

DATE: January 20, 2009

TO: Redevelopment Agency Board Members

FROM: Redevelopment Director

SUBJECT: Appropriation of Funds to make Additional Pass-Through Tax Increment Payments to Local Educational Agencies Pursuant to Assembly Bill 1389

RECOMMENDATION:

That the Redevelopment Agency Board adopts the attached resolution appropriating funds and authorizing the Executive Director to make payments to local taxing entities, including the County ERAF fund, in the total amount not to exceed \$1,600,000 in order to comply with the requirements of AB 1389.

BACKGROUND:

Since the passage of the major redevelopment reform bill AB 1290, in 1993, it has been mandatory for redevelopment agencies to make payments of a portion of their annual property tax increment revenues to the local taxing entities who would have otherwise received such revenue (“pass-through payments”). The AB 1290 statutory pass-through payment is required of all redevelopment plans and amendments adopted after January 1, 1994, and in Hayward these payments apply to the Burbank and the Mission-Foothill Sub-Areas, which were added to the original Downtown Hayward Redevelopment Area in 1998 and 2001, respectively. AB 1290 legislation includes a formula for three “tiers” of payments which start in the first year an Agency receives tax increment, at a total of 25% of the gross tax increment allocated, net of the 20% required housing set aside (mathematically, this first tier setaside is equivalent to the housing setaside amount). Beginning in the 11th year of tax increment revenues, the second tier of pass-through payments begins, and the pass through amount increases to 41% of gross revenues, and in the 31st year of tax increment receipts, the pass-through payment level increases to 55%. Typically, project areas have a life of 45 years.

While the AB 1290 legislation did not require existing project areas to make pass through payments, SB 211 subsequently required that whenever pre-1994 project areas were amended to extend the length of time during which they could receive tax increment, they would also need to make pass through payments once their original time limits had been reached. As a result, Hayward is now making pass through payments for both the original Downtown area, as well as the 1987 Annex Area, which were both originally set to expire by now, but were extended to December 2028 as part of the 1998 Burbank Redevelopment Plan Amendment. These pass through payments are much less significant than the AB 1290 payments.

Payments to the taxing entities are made shortly after the close of accounts for the fiscal year, so that the Agency can calculate exactly how much tax increment it has collected for the entire fiscal year. The Hayward Redevelopment Agency calculates payments for 17 agencies each year, and the top three payees are Alameda County, the City of Hayward, and Hayward Unified School District. Please refer to the attached schedule of pass-through payment calculations. For the five-year reporting period, the Agency has made a total of \$3,186,316 in pass-through payments (See Exhibit A – Schedule of Pass Through Payments Due to Taxing Entities – County Methodology).

AB 1389, was adopted at the end of the last legislative session and signed into law on September 30, 2008. The purpose of the bill was to require redevelopment agencies to report to their local county auditors, and for county auditors to report to the State Controller's Office (SCO), regarding the status of the redevelopment pass through payments. Due to the number of questions about the calculation and payments which subsequently arose, the deadline for the initial report was extended from October to December 5, 2008. By December 15, 2008, the county auditors had to report to the SCO a list of the redevelopment agencies that the county auditors did not concur with regarding their pass through payment obligations. By February 1st, 2009, the county auditors must submit another report to the SCO regarding agencies which are still not in compliance with their pass through obligations, or have not made all required pass through payments to local educational agencies.

If an agency is listed in the County's February 1st report to the SCO as being non-compliant as to the calculation of pass through payment obligations, or owes pass-through payment amounts to a Local Educational Agency (LEA), then that agency is subject to severe restrictions, including a prohibition on encumbering any funds, incurring new debt, and a requirement to reduce its administrative costs to 75% of the average cost for the prior fiscal year. The Agency also must pay a penalty interest rate on outstanding payments owed to any LEA's. The State Controller does have the ability to waive these restrictions for 12 months if an agency is deemed to have a legitimate dispute with their county auditor-controller .

DISCUSSION:

As noted above, a number of questions about how to calculate the pass through payments have surfaced as a result of AB 1389, and it appears that calculation methods have varied between redevelopment agencies as well as counties. Even legal and fiscal experts have not agreed on all points pertaining to the calculations. Through the reporting process, staff has discovered that it has made some minor errors – both positive and negative - in its calculation methods. However, excepting an issue as to whether agencies are required to make pass through payments to the County Educational Revenue Augmentation Fund (ERAF), the Agency's pass through payments are relatively consistent with the County's calculations.

