

STATISTICAL SECTION

CITY OF SCOTTS VALLEY
NARRATIVE EXPLANATION OF STATISTICAL SECTION CATEGORIES

Financial Trends

The financial trends section provides information to assist the user in understanding and assessing how the City's financial position has changed over time. Tables 1 and 2 present information from the government-wide statements. Tables 3 and 4 present information from the fund financial statements.

Revenue Capacity Information

The revenue capacity information section provides information to assist the user in understanding and assessing the factors affecting the City's ability to generate its own-source revenues. Table 5 presents the assessed value of the residential, commercial and other property within the City. Table 6 presents the general property tax rate as well as tax rates from various school districts. Table 7 presents the top ten property tax payers. Table 8 presents the amount of property taxes levied and collected.

Debt Capacity Information

The debt capacity information section provides information to assist the user in understanding and assessing the City's debt burden and ability to issue additional debt. Table 9 presents the outstanding balance of all direct and overlapping government debt at fiscal year end. Table 10 presents the City's debt by type as well as total debt as a percentage of personal income and total debt per capita. The personal income is of the County of Santa Cruz because there is no information available for the City of Scotts Valley alone. Table 11 presents the maximum amount of debt the City can legally incur. Table 12 presents the coverage of pledged revenue sources to the total debt they service.

Demographic and Economic Information

The demographic and economic information section provides information to assist the user in (1) understanding the socioeconomic environment within which the City operates, and (2) to provide information that facilitates comparisons of financial statement information over time and among governments. Table 13 presents population and unemployment rate for the City of Scotts Valley as well as the population, personal income, and per capita income for the County of Santa Cruz. Table 14 presents the top ten employers in terms of number of employees.

Operating Information

The operating information section provides contextual information about the City's operations and resources to assist readers in using financial statement information to understand and assess the City's economic condition. Table 15 provides the number of full-time equivalent City employees. For example, two half-time employees would equal one full-time equivalent employee. Table 16 provides operating statistics for various city departments. Table 17 presents capital assets by city function.

Table 1

**CITY OF SCOTTS VALLEY
NET ASSETS BY COMPONENT
LAST SIX FISCAL YEARS**

	Fiscal Year		
	<u>2003</u>	<u>2004</u>	<u>2005</u>
Governmental Activities:			
Invested in capital assets, net of related debt	\$ 16,328,022	\$ 18,294,435	\$ 17,783,010
Restricted	8,022,469	8,643,935	9,778,064
Unrestricted	<u>3,996,760</u>	<u>3,872,390</u>	<u>3,991,241</u>
Total Governmental Activities	<u>\$ 28,347,251</u>	<u>\$ 30,810,760</u>	<u>\$ 31,552,315</u>
Business-Type Activities:			
Invested in capital assets, net of related debt	\$ 19,723,004	\$ 19,056,245	\$ 18,797,913
Restricted	4,745,600	4,906,437	4,688,834
Unrestricted	<u>1,882,976</u>	<u>1,860,198</u>	<u>1,859,178</u>
Total Business-Type Activities	<u>\$ 26,351,580</u>	<u>\$ 25,822,880</u>	<u>\$ 25,345,925</u>
Primary Government:			
Invested in capital assets, net of related debt	\$ 36,051,026	\$ 37,350,680	\$ 36,580,923
Restricted	12,768,069	13,550,372	14,466,898
Unrestricted	<u>5,879,736</u>	<u>5,732,588</u>	<u>5,850,419</u>
Total Primary Government	<u>\$ 54,698,831</u>	<u>\$ 56,633,640</u>	<u>\$ 56,898,240</u>

Fiscal Year

<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 18,125,094	\$ 18,729,566	\$ 18,422,445
11,564,177	12,691,999	15,200,089
<u>4,275,274</u>	<u>5,809,030</u>	<u>5,821,935</u>
<u>\$ 33,964,545</u>	<u>\$ 37,230,595</u>	<u>\$ 39,444,469</u>
\$ 18,044,851	\$ 17,889,063	\$ 17,181,967
5,074,643	4,983,103	5,366,589
<u>1,779,715</u>	<u>1,715,435</u>	<u>1,477,586</u>
<u>\$ 24,899,209</u>	<u>\$ 24,587,601</u>	<u>\$ 24,026,142</u>
\$ 36,169,945	\$ 36,618,629	\$ 35,604,412
16,638,820	17,675,102	20,566,678
<u>6,054,989</u>	<u>7,524,465</u>	<u>7,299,521</u>
<u>\$ 58,863,754</u>	<u>\$ 61,818,196</u>	<u>\$ 63,470,611</u>

