

Mike Paluszak, General Manager

FINANCING USES CLASSIFICATIONS APPROPRIATIONS AND REVENUES	2007/08 ACTUALS	2008/09 FINAL BUDGET	2009/10 DEPT REQUESTED	2009/10 CAO PROPOSED	FROM FINAL TO PROPOSED	PERCENT CHANGE
APPROPRIATIONS						
Salaries and Employee Benefits	0	1,637,636	0	1,519,009	(118,627)	(7%)
Services and Supplies	48,542	2,943,584	0	2,537,473	(406,111)	(14%)
F/A Equipment	0	0	0	90,500	90,500	0%
TOTAL APPROPRIATIONS	48,542	4,581,220	0	4,146,982	(434,238)	(9%)
REVENUES						
Revenue From Use of Money/Prop	180,084	1,239,129	0	1,252,697	13,568	1%
Intergovernmental Rev State	0	20,000	0	20,000	0	0%
Charges For Services	0	2,941,041	0	2,452,384	(488,657)	(17%)
Misc Revenue	50,292	382,000	0	338,000	(44,000)	(12%)
TOTAL REVENUES	230,376	4,582,170	0	4,063,081	(519,089)	(11%)
NET GAIN(LOSS)	181,834	950	0	(83,901)	(84,851)	(8932%)

Departmental Purpose

Solano County Fair Association (SCFA) is a 501(c)3 nonprofit organization. The SCFA was established to conduct the annual Solano County Fair and to operate the fairgrounds property to provide a year-round, multi-purpose venue that celebrates the wide variety of resources and activities available to the County's diverse communities. The SCFA provides an economic and quality-of-life asset to the greater Solano County community.

Founded in 1946, SCFA is a long-standing community institution that operates under a contract with the County of Solano. SCFA is self-supporting, receiving minimal support from license fees generated by the California horse racing industry but no General Fund support from State or local sources.

The vision of SCFA is to provide a thriving destination point by presenting a first-class, multi-use entertainment and recreation facilities that support the County Fair and the mission of the fair association, which provides a sustained economic benefit to the County in partnership with its corporate neighbors and others.

FY2008/09 Major Accomplishments

Improve the health and well-being of those who live and work here

- Continued significant enhancements to the year-round programming at the fairgrounds, including improved educational and family-oriented program areas at the Fair.

- Promoted livestock exhibits by Solano County 4-H, Future Farmers of America and independent youth exhibitors in the County. Hosted a successful Junior Livestock Auction during the Fair.

FY2008/09 Goals and Results

Improve the health and well-being of those who live and work here

- Goal: Continue to conduct County Fair in five days with on-site horseracing for 10 days. Increase Fair attendance while continuing to focus on families, community and fun.
 - Result: The 2008 Solano County Fair continued to build on the successful five-day format adopted in 2007, while presenting on-site horseracing for 10 days. Fair attendance increased by 10.5% compared to 2007. The Fair will continue to build on the five-day format in 2009, presenting an enhanced educational and entertainment experience, and greater value to fairgoers.
- Goal: Put greater emphasis during the Fair on the uniqueness and accomplishments of the seven cities that make up Solano County.
 - Result: Created an exhibit area during the Solano County Fair to showcase the seven cities in the County, and invited participation from the cities, chambers of commerce, and other civic organizations to staff their city's exhibit and promote their unique contributions to life in Solano County. In 2008 this program was well received, and the

Fair will continue to enhance the exhibit and foster participation in 2009.

- Goal: Continue to promote and improve the annual Ag Day program for as many third-grade students as possible.
 - Result: The sixth annual Youth Ag Day was a big success and provided educational opportunities for over 1,300 third-grade students. Community (including Solano County employees) and business sponsorships totaled over \$10,000, which enabled the Solano County Fair Association to support all third-grade classrooms in Solano County that needed financial assistance for transportation to the Ag Day event.

Ensure responsible and sustainable land use

- Goal: Increase facilities and grounds rental by 5%.
 - Result: Facilities and grounds rentals increased by 5%.
- Goal: Increase electronic sign advertising revenues by 5%.
 - Result: Electronic Sign advertising revenue decreased by (15%) due to the slowdown in the economy.
- Goal: Increase net racing revenues by 5%.
 - Result: Horseracing revenue increased in 2008 by 3%.

Invest in and for the future

- Goal: Seek ways to build new and improved facilities to bring more and larger public and consumer shows and events with a regional draw to the Solano County fairgrounds.
 - Result: Continued to work with the County to create a fairgrounds of the future that will provide facilities and opportunities to attract larger public, consumer and trade shows.

FY2009/10 Goals and Objectives

Improve the health and well-being of those who live and work here

- Continue to conduct the Solano County Fair for five days, including five days of on-site horseracing. Increase Fair attendance while continuing to focus on families, community and fun.
- Continue to put greater emphasis during the Fair on the uniqueness and accomplishments of the seven cities that make up Solano County.
- Continue to promote and improve the annual Ag Day program for as many third-grade students as possible.