In Alameda County, the most significant AB 1389 issue has been whether redevelopment agencies are required to make pass through payments to the County ERAF fund. The ERAF fund was created in the early 1990's, as a result of a state fiscal crisis. In essence, the purpose of the fund was to divert a portion of property tax revenue from counties, cities, and special districts, in order to assist in funding local educational agencies. The Alameda County Auditor-Controller maintains

that redevelopment agencies are also required to make pass through payments to the County ERAF fund; if they do not, the Auditor-Controller must re-allocate the ERAF burden among the other jurisdictions, or the educational agencies will be short-funded. Redevelopment legal counsel and fiscal advisors disagree with this stand, and have advised that state law specifically exempts redevelopment agencies from making pass-through payments to ERAF funds. The exception to this rule is that special state legislation has been adopted from time to time, which has required that all redevelopment agencies make ERAF payments directly to the State. While the State did not impose such a payment last year, this year the Hayward Redevelopment Agency will need to a payment to the State in the amount of \$909,401.

Faced with the contradiction between Alameda County's position and the Agency's advisors, Hayward has opted to annually calculate and set aside in its own accounts, an amount which is (approximately) equivalent to the County ERAF pass through amount until the matter can be resolved. Several of the other Alameda County redevelopment agencies - including Alameda County's redevelopment agency - have also calculated and set aside an ERAF payment. For the AB 1389 five-year reporting period, the cumulative County ERAF amount that has been set aside by Hayward is approximately \$1,551,995.

While not much direction has previously been provided on this matter, the consensus of opinion is that the amounts that are being set aside for the County ERAF fund should be re-allocated and paid to the other taxing entities as pass through payments, in accordance with the spirit of AB 1290.

The AB 1389 Report that was submitted by the Agency in December was reviewed in detail by staff at the County Auditor-Controller's office. As previously noted, the County staff has helpfully pointed out some errors in the Agency's calculation methods which have been verified with the Agency's fiscal consultant. However, the County has also maintained its position regarding the need to make a pass through ERAF payment. In addition, the County re-allocates a portion of the ERAF pass-through payment burden so as to increase pass through amounts owed to the County and several other jurisdictions. Under the County's methodology, the City of Hayward is among the jurisdictions entitled to an additional share of pass through payments, even though the City adopted resolutions electing to return (or defer) its pass through payments for both the Burbank and Mission amendment Sub-Areas for five years after these areas were added to the Project Area. With respect to the Hayward Unified School District, the pass through amounts shown as being owed are net of amounts that would be withheld as a result of the Agency's Public Facilities Development Agreement with the District for repayment for the construction of Burbank Elementary School. As a result, under the County methodology, it is estimated that the Agency owes a total of **\$1,561,880** to 14 of 17 taxing entities (including ERAF), and that the Agency has overpaid and could be due for a total of \$7,194.88 future payment credits from three entities (please refer to the last page of Exhibit "A").

AB 1389 requires only that the County report any outstanding payments that owed to Local Educational Agencies (LEA's). However, based on recent discussions held by the CRA with the State Controller, it appears that the State also wants to ensure that other taxing entities that may be owed funds are paid. Finally, because the Agency has not, as of the writing of this report, received notice from the County that its calculations are correct, staff recommends that the Agency Board authorize an appropriation of up to \$1,600,000, to allow for any final adjustments.

The California Redevelopment Association (CRA) and the Agency's legal counsel at McDonough Holland and Allen both advised that in the event that agencies dispute the County Auditor-Controllers pass through payment calculations, agencies should match their AB 1389 Reports to the County's methodology and notify the County in writing that they are doing so in order to satisfy the requirements of AB 1389, and that they dispute the County's methods. Agencies were also advised to meet with their County Auditor-Controllers to try and resolve the dispute, and in the event that this is not possible, to make any necessary payments under protest. In this way, agencies will avoid the severe penalties that could be imposed for "non-compliant" agencies. Agencies are then advised to meet with the State Controller's office to attempt to resolve the dispute. Staff has spoken with the County Auditor-Controller's staff several times, and invited County staff to meet with all Alameda County redevelopment agencies at a meeting in Hayward on Friday, January 16th. While the County staff declined the meeting, the agencies decided to meet anyhow, to discuss the AB 1389 process and to hear about a meeting that the CRA and Ethan Walsh of McDonough Holland and Allen held with the State Controller on Wednesday January 14th.