Table 2

**CITY OF SCOTTS VALLEY
CHANGES IN NET ASSETS
LAST SIX FISCAL YEARS**

	Fiscal Year	
	<u>2003</u>	<u>2004</u>
Expenses:		
Governmental Activities		
General Government	\$ 1,523,982	\$ 1,509,558
Public Safety	3,231,339	3,339,675
Planning & Building	1,127,084	1,214,639
Public Works	2,687,792	3,857,981
Redevelopment	1,964,528	2,203,455
Interest on Long-Term Debt and Fiscal Agent Charges	<u>1,184,476</u>	<u>949,133</u>
Total Governmental Activities Expense	<u>11,719,201</u>	<u>13,074,441</u>
Business-Type Activities		
Wastewater	2,447,924	2,389,090
Recreation Programs	<u>962,677</u>	<u>1,009,326</u>
Total Business-Type Activities Expense	<u>3,410,601</u>	<u>3,398,416</u>
Total Primary Government Expense	<u>\$ 15,129,802</u>	<u>\$ 16,472,857</u>
Program Revenues:		
Governmental Activities		
Charges for Services		
Planning and Building fees	\$ 407,274	\$ 378,307
Police fees	97,306	59,615
Senior Center / Community Ctr	42,804	54,971
Public Works fees	24,700	51,828
Other activities	9,076	28,633
Operating Grants and Contributions	708,639	649,868
Capital Grants and Contributions	<u>1,384,468</u>	<u>3,070,572</u>
Total Gov'tal Activities Program Revenue	<u>2,674,267</u>	<u>4,293,794</u>
Business-Type Activities		
Charges for Services		
Wastewater fees	1,682,967	1,700,169
Recreational program fees	853,949	966,885
Capital Grants and Contributions	<u>199,896</u>	<u>105,977</u>
Total Business-Type Activities Program Revenues	<u>2,736,812</u>	<u>2,773,031</u>
Total Primary Gov't Program Revenues	<u>\$ 5,411,079</u>	<u>\$ 7,066,825</u>

Fiscal Year

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 1,405,807	\$ 1,466,261	\$ 1,512,706	\$ 1,594,392
3,503,618	3,668,511	3,611,534	3,776,900
1,387,280	1,041,601	1,148,286	1,791,231
2,281,320	2,624,361	2,746,454	2,816,823
2,336,313	2,758,236	2,648,024	3,320,907
930,237	911,270	997,556	959,441
11,844,575	12,470,240	12,664,560	14,259,694
2,465,408	2,532,783	2,529,974	2,696,078
918,201	959,924	971,495	1,001,179
3,383,609	3,492,707	3,501,469	3,697,257
\$ 15,228,184	\$ 15,962,947	\$ 16,166,029	\$ 17,956,951
\$ 564,113	\$ 458,221	\$ 396,364	\$ 358,411
69,014	42,587	58,898	44,288
71,178	81,753	131,892	91,390
70,612	85,801	55,360	72,987
32,207	32,485	23,775	20,822
585,386	671,852	702,787	609,797
1,325,240	1,380,262	991,790	1,155,665
2,717,750	2,752,961	2,360,866	2,353,360
1,693,237	1,742,289	1,760,937	1,750,667
868,047	877,628	944,650	986,920
180,633	149,109	103,295	54,344
2,741,917	2,769,026	2,808,882	2,791,931
\$ 5,459,667	\$ 5,521,987	\$ 5,169,748	\$ 5,145,291

Table 2 (concluded)

**CITY OF SCOTTS VALLEY
CHANGES IN NET ASSETS
LAST SIX FISCAL YEARS**

	Fiscal Year	
	<u>2003</u>	<u>2004</u>
Net (Expense) Revenue		
Governmental Activities	\$ (9,044,934)	\$ (8,780,647)
Business-Type Activities	<u>(673,789)</u>	<u>(625,385)</u>
Total Primary Government Net Expense	<u>\$ (9,718,723)</u>	<u>\$ (9,406,032)</u>
General Revenues and Other Changes in Net Assets		
General Activities		
Taxes		
Property tax	\$ 4,035,789	\$ 4,496,755
Sales tax	1,828,481	1,610,145
Vehicle-in-lieu fee	690,774	566,114
Franchise fees	649,674	657,448
Utility users tax	678,637	651,034
Transient Occupancy Tax	461,566	483,300
Other taxes	419,558	424,626
Investment Earnings	312,649	83,494
Miscellaneous	1,676,282	394,446
Special Item:		
Sale of Property	0	1,196,340
Gain on Sale of Investments	1,107,348	0
Transfers	<u>(28,882)</u>	<u>0</u>
Total Governmental Activities	<u>11,831,876</u>	<u>10,563,702</u>
Business-Type Activities		
Investment Earnings	139,514	96,004
Miscellaneous	0	681
Transfers	<u>28,882</u>	<u>0</u>
Total Business-Type Activities	<u>168,396</u>	<u>96,685</u>
Total Primary Government	<u>\$ 12,000,272</u>	<u>\$ 10,660,387</u>
Change in Net Assets		
Governmental Activities	\$ 2,786,942	\$ 1,783,055
Business-Type Activities	<u>(505,393)</u>	<u>(528,700)</u>
Total Primary Government	<u>\$ 2,281,549</u>	<u>\$ 1,254,355</u>

