

18. AS THE BOARD OF SUPERVISORS OF THE SANTA CRUZ COUNTY REDEVELOPMENT SUCCESSOR AGENCY: Approve the 2025-26 Proposed Budget for the Redevelopment Successor Agency, including any supplemental materials, and take related actions, as outlined in the referenced budget documents, and as recommended by the County Executive Officer ()



County of Santa Cruz Board of Supervisors

Agenda Item Submittal

From: Santa Cruz County Redevelopment Successor Agency

Subject: Proposed 2025-26 Budget for Redevelopment Successor

Agency Meeting Date: June 4, 2025

Formal Title: AS THE BOARD OF SUPERVISORS OF THE SANTA CRUZ COUNTY REDEVELOPMENT SUCCESSOR AGENCY: Approve the 2025-26 Proposed Budget for the Redevelopment Successor Agency, including any supplemental materials, and take related actions, as outlined in the referenced budget documents, and as recommended by the County Executive Officer

Recommended Action

Approve the Proposed 2025-26 Budget for Redevelopment Successor Agency, including any supplemental materials, as provided in the referenced budget documents:

- [Proposed Budget](#)
- [Continuing Agreements List](#)

Executive Summary

The Proposed 2025-26 Budget for the Redevelopment Successor Agency supports 4 divisions: Property Tax Trust Fund, General Administration, Property Management Administration, and Bond Proceeds for Capital Projects, with no funded staffing.

Discussion

The mission of the Redevelopment Successor Agency is to wind down the affairs of the former Redevelopment Agency, including payment of all enforceable obligations and disposition of assets. Agency and division operational objectives are shown in the 2025-26 Proposed Budget document and 2025-27 Operational Plan. Both are available online at: [Vision Santa Cruz](#)

The proposed budget includes a change in facility charges to properly reflect the cost of facility services and utilities. The Redevelopment Successor Agency has no capital projects included in the Proposed 2025-26 Budget or the [2025-30 Capital Improvement Plan \(CIP\)](#).

The budget reflects important service changes, including decreases in debt service payments as debt is paid off, decreases in professional services as administrative and Long-Range Property Management Plan costs drop, and a resulting decrease in property tax revenues due to reduced expenditure obligations in 2025-26.

Budgeted funding will continue to support ongoing staff work of winding down the affairs of the former Redevelopment Agency.

Over the next fiscal year, the agency will be focused primarily on payment of all current enforceable obligations and disposition of final assets.

Financial Impact

The Redevelopment Successor Agency Proposed Budget includes \$15,901,579 in

expenditures offset by \$16,343,964 in revenues, and a reversion to fund balance of \$442,385. This reflects a total expenditure decrease of \$642,444 or 3.9% from the FY 2024-25 Adopted budget.

Strategic Initiatives

Equity Framework - Plans, Policies & Budgets

Operational Plan - Operational Excellence

Climate Action - Government Operations

Submitted By:

Carlos J. Palacios, County Executive Officer

Recommended By:

Carlos J. Palacios, County Executive Officer

Artificial Intelligence Acknowledgment:

Artificial Intelligence (AI) did not significantly contribute to the development of this agenda item.