FISCAL IMPACT:

The Agency has set aside a total of \$1,551, 995 for the past five years as a result of the County's position regarding the County ERAF fund; therefore, the net effect of the \$1.6 million appropriation would be to commit a net amount of \$48,005 in new Agency funds for pass through payments. In addition, staff will seek payment "credits" back from taxing entities that may have received pass-through payments in excess of the required amount when this issue is resolved

PUBLIC CONTACT

No public meetings have been held regarding this matter.

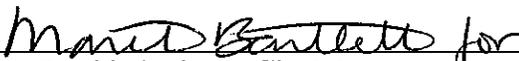
SCHEDULE (or NEXT STEPS)

If the payments are approved, staff will process the payments to the Local Educational Agencies, the County ERAF fund, and the other taxing jurisdictions. Staff will accompany the payments with a letter explaining the situation, noting that the payments are being disputed, and recommend to the County and other entities that the amounts be impounded until this dispute can be resolved by the State Controller or clarifying legislation.

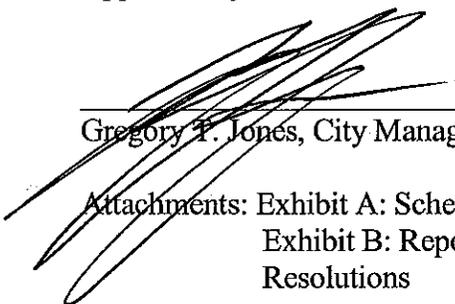
Prepared by:


Maret Bartlett, Redevelopment Director

Recommended by:


Fran David, Assistant City Manager

Approved by:


Gregory T. Jones, City Manager

Attachments: Exhibit A: Schedule of Payments Due to Taxing Entities – County Methodology
Exhibit B: Report of Additional Payments – Obligations to Local Educ. Agencies
Resolutions

**EXHIBIT "A" -SCHEDULE OF PASS-THROUGH PAYMENTS DUE TO AB 1290 TAXING ENTITIES
USING ALAMEDA COUNTY METHODOLOGY - AB 1389**

Fiscal Year 2003-04	Pass -Through Payments Owed - County Methodology				Total	Paid Actual	Owed/ (Credit)
	Downtown	'87 Annex	Burbank Annex	Mission Annex			
Alameda County			86,342.17	67,843.44	154,185.61	39,753.58	114,432.03
Chabot-Las Positas Comty College			7,455.67	6,398.12	13,853.79	6,094.18	7,759.61
Hayward Unified School District			56,550.95	46,310.80	102,861.75	38,414.82	64,446.93
Alameda County Office of Education			1,474.69	1,202.90	2,677.59	1,204.45	1,473.14
County Flood Control			8,167.09	7,200.00	15,367.09	4,282.37	11,084.72
Bay Area Air Quality Mgmt District			617.88	491.12	1,109.00	504.87	604.13
Mosquito Abatement			360.35	281.65	642.00	200.33	441.67
AC Transit			15,454.16	12,283.12	27,737.28	12,632.08	15,105.20
Bay Area Rapid Transit			1,814.62	1,442.29	3,256.91	1,483.06	1,773.85
Hayward Area Recreation District			25,182.70	19,563.76	44,746.46	12,910.20	31,836.26
East Bay Parks Regional Parks			10,136.14	7,990.46	18,126.60	7,092.43	11,034.17
Castro Valley Sanitary District			0.00		0.00		0.00
City of Hayward			56,244.20	48,015.22	104,259.42	-	0.00
ERAF			27,087.18	24,156.11	51,243.29	-	51,243.29
EBMUD			11.98	375.53	387.51	166.58	220.93
San Lorenzo Unified School			2,978.25		2,978.25	9,872.41	(6,894.16)
New Haven Unified				968.66	968.66		968.66
Total Payments			299,878.03	244,523.18	544,401.21	134,611.36	305,530.43

City of Hayward elected not to receive pass through payments
for Burbank through 03-04 Per R.98-175 and for five years starting FY 2002-03 per R. 01-065,
and for Mission through FY 06-07 per R. 01-065