Fiscal Year

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ (9,126,825)	\$ (9,717,279)	\$(10,303,694)	\$(11,906,334)
<u>(641,692)</u>	<u>(723,681)</u>	<u>(692,587)</u>	<u>(905,326)</u>
<u>\$ (9,768,517)</u>	<u>\$ (10,440,960)</u>	<u>\$ (10,996,281)</u>	<u>\$ (12,811,660)</u>
\$ 4,574,077	\$ 5,609,546	\$ 5,891,951	\$ 6,204,821
1,604,673	1,958,854	2,978,618	3,189,364
754,240	1,074,402	890,180	919,817
689,974	755,946	792,521	764,895
666,217	684,765	767,368	753,020
545,144	689,407	693,788	723,257
432,381	533,081	519,374	407,406
187,368	380,259	606,404	680,783
397,349	468,359	455,417	517,475
71,565	0	0	0
0	0	0	0
<u>(16,000)</u>	<u>(25,110)</u>	<u>(25,877)</u>	<u>(40,630)</u>
<u>9,906,988</u>	<u>12,129,509</u>	<u>13,569,744</u>	<u>14,120,208</u>
148,737	244,255	355,102	303,237
0	7,600	0	0
<u>16,000</u>	<u>25,110</u>	<u>25,877</u>	<u>40,630</u>
<u>164,737</u>	<u>276,965</u>	<u>380,979</u>	<u>343,867</u>
<u>\$ 10,071,725</u>	<u>\$ 12,406,474</u>	<u>\$ 13,950,723</u>	<u>\$ 14,464,075</u>
\$ 780,163	\$ 2,412,230	\$ 3,266,050	\$ 2,213,874
<u>(476,955)</u>	<u>(446,716)</u>	<u>(311,608)</u>	<u>(561,459)</u>
<u>\$ 303,208</u>	<u>\$ 1,965,514</u>	<u>\$ 2,954,442</u>	<u>\$ 1,652,415</u>

Table 3

**CITY OF SCOTTS VALLEY
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	Fiscal Year			
	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
General Fund				
Reserved	\$ 3,647,052	\$ 3,787,296	\$ 3,943,571	\$ 3,980,801
Unreserved	<u>2,273,562</u>	<u>1,624,155</u>	<u>2,035,516</u>	<u>2,484,296</u>
Total General Fund	<u>\$ 5,920,614</u>	<u>\$ 5,411,451</u>	<u>\$ 5,979,087</u>	<u>\$ 6,465,097</u>
All Other Governmental Funds				
Reserved	\$ 23,786,937	\$ 20,500,604	\$ 16,299,668	\$ 14,610,515
Unreserved, reported in				
Special revenue funds	2,915,513	2,765,051	2,524,110	3,626,523
Capital project funds	0	0	0	0
Debt service funds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total All Other Governmental Funds	<u>\$ 26,702,450</u>	<u>\$ 23,265,655</u>	<u>\$ 18,823,778</u>	<u>\$ 18,237,038</u>

Fiscal Year

<u>2002</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 4,027,904	\$ 4,140,540	\$ 4,111,022	\$ 4,225,637	\$ 3,869,995	\$ 4,032,305
<u>2,202,082</u>	<u>1,450,175</u>	<u>1,279,330</u>	<u>1,147,778</u>	<u>2,125,591</u>	<u>2,930,374</u>
<u>\$ 6,229,986</u>	<u>\$ 5,590,715</u>	<u>\$ 5,390,352</u>	<u>\$ 5,373,415</u>	<u>\$ 5,995,586</u>	<u>\$ 6,962,679</u>
\$ 11,374,607	\$ 714,392	\$ 644,035	\$ 599,556	\$ 558,025	\$ 950,471
4,389,169	5,636,415	6,789,662	8,493,387	10,089,640	11,850,607
(52,644)	0	0	0	0	0
<u>0</u>	<u>(1,162,200)</u>	<u>(1,312,335)</u>	<u>(1,389,796)</u>	<u>(923,662)</u>	<u>(1,543,793)</u>
<u>\$ 15,711,132</u>	<u>\$ 5,188,607</u>	<u>\$ 6,121,362</u>	<u>\$ 7,703,147</u>	<u>\$ 9,724,003</u>	<u>\$ 11,257,285</u>

Table 4

CITY OF SCOTTS VALLEY
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
LAST TEN FISCAL YEARS

	Fiscal Year			
	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Revenues:				
Taxes and Assessments	\$ 6,297,770	\$ 7,107,567	\$ 9,089,751	\$ 9,062,722
Intergovernmental Revenues	5,150,087	3,210,035	1,944,712	1,072,694
Fees and Services	1,156,232	1,080,225	1,018,513	658,343
Fines and Forfeitures	102,839	107,501	82,519	21,004
Investment Earnings	1,496,628	608,082	774,935	504,622
Contributions, Non-Government	167,219	396,506	44,060	85,364
Miscellaneous Revenues	243,674	714,832	289,614	976,336
Total Revenues	<u>14,614,449</u>	<u>13,224,748</u>	<u>13,244,104</u>	<u>12,381,085</u>
Expenditures:				
Current:				
General Government	1,159,179	1,107,824	1,177,197	1,451,763
Public Safety	2,557,328	2,700,114	2,982,829	3,045,046
Planning and Building	720,248	658,730	797,332	943,161
Public Works	1,247,379	1,300,106	1,529,719	1,666,345
Capital Outlay	8,601,529	6,470,638	1,326,773	1,209,407
Tax Increment Pass-Through	970,309	1,075,642	1,392,510	1,696,291
Debt Service				
Principal	2,360,000	1,975,000	1,300,776	2,173,128
Interest and Finance Charges	1,883,155	1,548,203	2,046,855	1,498,856
Refunded Bond Issuance Costs	0	0	0	-
Total Expenditures	<u>19,499,127</u>	<u>16,836,257</u>	<u>12,553,991</u>	<u>13,683,997</u>
Excess(Deficit) of Revenues over (under) Expenditures	<u>(4,884,678)</u>	<u>(3,611,509)</u>	<u>690,113</u>	<u>(1,302,912)</u>
Other Financing Sources (Uses):				
Operating Transfers In	1,617,319	2,722,869	914,534	759,888
Operating Transfers Out	(1,565,349)	(2,481,936)	(938,708)	(788,277)
Proceeds from Debt	5,535,000	0	0	-
Premium on Debt Issued	0	0	0	-
Payment to Refunded Bond Escrow	(4,305,585)	0	0	-
Loans and Advances	(350,500)	(511,500)	0	-
Sale of Real Property	7,834	7,834	7,834	-
Net Other Financing Sources (Uses)	<u>938,719</u>	<u>(262,733)</u>	<u>(16,340)</u>	<u>(28,389)</u>
Net Change in Fund Balances	<u>\$ (3,945,959)</u>	<u>\$ (3,874,242)</u>	<u>\$ 673,773</u>	<u>\$ (1,331,301)</u>
Debt Services as a Percentage of Noncapital Expenditures	<u>39%</u>	<u>34%</u>	<u>30%</u>	<u>29%</u>

