

Reconciliation of 2008/09 Expenditure Limitation Estimation:

	<u>2008/09 Budgeted Expenditures</u>	
2008/09 Estimated Budget Reduction Requirement		\$ 100,000,000
Voter Approved Programs:		
Quality of Life	\$ 58,509,056	
Local Streets Sales Tax	\$ 37,033,290	
Prop 400 - Regional Transportation Plan*	<u>\$ 363,000</u>	
Total Voter Approved Programs		<u>\$ 95,905,346</u>
Difference in Estimate vs. Voter Programs**		<u><u>\$ 4,094,654</u></u>

* 2008/09 Regional Transportation reflects the reduced program without any consideration of expenditures related to the possible bond authorization.

** Consideration should be given to the expenditure reduction incurred during 2006/07. The budget was reduced by \$14.5M, inflated to 2008/09 dollars it would exceed \$16M.

Forecasted Change in State Expenditure Limitation:

<u>Fiscal Yr</u>		1979/80 <u>Base</u>	Forecasted <u>Base</u>	Forecasted Percentage <u>Change</u>
2007/08	\$	54,090,640	\$ 476,276,879	
2008/09	\$	54,090,640	\$ 493,448,350	3.61%
2009/10	\$	54,090,640	\$ 511,063,112	3.57%
2010/11	\$	54,090,640	\$ 529,537,666	3.61%
2011/12	\$	54,090,640	\$ 548,933,982	3.66%
2012/13	\$	54,090,640	\$ 568,463,663	3.56%
Average Fiscal Year Difference				3.60%

Accelerated Project Analysis

Project Description	Phase	Work FY	Pymt FY	Future Value RTP Reimb.	Local Cost	Total Phased Cost	2021	Estimated Increase in Project Cost
Hawes Rd: Santan Fwy to Ray Rd	Design	2009	2021	\$ 363,006	\$ 22,483	\$ 385,489	\$ 692,283	
Hawes Rd: Santan Fwy to Ray Rd	Right of Way	2010	2021	\$ 2,181,154	\$ 249,859	\$ 2,431,013	\$ 4,365,750	
Hawes Rd: Santan Fwy to Ray Rd	Construction	2010	2021	\$ 838,186	\$ 96,538	\$ 934,724	\$ 1,678,630	
Tot Proj Cost in 5-Yr Plan				\$ 3,382,346	\$ 368,880	\$ 3,751,226	\$ 6,736,663	\$ 2,985,437
Assumes Financing of the Full Amount Required					\$ 3,751,226			

Estimated Cost of Financing

Amount Financed	\$ 3,751,226	Annual Cost of Amt Financed	\$ 435,252
Number of Fiscal Years Financed	12	Total Cost of Financing	\$ 5,223,022
Estimated Debt Service Interest Rate	5.50%	Diff in Cost of Financing and RTP Reimb.	\$ 1,840,676
Estimated Project Inflation Rate	5.00%		
		Estimated Project Savings by Accelerating the Project	\$ 1,144,761