF so all growth is included.
  - F. Discussion is needed to decide how to handle the true-up adjustments. Do the supplemental factors need to be adjusted?
  - G. Starting in 2005-06, the unitary roll may be affected if roll growth is over 102%.
  
- VII. 12:00 AM – Lunch.
  
- VIII. 1:15 PM – Continuation of discussion of the Guidelines with Rich Arrow, Rod Dole and Wayne Beck.
  - A. The \$1.3 billion shift for ERAF III is in effect for two years, FY 2004-05 and FY 2005-06. It is made up from \$350 million from counties, \$350 million from cities, \$350 million from special districts and \$250 million from RDAs.
  - B. The calculations for the special districts have so far gone through 6 iterations to try to come up with the \$350 million needed. The basis being used are the special districts reports filed in 2001-02 with the State Controller’s office. Wayne Beck is doing the special district calculations.
  - C. Certain special districts have been exempted from ERAF III. These exemptions are specific to ERAF III only.

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 Santa Clara



- D. The special district ERAF III amounts will be sent from the State Controller's Office by October 25 to the Department of Finance who will then forward them to the County Auditors by November 12.
- F. ERAF III is a reduction of VLF for cities and counties, but for special districts it is a direct reduction of their 1% levy.
- G. Timelines may be extended for redevelopment agencies when it is required to make an ERAF III payment. If there is 10 or less years left for the plan, the extension is two years; for 10+ to 20 years, the extension is one year and for those plans with over 20 years left, there is no extension.

IX. 2:45 PM – No local issues were discussed.

X. 2:47 PM – Meeting adjourned. Next meeting will be held in Ontario, California at a time and place to be announced.

PREPARED BY:

Julie K. Aguero, Secretary  
County of Monterey

Officers: President – Pam Johnston, Sonoma  
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Santa Clara

Roll Maintenance Section [1.]  
Chapter C-9

**SB1096 GYMNASTICS: ERAF III, VLF SWAP AND THE TRIPLE FLIP**

**INTRODUCTION**

Significant financial transactions were legislated in 2003-04 and 2004-05 in order for the State to cope with severe fiscal problems. There were three main components: the Triple Flip, **Educational Revenue Augmentation Fund (ERAF)** III, and the Swap of motor vehicle license fees (MVLFF). For specific instructions see the Uniform Guidelines for the Implementation of Senate Bill No. 1096 as Amended by Assembly Bill No. 2115 Concerning Funding Provisions Relative to Counties, Cities, Special Districts, and Redevelopment Agencies in Connections with the State of California Budget for Fiscal Year 2004-05 and Beyond in the Guidelines section of this manual.

**MAIN TOPIC**

**Triple Flip (0.25% Reduction to Bradley-Burns Sales Tax Authority)**

The State will take 0.25% of local sales and use tax to repay its Economic Recovery Bonds. The local counties and cities will ~~are to be~~ "reimbursed" for this loss from the ERAF Fund. This reimbursement will continue until the State bonds are paid. The State will replace the schools' appropriated ERAF funds with State general fund monies.

**ERAF III**

An additional shift to ERAF will be made by local taxing agencies for 2004/05 and 2005/06 only. The 92-93 ERAF shift is now being called ERAF I; the 93-94 ERAF shift is now being called ERAF II. The State Department of Finance provided the fixed ERAF III amounts. Cities, counties, and redevelopment agencies are included in ERAF III, as well as special districts, including joint county special districts. The payment criterion for each type of taxing agency is different.

**MVLFF Swap**

The motor vehicle license fee swap for property taxes is to be a permanent swap. The State Department of Finance provided County Auditors estimated 2004/05 amounts to be taken from the ERAF Fund for the counties and cities. A one-time true-up will be made in 2005/06 and then the MVLFF Swap amount will grow as the agency's assessed value grows. Growth calculations should be made beginning in 2005/06 and each year following. The calculation is to be based on the percentage change in gross taxable assessed value from the prior fiscal year to the current fiscal year using the city's prior jurisdictional boundaries (growth is without annexed areas).

**Notes**

**1. Source: Excerpted from County Property Tax Managers' Association Manual.**

## METHODOLOGY

**AB 8 factors** do not change with the implementation of ERAF III, VLV Swap, and the Triple Flip.

**Property Tax Administrative Fee (PTAX)** factor changes: ERAF III affects these factors for 2004/05 and 2005/06 only. Triple Flip and VLF Swap do not affect PTAX factors until 2006/07 and forward.