Ensure responsible and sustainable land use

- Increase facilities and grounds use by 5%.
- Increase electronic sign advertising revenues by 10%.
- Continue to work with the County Board of Supervisors and staff to develop a strategy for revitalizing old and outdated fairgrounds facilities and infrastructure.

Departmental Budget Request

The SCFA budget is based on the calendar year, rather than the fiscal year. SCFA is required to submit the budget to the State of California Division of Fairs and Expositions each year. The BOS approved SCFA 2009 budget on February 10, 2009.

County Administrator's Recommendation

The SCFA budget for 2009 has decreases of (\$434,238), or (9%) in expenditures and (\$519,089), or (11%) in revenues when compared to the 2008 Final Budget.

Pending Issues and Policy Considerations

The California Horse Racing Board approved a five-day racing schedule for the Solano County Fair (SCF) in 2009. This is a (50%) reduction in racing days when compared to the traditional 10 days of horse racing that used to be allotted to the Fair. The Alameda County Fair has agreed to run the other five days, formerly run at the SCF and share the net revenues from those dates. The SCF estimates its

Mike Paluszak, General Manager

share of those revenues at \$350,000. With declining revenues from horse racing, actual revenues may be lower than anticipated.

Also, as part of the Consolidated Racing Schedule proposed by the California Authority for Racing Fairs (CARF), this year will be the last year of live horse racing at the SCF. The Solano County Board of Supervisors have authorized Chairman John Vasquez to work with the Solano County Fair Association to explore the opportunities for continued horse racing at the Solano County Fair for the years 2010 and beyond.

SUMMARY BY SOURCE	2007/08 ACTUALS	2008/09 FINAL BUDGET	2009/10 DEPT REQUESTED	2009/10 CAO PROPOSED	FROM FINAL TO PROPOSED	PERCENT CHANGE
134 - EAST VJO FIRE DISTRICT						
Taxes	533,586	506,151	458,948	440,150	(66,001)	(13%)
Revenue From Use of Money/Prop	9,388	1,600	500	500	(1,100)	(69%)
Intergovernmental Rev State	5,164	5,005	5,003	5,003	(2)	(0%)
TOTAL FINANCING AVAILABLE	548,137	512,756	464,451	445,653	(67,103)	(13%)
Services and Supplies	571,356	511,756	463,451	438,969	(72,787)	(14%)
Other Charges	500	1,000	1,000	10,000	9,000	900%
Contingencies and Reserves	0	3,316	0	0	(3,316)	(100%)
TOTAL FINANCING REQUIREMENTS	571,856	516,072	464,451	448,969	(67,103)	(13%)

District Purpose

This East Vallejo Fire Protection District was established for the purpose of disbursing special assessment revenues collected within the District's jurisdiction to the City of Vallejo for fire protection services to its citizens. The District's jurisdiction is Southeast Vallejo, an unincorporated area of the County, surrounded by the City of Vallejo. This budget unit receives property taxes from this area for the payment of fire protection services. The District is administered through the County Administrator's Office.

FY2008/09 Goals and Results

Maintain a safe community

- Goal: To continue to provide fire protection for the citizens of the unincorporated areas which are served by the East Vallejo Fire Protection District.
 - Result: Provided fire protection for the citizens of the unincorporated areas of Vallejo which are served by the East Vallejo Fire Protection District.

FY2009/10 Goals and Objectives

Maintain a safe community

- Continue to provide fire protection for the citizens of the unincorporated areas which are served by the East Vallejo Fire Protection District.

District Budget Request

The Requested Budget has decreases of (\$48,305), or (9%), in expenditures and (\$51,621), or (10%), in

revenues when compared to FY2008/09 Final Budget.

County Administrator's Recommendation

The Proposed Budget reflects decreases of (\$67,103), or (13%), in expenditures and revenues when compared to FY2008/09 Final Budget.

Contracted Services with the City of Vallejo Fire Department is budgeted at \$431,094, which is based on anticipated property tax revenue less \$7,875 in administrative support costs. The decrease in revenues is the result of a reduction in projected tax revenue for the next fiscal year.

Pending Issues and Policy Considerations

The County has an agreement with the City of Vallejo to provide fire protection services to the East Vallejo Fire Protection District. The City is experiencing a budget shortfall and has declared bankruptcy. Vallejo unions are currently appealing the bankruptcy ruling. The County doesn't anticipate significant changes in the service level provided by the City to the District.