Fiscal Year

<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 9,066,203	\$ 9,261,454	\$ 9,637,895	\$ 11,680,546	\$12,912,846	\$13,347,407
1,014,224	2,619,993	671,518	1,217,309	821,243	979,568
960,949	859,782	1,231,145	1,020,027	837,482	737,500
57,368	52,856	84,821	85,427	78,300	89,098
373,962	190,581	339,240	509,065	830,842	908,992
585,535	388,309	389,508	20,123	151,244	60,979
2,619,218	417,789	364,480	558,021	370,458	386,329
<u>14,677,459</u>	<u>13,790,764</u>	<u>12,718,607</u>	<u>15,090,518</u>	<u>16,002,415</u>	<u>16,509,873</u>
1,455,435	1,443,544	1,330,571	1,401,603	1,443,253	1,701,720
3,018,673	3,174,693	3,357,721	3,677,138	3,572,920	3,604,995
1,092,650	1,360,362	1,559,860	1,079,355	1,126,216	1,833,919
1,521,341	1,618,438	1,521,682	1,624,992	1,659,409	1,673,248
2,705,621	4,191,369	859,989	1,311,383	1,176,862	624,415
1,864,528	2,136,063	2,336,313	2,758,236	2,648,024	3,320,907
2,906,719	368,482	410,417	2,207,302	3,481,083	380,232
1,107,133	858,869	880,505	915,486	779,156	841,371
0	0	0	354,330	187,893	0
<u>15,672,100</u>	<u>15,151,820</u>	<u>12,257,058</u>	<u>15,329,825</u>	<u>16,074,816</u>	<u>13,980,807</u>
<u>(994,641)</u>	<u>(1,361,056)</u>	<u>461,549</u>	<u>(239,307)</u>	<u>(72,401)</u>	<u>2,529,066</u>
2,068,283	1,133,629	777,111	649,096	686,716	1,274,041
(2,097,165)	(1,133,629)	(793,111)	(674,206)	(712,593)	(1,314,671)
3,455,000	0	0	6,810,000	2,735,000	0
0	0	0	36,465	18,244	0
(10,158,415)	0	0	(5,017,200)	0	0
0	0	0	0	0	0
0	1,196,340	286,843	0	0	0
<u>(6,732,297)</u>	<u>1,196,340</u>	<u>270,843</u>	<u>1,804,155</u>	<u>2,727,367</u>	<u>(40,630)</u>
<u>\$ (7,726,938)</u>	<u>\$ (164,716)</u>	<u>\$ 732,392</u>	<u>\$ 1,564,848</u>	<u>\$ 2,654,966</u>	<u>\$ 2,488,436</u>
<u>31%</u>	<u>11%</u>	<u>11%</u>	<u>22%</u>	<u>29%</u>	<u>9%</u>

Table 5

**CITY OF SCOTTS VALLEY
ASSESSED VALUES OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

Fiscal Year	Residential Property	Commercial and Other Property	Total Taxable Assessed Value	(1) General Tax Rate
1999	N/A	N/A	1,162,825,599	1.00%
2000	707,588,912	514,210,623	1,221,799,535	1.00%
2001	772,917,513	514,716,001	1,287,633,514	1.00%
2002	844,700,292	543,325,565	1,388,025,857	1.00%
2003	953,847,622	501,774,493	1,455,622,115	1.00%
2004	1,038,713,562	520,984,072	1,559,697,634	1.00%
2005	1,159,784,079	420,466,955	1,580,251,034	1.00%
2006	1,319,027,088	479,286,551	1,798,313,639	1.00%
2007	1,419,954,585	523,059,352	1,943,013,937	1.00%
2008	1,514,342,609	551,506,603	2,065,849,212	1.00%

(1) Property tax rates are limited to \$1.00 per \$100.00 assessed valuation based on a June 1978 state constitutional amendment (Proposition 13). The tax rate (1%) is levied by the County and apportioned to local agencies according to a formula prescribed by the State legislature.

The City's share of the 1% property tax rate for its own General Fund is less than 4%. The City established a Redevelopment Agency in 1980. The Agency's Redevelopment Plan was adopted in November 1990. The City's General Fund does not receive any property tax from the tax revenues generated above the base year amount (tax increment revenue). The Agency entered into pass-through agreements with various governmental entities. Approximately 47% of the total tax increment revenue is paid out per these agreements. Another 20% is restricted for low and moderate income housing purposes.