**SCHEDULE OF PASS-THROUGH PAYMENTS DUE TO AB 1290 TAXING ENTITIES
USING ALAMEDA COUNTY METHODOLOGY - AB 1389**

Fiscal Year 2004-05	Pass -Through Payments Owed - County Methodology				Total	Paid Actual	Owed/ (Credit)
	Downtown	'87 Annex	Burbank Annex	Mission Annex			
Alameda County	6,877.06		101,077.54	77,558.52	185,513.12	130,368.86	55,144.26
Chabot-Las Positas Comty College	555.44		9,678.93	8,025.11	18,259.48	19,009.12	-749.64
Hayward Unified School District	4,445.91		78,706.31	62,994.99	146,147.21	134,012.71	12,134.50
Alameda County Office of Education	109.90		1,915.16	1,621.55	3,646.61	3,782.14	-135.53
County Flood Control	685.88		9,715.19	8,883.29	19,284.36	15,285.98	3,998.38
Bay Area Air Quality Mgmt District	46.04		802.21	665.12	1,513.37	1,574.99	-61.62
Mosquito Abatement	28.28		433.44	347.79	809.51	641.48	168.03
AC Transit	1,151.33		20,062.48	16,634.79	37,848.60	39,402.25	-1,553.65
Bay Area Rapid Transit	135.19		2,355.78	1,953.27	4,444.24	4,626.37	-182.13
Hayward Area Recreation District	2,009.46		29,677.36	23,629.82	55,316.64	41,676.44	13,640.20
East Bay Parks Regional Parks	719.54		13,163.97	10,913.08	24,796.59	22,295.33	2,501.26
Castro Valley Sanitary District	0.00		0.00		0.00	0.00	0.00
City of Hayward	4,304.29		69,563.35	60,887.17	134,754.81	71,085.31	0.00
ERAF	1,316.14		53,757.09	50,122.31	105,195.54	0.00	105,195.54
EBMUD				419.97	419.97	585.66	-165.69
San Lorenzo Unified School					0.00		0.00
New Haven Unified				1,072.39	1,072.39	744.29	328.10
Total Payments	22,384.46		390,908.81	325,729.17	739,022.44	485,090.93	190,262.01

City of Hayward elected not to receive pass through payments
for Burbank through 03-04 Per R.98-175 and for five years starting FY 2002-03 per R. 01-065,
and for Mission through FY 06-07 per R. 01-065

**SCHEDULE OF PASS-THROUGH PAYMENTS DUE TO AB 1290 TAXING ENTITIES
USING ALAMEDA COUNTY METHODOLOGY - AB 1389**

Fiscal Year 2005-06	Pass -Through Payments Owed - County Methodology				Total	Paid Actual	Owed/ (Credit)
	Downtown	87 Annex	Burbank Annex	Mission Annex			
Alameda County	13,863.84		127,205.63	106,053.84	247,123.31	188,651.27	58,472.04
Chabot-Las Positas Comty College	1,126.97		13,565.78	12,068.92	26,761.67	27,533.45	-771.78
Hayward Unified School District	3,905.96		48,756.49	40,838.02	93,500.47	84,336.45	9,164.02
Alameda County Office of Education	222.98		2,684.50	2,450.15	5,357.63	5,479.58	-121.95
County Flood Control	1,383.27		12,447.46	12,589.48	26,420.21	22,197.63	4,222.58
Bay Area Air Quality Mgmt District	93.41		1,124.40	1,000.27	2,218.08	2,281.27	-63.19
Mosquito Abatement	57.10		563.20	489.45	1,109.75	928.44	181.31
AC Transit	2,336.04		28,119.19	25,016.98	55,472.21	57,071.56	-1,599.35
Bay Area Rapid Transit	274.30		3,301.83	2,937.51	6,513.64	6,701.00	-187.36
Hayward Area Recreation District	4,052.56		37,717.37	32,596.22	74,366.15	60,307.45	14,058.70
East Bay Parks Regional Parks	1,426.63		18,366.26	16,315.46	36,108.35	32,285.60	3,822.75
Castro Valley Sanitary District	0.00		0.00		0.00	0.00	0.00
City of Hayward	8,707.47		93,571.11	88,420.45	190,699.03	100,033.79	0.00
ERAF	2,819.26		98,766.49	92,987.88	194,573.63	0.00	194,573.63
EBMUD	0.00		21.54	669.62	691.16	880.83	-189.67
San Lorenzo Unified School					0.00		0.00
New Haven Unified				1,978.90	1,978.90	1119.41	859.49
Total Payments	40,269.79		486,211.25	436,413.15	962,894.19	589,807.73	282,421.22

City of Hayward elected not to receive pass through payments
for Burbank through 03-04 Per R.98-175 and for five years starting FY 2002-03 per R. 01-065,
and for Mission through FY 06-07 per R. 01-065