SUMMARY BY SOURCE	2007/08 ACTUALS	2008/09 FINAL BUDGET	2009/10 DEPT REQUESTED	2009/10 CAO PROPOSED	FROM FINAL TO PROPOSED	PERCENT CHANGE
046 - COUNTY CONSOLIDATED SVC AREA						
Taxes	120,886	102,900	101,830	103,292	392	0%
Revenue From Use of Money/Prop	29,239	25,000	19,000	19,000	(6,000)	(24%)
Intergovernmental Rev State	1,163	1,000	900	1,116	116	12%
Charges For Services	1,122	0	0	0	0	0%
TOTAL FINANCING AVAILABLE	152,409	128,900	121,730	123,408	(5,492)	(4%)
Services and Supplies	33,589	268,600	80,600	80,600	(188,000)	(70%)
Other Charges	139	6,946	12,922	12,922	5,976	86%
Contingencies and Reserves	0	179,541	0	182,082	2,541	1%
TOTAL FINANCING REQUIREMENTS	33,728	455,087	93,522	275,604	(179,483)	(39%)

County Service Area Purpose

The Consolidated County Service Area (CSA) provides street lighting in the unincorporated areas of Solano County. This budget funds the installation and maintenance of streetlights, including the cost of electricity.

FY2008/09 Goals and Results

Maintain a safe community

- Goal: Operate and maintain 473 streetlights located throughout the unincorporated area.
 - Result: The County's 473 streetlights continue to be operated and maintained.
- Install 15 additional street lights at selected locations in the unincorporated area to increase safety.
 - Result: Initiated a project with PG&E to install 44 additional street lights at selected locations in the unincorporated area

FY2009/10 Goals and Objectives

Maintain a safe community

- Operate and maintain all streetlights located throughout the unincorporated area.
- Complete the installation of 47 additional street lights at selected locations in the unincorporated area.
- Initiate the installation of 8 additional street lights at selected locations.

Departmental Budget Request

The Requested Budget includes decreases in expenditures of (\$361,565), or (79%), and revenue of (\$7,170), or (6%), when compared to FY2008/09 Final Budget.

The factors contributing to the significant budget changes are described below:

- Decreases in Service and Supplies of (\$188,000) as fewer streetlights will be installed in FY2009/10 than in FY2008/09.
- Decrease in Tax Revenues of (\$1,070) due to projected property tax revenues.
- Decrease in Interest Income of (\$6,000) due to the use of funds in FY2008/09 for streetlight installations.
- Increase in Utilities of \$5,000 to cover the additional streetlights.

No Contingencies were included in the Requested Budget.

County Administrator's Recommendation

The Requested Budget is recommended with the addition of \$182,082 in Contingencies.

An adjustment of \$1,462 was made in Tax Revenue based on the most recent projections from the Auditor's Office.

Pending Issues and Policy Considerations

There are no pending issues or policy considerations.

Department Head Concurrence or Appeal

The Department Head concurs with the Proposed Budget.

SUMMARY BY SOURCE	2007/08 ACTUALS	2008/09 FINAL BUDGET	2009/10 DEPT REQUESTED	2009/10 CAO PROPOSED	FROM FINAL TO PROPOSED	PERCENT CHANGE
160 - RURAL N. VACAVILLE WATER DIST						
Charges For Services	186,653	0	0	0	0	0%
From Reserve	52,646	0	0	0	0	0%
TOTAL FINANCING AVAILABLE	239,299	0	0	0	0	0%
Services and Supplies	183,034	0	0	0	0	0%
Other Charges	20,110	0	0	0	0	0%
TOTAL FINANCING REQUIREMENTS	203,144	0	0	0	0	0%

District Purpose

The Rural North Vacaville Water District (District) is a community services district formed in 1996 that provides a public water distribution system with potable water for residential use for property owners within the District and water for fire protection by supplying water to a series of fire hydrants serving properties in the area. The District jurisdiction is in the English Hills and Stieger Hills areas north of Vacaville.

Pursuant to a general District election held on August 28, 2007, the oversight of the District was transferred to a five-member independent Board of Directors on December 7, 2007; therefore, this budget will cease to be reported in the County's budget.

SUMMARY BY SOURCE	2007/08 ACTUALS	2008/09 FINAL BUDGET	2009/10 DEPT REQUESTED	2009/10 CAO PROPOSED	FROM FINAL TO PROPOSED	PERCENT CHANGE
164 - RNVWD DEBT SERVICE FUND						
Taxes	916,000	0	0	0	0	0%
Revenue From Use of Money/Prop	70,000	0	0	0	0	0%
TOTAL FINANCING AVAILABLE	986,000	0	0	0	0	0%
Services and Supplies	16,000	0	0	0	0	0%
Other Charges	908,903	0	0	0	0	0%
Contingencies and Reserves	99,819	0	0	0	0	0%
TOTAL FINANCING REQUIREMENTS	1,024,722	0	0	0	0	0%

Departmental Purpose

This budget is the conduit for the principal and interest payments for loans from the State Department of Health Services and the State Department of Water Resources to construct the Rural North Vacaville Water District (RNVWD) facilities.

On August 28, 2007, the residents of the RNVWD elected their first Board of Directors that replaced the Solano County Board of Supervisors.

Effective December 7, 2007, the RNVWD was no longer under the control of the Solano County Board of Supervisors; therefore, this budget will cease to be reported as part of the County's budget.