Source: Santa Cruz County Assessor

**CITY OF SCOTTS VALLEY
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

Fiscal Year	(1) General Tax Rate	Overlapping Rates		
		Scotts Valley Unified School District	Cabrillo Community College District	Santa Cruz County School District
1999	1.000%	0.087%	0.014%	-
2000	1.000%	0.077%	0.007%	0.001%
2001	1.000%	0.073%	0.012%	-
2002	1.000%	0.052%	0.021%	0.001%
2003	1.000%	0.084%	0.019%	-
2004	1.000%	0.055%	0.019%	-
2005	1.000%	0.054%	0.038%	-
2006	1.000%	0.050%	0.037%	-
2007	1.000%	0.044%	0.027%	-
2008	1.000%	0.043%	0.030%	-

(1) See explanation on Table 5.

Source: Santa Cruz County Treasurer / Tax Collector

Table 7

**CITY OF SCOTTS VALLEY
PRINCIPAL PROPERTY TAX PAYERS
LAST TEN FISCAL YEARS**

Taxpayer	2008			2007		
	Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
NNN Enterprise Way Assoc,LLC	\$ 65,035	1	2.95%	\$ 65,943	1	2.95%
Seagate Technology, LLC	39,581	2	1.60%	35,879	2	1.60%
FIT Ren Oak Tree Villa, LLC	23,667	3	1.08%	24,140	3	1.08%
Scotts Valley Associates	13,522	4	0.62%	13,792	4	0.62%
Aviza Technology	13,408	5	0.61%	13,677	5	0.61%
Inn at Scotts Valley, LLC	12,803	6	0.54%	12,165	8	0.54%
Granite Creek Business Center	12,751	7	0.58%	13,006	6	0.58%
FPA Scotts Valley Assoc, LP	11,400	8	0.56%	12,518	7	0.56%
Scarborough, Nena, TC, ETAL	10,276	9	0.47%	10,482	9	0.47%
5550 Scotts Valley Dr, LLC	9,754	10	-	-	-	-
S & A Ito Family Partnership	-	-	-	8,585	10	0.38%
Borland International	-	-	-	-	-	-
Silicon Valley Group, Inc.	-	-	-	-	-	-
Selco Service Corporation	-	-	-	-	-	-
Green Hills Road Partners	-	-	-	-	-	-
Inprise Corporation	-	-	-	-	-	-
Birtcher Multi Family Limited	-	-	-	-	-	-
Carlton E. Scarborough	-	-	-	-	-	-
Bethany College, Assemblies of God	-	-	-	-	-	-
Ow, David L. Trustee, et al.	-	-	-	-	-	-
Watkins-Johnson Company	-	-	-	-	-	-
First Lockwood Lane, et al.	-	-	-	-	-	-
Scotts Valley Partners	-	-	-	-	-	-
Top Ten Totals	<u>\$ 212,197</u>		<u>9.01%</u>	<u>\$ 210,187</u>		<u>9.39%</u>

Note: Dollar amounts are in thousands.

Source: Santa Cruz County Assessor

Table 7 (concluded)

**CITY OF SCOTTS VALLEY
PRINCIPAL PROPERTY TAX PAYERS
LAST TEN FISCAL YEARS**

	2003			2002		
	Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Enterprise Way Associates, LLC	\$ 47,192	1	3.03%	\$ 50,881	1	3.47%
Seagate Technology, LLC, et al.	43,853	2	2.81%	43,846	2	2.99%
SHP Oak Tree Villa, LLC	15,728	4	1.01%	15,391	4	1.05%
Scotts Valley Associates	10,398	9	0.67%	12,263	7	0.84%
Aviza Technology	-		-	-		-
Scotts Valley Hilton	12,071	7	0.77%	12,042	8	0.82%
Granite Creek Business Partners	14,682	6	0.94%	14,394	6	0.98%
FPA Scotts Valley Assoc, LP	-		-	-		-
Scarborough, Nena, TC, et. al.	-		-	-		-
5550 Scotts Valley Dr, LLC	10,796	8	0.69%	10,585	9	0.72%
S & A ITO Family Partnership	10,040	10	0.64%	9,843	10	0.67%
Borland International	17,060	3	1.09%	16,744	3	1.14%
Silicon Valley Group, Inc.	14,812	5	0.95%	14,521	5	0.99%
Selco Service Corporation	-		-	-		-
Green Hills Road Partners	-		-	-		-
Inprise Corporation	-		-	-		-
Birtcher Multi Family Limited	-		-	-		-
Carlton E. Scarborough	-		-	-		-
Bethany College, Assemblies of God	-		-	-		-
Ow, David L. Trustee, et al.	-		-	-		-
Watkins-Johnson Company	-		-	-		-
First Lockwood Lane, et al.	-		-	-		-
Scotts Valley Partners	-		-	-		-
	<u>\$ 196,632</u>		<u>12.60%</u>	<u>\$ 200,510</u>		<u>13.67%</u>

Note: Dollar amounts are in thousands.