**Supplemental factor** changes: For ERAF III, do not change supplemental apportionment factors, but take revenues if needed to make up the reduction amount. Triple Flip does not affect supplemental apportionment factors. VLF Swap affects supplemental apportionment factors in 2004/05 and forward.

**Unitary factor** changes: For ERAF III, do not change unitary apportionment factors, but take revenues if needed to make up the reduction amount. Triple Flip does not affect unitary apportionment factors. For 2004/05 and forward, VLF Swap affects unitary apportionment factors when unitary is over 102% growth.

See Exhibits 1, 2, and 3 for additional information.

## ADDITIONAL CONSIDERATION

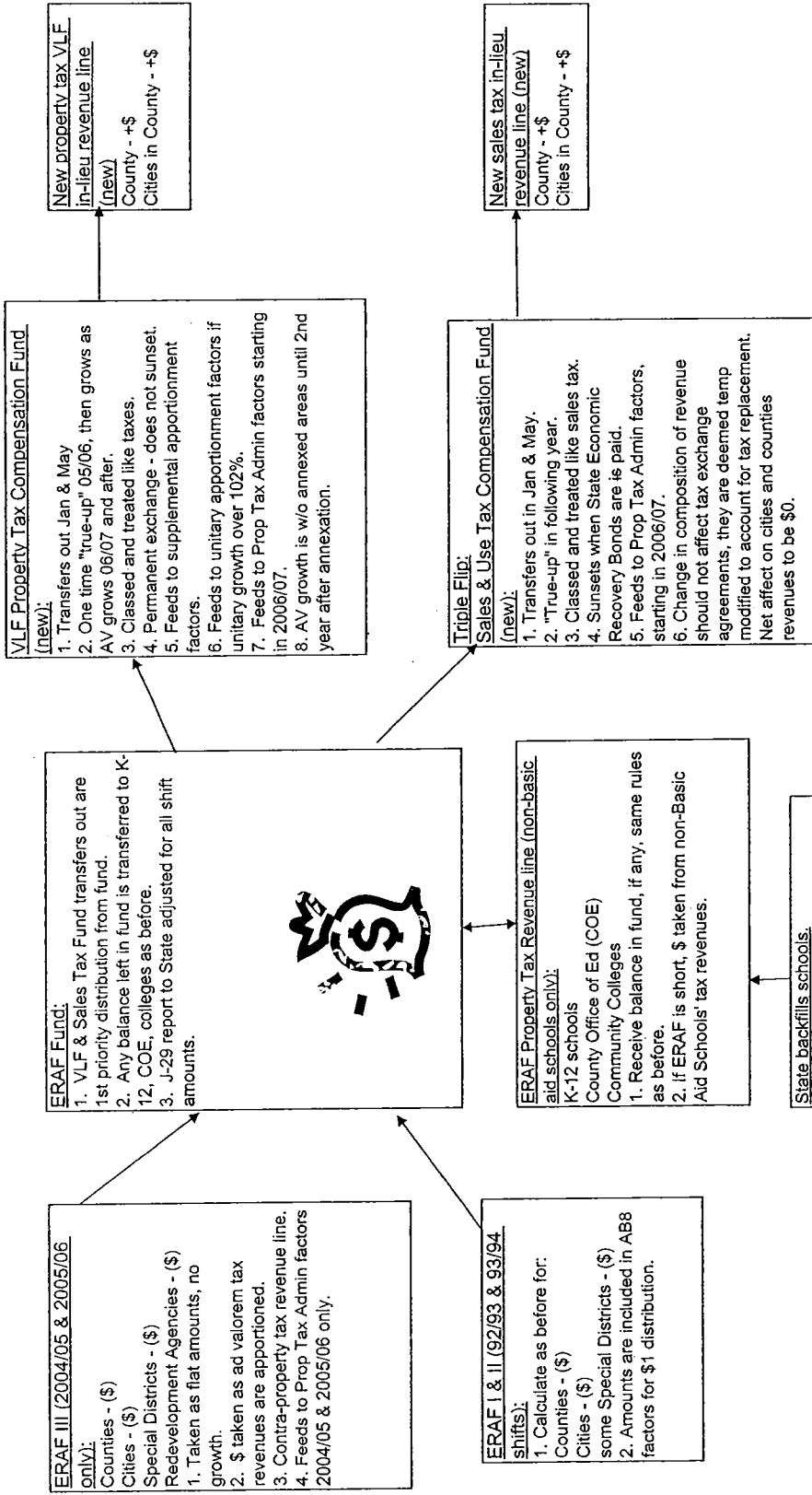
Problems have been encountered in the implementation of this new legislation. Several entities have proposed clean-up legislation.