**SCHEDULE OF PASS-THROUGH PAYMENTS DUE TO AB 1290 TAXING ENTITIES
USING ALAMEDA COUNTY METHODOLOGY - AB 1389**

Fiscal Year 2006-07	Pass -Through Payments Owed - County Methodology				Total	Paid Actual	Owed/ (Credit)
	Downtown	87 Annex	Burbank Annex	Mission Annex			
Alameda County	30,878.60		163,813.49	127,679.05	322,371.14	271,352.22	51,018.92
Chabot-Las Positas Comty College	2,622.15		18,360.15	15,417.46	36,399.76	37,975.29	-1,575.53
Hayward Unified School District	9,088.08		65,382.96	51,692.68	126,163.72	116,639.46	9,524.26
Alameda County Office of Education	518.79		3,633.04	3,159.87	7,311.70	7,554.36	-242.66
County Flood Control	3,089.49		16,410.53	15,499.62	34,999.64	31,428.95	3,570.69
Bay Area Air Quality Mgmt District	217.33		1,521.76	1,277.78	3,016.87	3,146.46	-129.59
Mosquito Abatement	128.52		736.97	601.96	1,467.45	1,315.21	152.24
AC Transit	5,435.31		38,057.03	31,957.99	75,450.33	78,715.63	-3,265.30
Bay Area Rapid Transit	638.23		4,468.74	3,752.52	8,859.49	9,242.32	-382.83
Hayward Area Recreation District	9,050.70		48,842.92	39,610.52	97,504.14	86,060.67	11,443.47
East Bay Parks Regional Parks	3,051.85		26,191.14	22,363.21	51,606.20	44,888.22	6,717.98
Castro Valley Sanitary District	0.00		0.00	0.00	0.00	0.08	-0.08
City of Hayward	19,861.70		124,705.10	111,822.49	256,389.29	244,418.34	0.00
ERAF	8,848.17		147,126.55	130,848.54	286,823.26	0.00	286,823.26
EBMUD			82.20	1,003.76	1,085.96	1,128.91	-42.95
San Lorenzo Unified School					0.00	0.00	0.00
New Haven Unified				3,477.81	3,477.81	1,434.68	2,043.13
Total Payments	93,428.92		659,332.58	560,165.26	1,312,926.76	935,300.80	365,655.01

City of Hayward elected not to receive pass through payments
for Burbank through 03-04 Per R.98-175 and for five years starting FY 2002-03 per R. 01-065,
and for Mission through FY 06-07 per R. 01-065

**SCHEDULE OF PASS-THROUGH PAYMENTS DUE TO AB 1290 TAXING ENTITIES
USING ALAMEDA COUNTY METHODOLOGY - AB 1389**

Fiscal Year 2007-08	Pass -Through Payments Owed - County Methodology				Total	Paid Actual	Owed/ (Credit)
	Downtown	'87 Annex	Burbank Annex	Mission Annex			
Alameda County	59,508.73	4,252.05	148,681.68	136,814.91	349,257.37	310,730.23	38,527.14
Chabot-Las Positas Comty College	5,366.01	604.54	17,245.48	17,042.79	40,258.82	41,075.87	-817.05
Hayward Unified School District	18,597.97	2,095.33	61,055.98	58,313.60	140,062.88	128,157.66	11,905.22
Alameda County Office of Education	1,061.70	119.49	3,412.41	3,419.24	8,012.84	8,172.72	-159.88
County Flood Control	5,977.96	553.45	15,075.02	16,732.70	38,339.13	35,631.56	2,707.57
Bay Area Air Quality Mgmt District	444.75	50.08	1,429.35	1,412.49	3,336.67	3,403.44	-66.77
Mosquito Abatement	251.46	20.62	676.09	650.25	1,598.42	1,275.27	323.15
AC Transit	11,122.90	1,253.12	35,746.47	35,327.03	83,449.52	85,142.67	-1,693.15
Bay Area Rapid Transit	1,306.08	147.12	4,197.43	4,148.12	9,798.75	9,997.03	-198.28
Hayward Area Recreation District	17,510.79	1,299.61	44,469.16	42,503.34	105,782.90	97,476.12	8,306.78
East Bay Parks Regional Parks	7,585.63	797.16	25,465.78	24,943.27	58,791.84	49,093.92	9,697.92
Castro Valley Sanitary District	0.00	0.00			0.00	0.14	-0.14
City of Hayward	39,582.04	3,751.29	115,590.17	121,591.22	280,514.72	268,513.51	12,001.21
ERAF	24,218.54	6,700.35	147,106.51	152,460.45	330,485.85	0.00	330,485.85
EBMUD	0.00		74.81	1,050.41	1,125.22	1,248.34	-123.12
San Lorenzo Unified School					0.00		0.00
New Haven Unified				1,506.63	1,506.63	1586.46	-79.83
Total Payments	192,534.56	21,644.21	620,226.34	617,916.45	1,452,321.56	1,041,504.94	410,816.62