Source: Santa Cruz County Assessor

2001			2000			1999		
Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
\$ 84,055	1	6.06%	-	-	-	-	-	-
48,321	2	3.48%	52,966	2	4.28%	51,237	3	4.14%
15,061	5	1.09%	-	-	-	-	-	-
12,022	8	0.87%	11,524	6	0.93%	10,935	6	0.88%
-	-	-	-	-	-	-	-	-
19,172	3	1.38%	-	-	-	-	-	-
14,112	7	1.02%	13,564	4	1.10%	13,317	4	1.08%
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
9,334	9	0.67%	-	-	-	-	-	-
-	-	-	9,592	8	0.77%	7,805	10	0.63%
16,440	4	1.18%	-	-	-	-	-	-
-	-	-	37,866	3	3.06%	56,900	2	4.60%
14,433	6	1.04%	-	-	-	-	-	-
9,320	10	0.67%	-	-	-	-	-	-
-	-	-	96,603	1	7.80%	100,962	1	8.16%
-	-	-	12,592	5	1.02%	9,780	7	0.79%
-	-	-	11,504	7	0.93%	11,223	5	0.91%
-	-	-	8,545	9	0.69%	8,393	8	0.68%
-	-	-	8,160	10	0.66%	7,994	9	0.65%
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>\$ 242,270</u>		<u>17.46%</u>	<u>\$ 262,916</u>		<u>21.24%</u>	<u>\$ 278,546</u>		<u>22.52%</u>

Table 8

**CITY OF SCOTTS VALLEY
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>(1) Taxes Levied</u>	<u>(2) Current Collections</u>	<u>Percent of Levy Collected</u>
1999	494,082	494,082	100%
2000	534,124	534,124	100%
2001	504,434	504,434	100%
2002	618,510	618,510	100%
2003	593,306	593,306	100%
2004	622,184	622,184	100%
2005 (3)	546,284	546,284	100%
2006 (3)	602,924	602,924	100%
2007	751,670	751,670	100%
2008	780,367	780,367	100%

(1) Levies include real and personal property.

(2) Beginning with the 1993-94 fiscal year, the County of Santa Cruz began distributing 100% of the property taxes assessed under a method of property tax distribution called the Teeter Plan.

(3) In fiscal years 2005 and 2006 the State shifted \$120,326 in property taxes away from the City to the Education Revenue Augmentation Fund (ERAF).

Source: City of Scotts Valley Finance Department

**CITY OF SCOTTS VALLEY
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2008**

	<u>Percent Applicable</u>	<u>Bonded Debt June 30, 2008</u>
Overlapping Debt:		
Cabrillo Joint Community College District	5.800%	\$ 10,297,592
Scotts Valley Unified School District	60.096%	11,823,888
Santa Cruz High School District	0.003%	2,705
Santa Cruz County General Fund Obligations	5.882%	4,086,342
Santa Cruz County Office of Education Certificates of Participation	5.882%	682,606
Cabrillo Joint Community College District Certificates of Participation	5.800%	153,120
Santa Cruz City School District Certificates of Participation	0.003%	154
Scotts Valley Unified School District Certificates of Participation	60.096%	2,490,979
San Lorenzo Valley County Water District Certificates of Participation	9.932%	11,676
Monterey Bay Unified Air Pollution Authority	2.052%	<u>61,868</u>
Total Overlapping Debt		<u>29,610,930</u>
 <u>Direct Debt:</u>		
City of Scotts Valley Community Facilities District No. 97-1		5,180,000
City of Scotts Valley 1915 Act Bonds		3,675,000
City of Scotts Valley Certificates of Participation		<u>7,484,751</u>
Total Direct Debt		<u>16,339,751</u>
 Combined Total Debt		 <u><u>\$ 45,950,681</u></u>

Source: California Municipal Statistics, Inc.

Table 10

**CITY OF SCOTTS VALLEY
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities				Business-Type Activities
	Certificates of Participation	Revenue Bonds	Tax Allocation Bonds	Installment Notes	Installment Notes
1999	7,275	15,030	5,535	2,580	97
2000	7,175	13,295	5,395	2,580	86
2001	7,070	12,270	5,310	2,489	79
2002	6,965	10,382	5,220	2,394	72
2003	8,380	-	5,130	2,294	64
2004	8,256	-	5,035	2,195	55
2005	8,134	-	4,935	2,091	46
2006	8,011	-	6,810	145	-
2007	7,595	-	6,485	140	-
2008	7,485	-	6,215	140	-

Notes: Dollar amounts are in thousands, except for per capita.

See note (3) on Table 12 regarding the above Revenue Bonds.

Percentage of Personal Income is based on County income, not available for City alone.

Details of the City's outstanding debt can be found in Note 5 to the financial statements.

The City of Scotts Valley has no general bonded debt.

Source: City of Scotts Valley Finance Department

<u>Total Primary Government</u>	<u>Percentage of Personal Income</u>	<u>Per Capita</u>
30,517	0.36%	2,858
28,531	0.30%	2,625
27,218	0.28%	2,391
25,033	0.26%	2,170
15,868	0.17%	1,368
15,541	0.16%	1,372
15,206	N/A	1,308
14,966	N/A	1,287
14,220	N/A	1,223
13,840	N/A	1,191

Table 11

**CITY OF SCOTTS VALLEY
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	Fiscal Year				
	1999	2000	2001	2002	2003
Assessed Valuation	\$ 1,163	\$ 1,222	\$ 1,288	\$ 1,388	\$ 1,456
Redevelopment Incremental Valuation	<u>(197)</u>	<u>(227)</u>	<u>(275)</u>	<u>(342)</u>	<u>(329)</u>
Net Assessed Valuation	<u>\$ 966</u>	<u>\$ 995</u>	<u>\$ 1,013</u>	<u>\$ 1,046</u>	<u>\$ 1,127</u>
Debt Limit (15%)	\$ 145	\$ 149	\$ 152	\$ 157	\$ 169
Total Debt Applicable to Limit	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Legal Debt Margin	<u>\$ 145</u>	<u>\$ 149</u>	<u>\$ 152</u>	<u>\$ 157</u>	<u>\$ 169</u>

Note: Amounts are in millions.