## RELATED TOPICS

ERAF  
Calendar  
Guidelines  
Revenues/Cost Reimbursement  
Unitary  
Supplemental Roll Maintenance  
Calculation of Supplemental Apportionment Factors  
Calculation of Unitary Apportionment Factors  
RDA

## GLOSSARY CHANGES

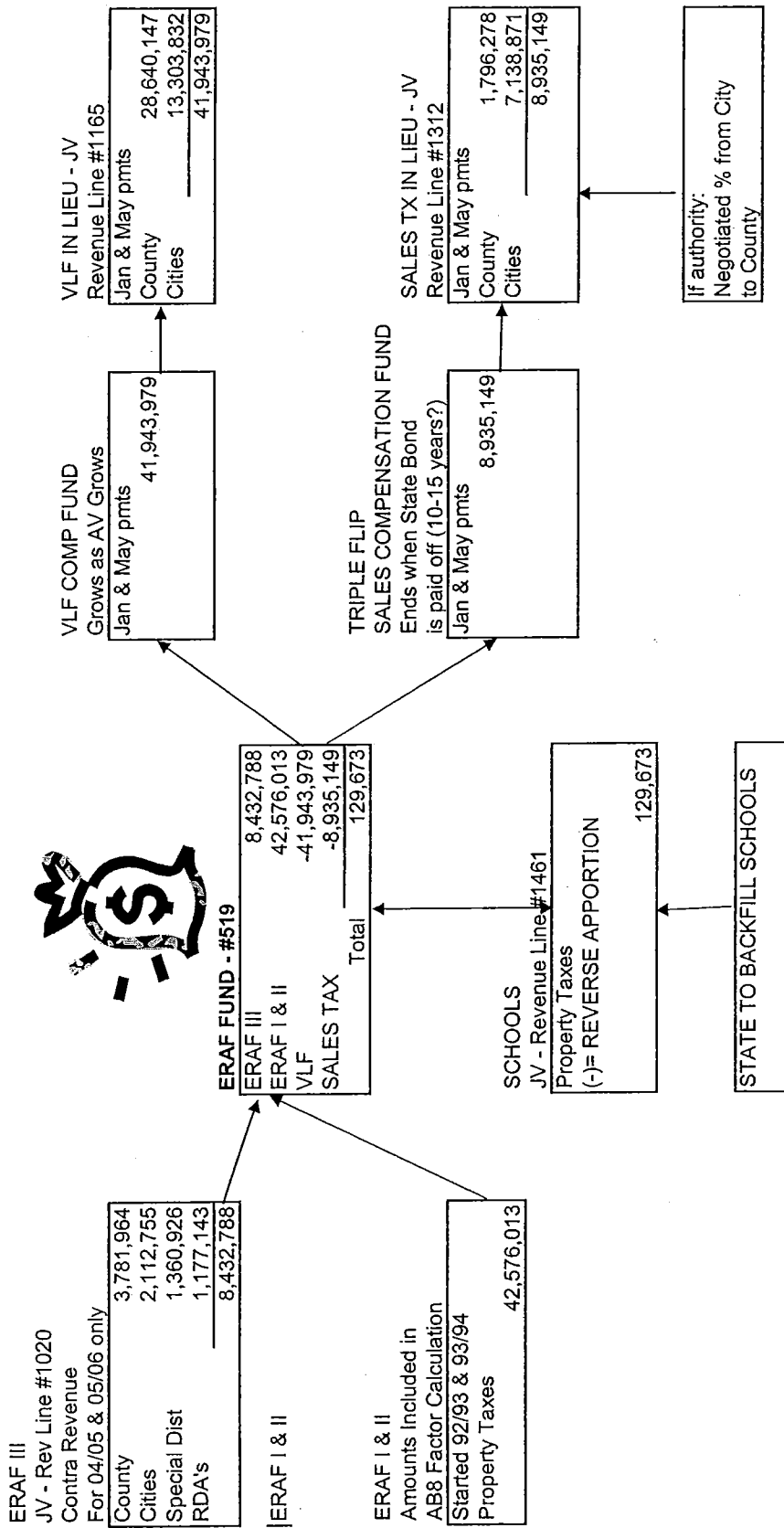
**Property Tax Administrative Fee (PTAX)**



Definitions:

- "A" to be used for VLF growth in 2005/06. S, U, H/O, Boats, Airplanes, Utility w/o unitary. This is to be Gross, before RDA adjustments are taken off. For city's previous jurisdictional boundaries, without regard to the change in that city's jurisdictional boundaries. For each following fiscal year, the percentage change in gross taxable assessed valuation from the prior FY to the current FY shall be calculated on the basis of the city's prior year jurisdictional boundaries.
- Because of special VLF growth, this shift will always be done on a jurisdictional level, with transfers/distributions twice a year in January & May.
- It would be prudent to use a contra-revenue line for ERAF III shift amounts.
- New revenue source lines should be built for the in-lieu VLF and the in-lieu sales tax. (Code requires it.)
- In November, 2004, the State asked that the J-29 report be net of the VLF and Triple Flip amounts.

2004/2005 TRIPLE FLIP, SB1096, AB2115  
FLOW CHART: AMOUNTS SHIFTED



# DRAFT

## 2004/2005 TRIPLE FLIP, SB1096, AB2115

Date	Action	
March 2, 2004	Proposition 57 passed by voters. Reduced general sales tax rate for local govt; property tax offset reduction in sales tax.	one time only
September 1, 2004	DOF notifies counties & cities of sales tax shift amounts (Countywide adjustment amounts).	annually
September 1, 2004	SCO notifies Counties & cities of VLF amounts.	annually
September 15, 2004	SCO notifies Counties of ERAF III amounts.	two years only
October 1, 2004	Cities may pay ERAF III to County ERAF.	two years only
October 24, 2004	SCO notifies DOF of special district amounts for ERAF III	one time only
November 2, 2004	Voters passed Proposition 1A.	one time only
November 12, 2004	DOF notifies County Auditors of ERAF III amounts for special districts	one time only
November 15, 2004	J-29 (P-1) estimate due State	every year
November 15, 2004	DOF notifies County Auditors of ERAF III amounts for RDAs.	two years only
January 10, 2005	Governor's "countywide adjustment amount" for 2005/06 reported in State budget	every year
January 31, 2005	Transfer 1/2 the Countywide Adjustment Amount into Sales Tax Compensation Fund. (Triple Flip)	every year
January 31, 2005	Transfer 1/2 the VLF Adjustment amount.	every year
March 1, 2005	RDAs notify County Auditors how they will fund ERAF III shift.	two years only
April 15, 2005	J-29 (P-2) estimate due State	every year
May 10, 2005	RDAs pay ERAF III to County ERAF	two years only
May 14, 2005	May Revision of Governor's "countywide adjustment amount" estimate	every year
May 31, 2005	Transfer 1/2 the Countywide Adjustment Amount into Sales Tax Compensation Fund. (Triple Flip)	every year
May 31, 2005	Transfer 1/2 the VLF Adjustment amount.	every year
July, 2005	State calculates "true-up" on Sales Tax in-lieu	every year
August 15, 2005	J-29 (Annual) due to State	every year
September 1, 2005	DOF notifies counties & cities of sales tax shift amounts (Countywide adjustment amounts). Including annual "true-up".	every year
September 1, 2005	State calculates "true-up" on VLF in-lieu	one time only
September 15, 2005	SCO notifies Counties of ERAF III amounts.	two years only
October 1, 2005	Cities may pay ERAF III to County ERAF.	every year
November 15, 2004	J-29 (P-1) estimate due State	every year
November 15, 2005	DOF notifies County Auditors of ERAF III amounts for RDAs.	two years only
January 1, 2006	State calculates Sales tax in-lieu "true-up".	every year
January 31, 2006	Transfer 1/2 the Countywide Adjustment Amount into Sales Tax Compensation Fund. (Triple Flip)	every year
January 31, 2006	Transfer 1/2 the VLF Adjustment amount.	every year
March 1, 2006	RDAs notify County Auditors how they will fund ERAF III shift.	two years only
April 15, 2005	J-29 (P-2) estimate due State	every year
May 10, 2006	RDAs pay ERAF III to County ERAF	two years only
May 31, 2006	Transfer 1/2 the Countywide Adjustment Amount into Sales Tax Compensation Fund. (Triple Flip)	every year
May 31, 2006	Transfer 1/2 the VLF Adjustment amount.	every year
August 15, 2006	J-29 (Annual) due to State	every year
September 1, 2006	DOF notifies counties & cities of sales tax shift amounts (Countywide adjustment amounts). Including annual "true-up".	every year
January 1, 2007	State calculates Sales tax in-lieu "true-up".	every year

*June 30 - Report VLF adj amt to Controller*