City of Hayward elected not to receive pass through payments
for Burbank through 03-04 Per R.98-175 and for five years starting FY 2002-03 per R. 01-065,
and for Mission through FY 06-07 per R. 01-065

**SUMMARY OF AMOUNTS OWED TO TAXING ENTITIES BY FISCAL YEAR
USING COUNTY METHODOLOGY - AB 1389**

	FY 03/04	FY 04/05	FY 05/06	FY 06/07	FY 07/08	TOTALS
Alameda County	114,432.03	55,144.26	58,472.04	51,018.92	38,527.14	317,594.39
*Chabot-Las Positas Comty College	7,759.61	-749.64	-771.78	-1,575.53	-817.05	3,845.61
*Hayward Unified School District	64,446.93	12,134.50	9,164.02	9,524.26	11,905.22	107,174.93
*Alameda County Office of Education	1,473.14	-135.53	-121.95	-242.66	-159.88	813.12
County Flood Control	11,084.72	3,998.38	4,222.58	3,570.69	2,707.57	25,583.94
Bay Area Air Quality Mgmt District	604.13	-61.62	-63.19	-129.59	-66.77	282.96
Mosquito Abatement	441.67	168.03	181.31	152.24	323.15	1,266.40
AC Transit	15,105.20	-1,553.65	-1,599.35	-3,265.30	-1,693.15	6,993.75
Bay Area Rapid Transit	1,773.85	-182.13	-187.36	-382.83	-198.28	823.25
Hayward Area Recreation District	31,836.26	13,640.20	14,058.70	11,443.47	8,306.78	79,285.41
East Bay Parks Regional Parks	11,034.17	2,501.26	3,822.75	6,717.98	9,697.92	33,774.08
Castro Valley Sanitary District	0.00	0.00	0.00	-0.08	-0.14	-0.22
City of Hayward (see note)	0.00	0.00	0.00	0.00	12,001.21	12,001.21
*ERAF	51,243.29	105,195.54	194,573.63	286,823.26	330,485.85	968,321.57
EBMUD	220.93	-165.69	-189.67	-42.95	-123.12	-300.50
*San Lorenzo Unified School	-6,894.16	0.00	0.00	0.00	0.00	-6,894.16
*New Haven Unified	968.66	328.10	859.49	2,043.13	-79.83	4,119.55
Net Total Payments Owed	305,530.43	190,262.01	282,421.22	365,655.01	410,816.62	1,554,685.29
ANNUAL ERAF SETASIDE	212,380.19	212,380.19	307,955.17	406,779.18	412,500.58	1,551,995.31
*TOTAL PAYMENT AMOUNT TO LEA'S						1,084,274.78
TOTAL AMOUNT TO ALL ENTITIES ASSUMING COUNTY METHOD						1,561,880.17

City of Hayward elected not to receive pass through payments
for Burbank through 03-04 Per R.98-175 and for five years starting FY 2002-03 per R. 01-065,
and for Mission through FY 06-07 per R. 01-065

**Report of Additional Payments Against
Outstanding Obligations to Local Educational Agencies
For Payments Made After November 1, 2008 Only**

Redevelopment Agency of the City of Hayward

Redevelopment Agency Name

Downtown Hayward Redevelopment Project: Downtown, '87 Annex, 2000 Annex - Mission, and 2001 Annex - Burbank

Project Area Name

Name of Local Educational Agency (LEA)	Date of Payment	Check or Warrant #'s	Total Payment Amount	Amount to ERAF *	Amount to LEA
Chabot-Las Positas Community College			\$3,845.61	\$1,826.66	\$2,018.95
Hayward Unified School District			\$107,174.93	\$46,406.74	\$60,768.19
Alameda Co. Office of Education			\$813.12	\$154.49	\$658.63
New Haven Unified School District			\$4,119.55	\$1,783.77	\$2,335.78
ERAF (Alameda County)			\$968,321.57	\$968,321.57	
TOTALS			\$1,084,274.78	\$1,018,493.23	\$65,781.55

* Amounts are based on Health and Safety Code section 33607.5(a)(4) (A) - (D):
 School Districts = 43.3%
 Community Colleges = 47.5%
 County Office of Education = 19%

Exhibit B