Source: Santa Cruz County Assessor's Office

Fiscal Year				
<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 1,560	\$ 1,580	\$ 1,798	\$ 1,943	\$ 2,066
<u>(364)</u>	<u>(372)</u>	<u>(458)</u>	<u>(495)</u>	<u>(529)</u>
<u>\$ 1,196</u>	<u>\$ 1,208</u>	<u>\$ 1,340</u>	<u>\$ 1,448</u>	<u>\$ 1,537</u>
\$ 179	\$ 181	\$ 201	\$ 217	\$ 231
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$ 179</u>	<u>\$ 181</u>	<u>\$ 201</u>	<u>\$ 217</u>	<u>\$ 231</u>

Table 12

CITY OF SCOTTS VALLEY
 PLEDGED REVENUE COVERAGE
 LAST TEN FISCAL YEARS

Fiscal Year	Special Assessment Bonds			
	Special Assessment Collections	Debt Service		Coverage
		Principal	Interest	
1999	1,944,694	1,283,687	1,337,001	0.74
2000	1,826,998	1,017,087	1,233,873	0.81
2001	1,811,623	986,998	1,071,140	0.88
2002	2,333,028	912,950	1,092,149	1.16
2003	1,547,652	141,000	580,169	2.15
2004	1,451,748	836,001	732,834	0.93
2005	1,375,501	806,000	656,173	0.94
2006	1,287,431	681,000	613,293	0.99
2007	1,155,859	771,000	575,573	0.86
2008	1,025,292	590,000	535,055	0.91

(1) The Public Financing Authority (PFA) issued revenue bonds in 1993. The source of revenue for the PFA was special assessment bonds of the City of Scotts Valley and another city which the PFA held as investments. The revenue bonds of the PFA were refunded in fiscal year 2003 along with the special assessment bonds held as investment. The refunding bonds are straight special assessment bonds of the City to external investors, not to the PFA.

Source: City of Scotts Valley Finance Department

Public Financing Authority Revenue Bonds (1)

<u>Revenue Received</u>	<u>Debt Service</u>		<u>Coverage</u>
	<u>Principal</u>	<u>Interest</u>	
1,837,468	2,160,000	960,335	0.59
2,106,218	1,735,000	852,455	0.81
1,590,066	1,024,932	1,160,551	0.73
2,050,401	1,887,992	718,437	0.79
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-

**CITY OF SCOTTS VALLEY
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	City		County		
	Population	Unemployment Rate	Population	Personal Income (in thousands)	Per Capita Personal Income
1999	11,080	N/A	251,570	8,398,107	33,383
2000	11,385	1.9%	255,130	9,610,039	37,667
2001	11,447	1.9%	257,500	9,841,404	38,219
2002	11,501	2.7%	258,400	9,707,027	37,566
2003	11,558	3.0%	258,900	9,597,280	37,069
2004	11,545	2.6%	258,886	9,987,183	38,578
2005	11,565	2.3%	260,240	N/A	N/A
2006	11,563	2.1%	262,351	N/A	N/A
2007	11,615	2.1%	264,125	N/A	N/A
2008	11,697	2.6%	266,519	N/A	N/A

Note: Personal income not available at the City level.

Table 14

**CITY OF SCOTTS VALLEY
PRINCIPAL EMPLOYERS
LAST FIVE FISCAL YEARS**

Employer	2008			2007		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Seagate Technology	872	1	16.15%	846	1	14.82%
Threshold Enterprises, LTD	541	2	10.02%	516	2	9.04%
Aviza	327	3	6.06%	285	4	4.99%
SV Unified School District	222	4	4.11%	206	5	3.61%
Xyratex International	140	5	2.59%	290	3	5.08%
Central Coast Alliance	125	6	2.32%	-		-
The Camp	83	7	1.54%	73	9	1.28%
Safeway Stores, Inc.	74	8	1.37%	-		-
Nob Hill Foods	66	9	1.22%	74	8	1.30%
Universal Audio, Inc.	65	10	1.20%	-		-
Surfcontrol	-		-	179	6	3.13%
Borland Software Corporation	-		-	151	7	2.64%
Oak Tree Villa SHP	-		-	72	10	1.26%
City of Scotts Valley	-		-	-		-
Comcast Cable	-		-	-		-
Rainmaker Systems, Inc.	-		-	-		-
Nokia	-		-	-		-
Starfish Software	-		-	-		-
Bogar, Inc.	-		-	-		-
Total	<u>2,515</u>		<u>46.58%</u>	<u>2,692</u>		<u>47.15%</u>

2006			2005			2004		
Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
726	1	13.81%	817	1	15.38%	814	1	14.55%
416	2	7.91%	371	2	6.98%	339	3	6.06%
275	3	5.23%	205	5	3.86%	-		-
207	5	3.94%	209	4	3.93%	193	5	3.45%
75	7	1.43%	-		-	197	4	3.52%
-		-	-		-	154	6	2.75%
-		-	-		-	430	2	7.68%
-		-	-		-	-		-
73	8	1.39%	78	9	1.47%	-		-
-		-	-		-	-		-
173	6	3.29%	165	6	3.11%	76	10	1.36%
266	4	5.06%	315	3	5.93%	-		-
-		-	84	8	1.58%	94	9	1.68%
69	9	1.31%	-		-	-		-
68	10	1.29%	-		-	111	7	1.98%
-		-	105	7	1.98%	<u>105</u>	8	1.88%
-		-	75	10	1.41%	<u>2,513</u>		<u>44.91%</u>
-		-	-		-	-		-
-		-	-		-	-		-
<u>2,348</u>		<u>44.67%</u>	<u>2,424</u>		<u>45.63%</u>	<u>5,026</u>		<u>89.81%</u>

Table 15

**CITY OF SCOTTS VALLEY
FULL-TIME EQUIVALENT CITY EMPLOYEES
LAST TEN FISCAL YEARS**

<u>Function / Program</u>	Fiscal Year				
	1998	1999	2000	2002	2003
General Government					
Legislative	0.75	0.75	0.75	0.75	0.75
Administration	2.25	2.25	2.25	2.25	2.00
Finance	4.00	4.50	4.50	4.50	5.35
Police					
Officers	21.00	21.00	22.00	22.00	22.00
Dispatch and Support	8.00	8.00	8.50	9.00	9.00
Planning	3.75	3.75	3.75	4.40	4.15
Building	2.25	2.75	2.50	2.41	2.41
Public Works					
Engineering	4.50	4.50	4.50	4.45	4.50
Street Maintenance	4.50	4.50	2.34	2.60	3.10
Vehicle Maintenance	1.00	1.00	1.00	1.20	1.20
Park Maintenance	2.50	2.50	2.33	3.60	3.10
Building Maintenance	-	-	2.33	1.60	1.60
Wastewater Treatment Plant	8.20	8.20	8.20	8.20	7.35
Recreation	8.00	8.00	8.00	8.00	8.00
Redevelopment	1.05	1.05	1.05	1.45	1.90
Total	<u>71.75</u>	<u>72.75</u>	<u>74.00</u>	<u>76.41</u>	<u>76.41</u>

Source: City of Scotts Valley Annual Budget

Fiscal Year				
2004	2005	2006	2007	2008
0.75	0.50	0.50	0.50	0.50
2.00	1.25	1.25	1.10	1.10
5.35	5.35	5.35	5.35	5.35
22.00	22.00	22.00	22.00	22.00
9.00	9.00	9.00	9.00	8.50
4.15	3.90	3.90	4.30	4.30
2.41	2.41	2.41	2.41	2.41
4.50	4.50	4.50	4.00	3.50
3.10	3.10	3.10	3.60	3.60
1.20	1.20	1.20	1.20	1.20
3.10	3.10	3.10	2.60	2.60
1.60	1.60	1.60	1.60	1.60
7.35	7.35	7.35	7.35	7.35
8.00	7.00	7.00	7.00	7.00
1.90	2.15	2.15	1.90	1.90
<u>76.41</u>	<u>74.41</u>	<u>74.41</u>	<u>73.91</u>	<u>72.91</u>

Table 16

**CITY OF SCOTTS VALLEY
OPERATING INDICATORS BY FUNCTION / PROGRAM
LAST FOUR FISCAL YEARS**

	Fiscal Year			
	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
General Government				
Number of Citizen Complaints Received	50	34	44	44
Police				
Calls for Service	18,481	15,508	15,899	15,575
Number of Citations Written	2,435	2,238	1,669	1,525
Number of Arrests	556	550	500	490
Planning				
Planning Applications Submitted	45	47	113	77
Lot Line Adjustment Applications Processed	1	0	5	2
Building				
Number of Building Inspections	880	1,328	2,390	1,588
Building Permits Submitted	393	332	593	404
Building Permits Issued	253	364	586	418
Public Works				
Building Permit Applications Processed	229	111	120	147
Encroachment Permits Processed	21	19	15	23
Transportation Permits Processed	91	97	78	106
Sewer Allocations Issued	0	9	14	30
Subdivision Maps Recorded	1	2	3	4
Wastewater Treatment Plant (all amounts in thousands of gallons)				
Total Flow	326,700	335,767	367,935	336,487
Highest Average Daily Flow	1,185	1,061	1,234	1,186
Lowest Average Daily Flow	794	858	881	669

Note: Indicators are not available for the Redevelopment function.

Source: Various City departments

**CITY OF SCOTTS VALLEY
CAPITAL ASSET STATISTICS BY FUNCTION / PROGRAM
LAST FOUR FISCAL YEARS**

	Fiscal Year			
	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Police:				
Stations	1	1	1	1
Emergency Vehicles	15	14	13	13
Public Works:				
Streets (miles)	35	35	35	35
Streetlights	212	212	212	212
Traffic Signals	16	16	16	16
Senior Center	1	1	1	1
Community Center	1	1	1	1
Wastewater				
Treatment Plant	1	1	1	1
Recreation				
Parks / Playgrounds	6	6	6	6
Soccer Fields	3	3	3	3
Tennis Courts	4	4	4	4

