

**SANTA CRUZ COUNTY  
REDEVELOPMENT AGENCY  
(A component unit of the County of Santa Cruz, California)**

**AUDIT REPORT**

**FOR THE YEAR ENDED JUNE 30, 2006**

**SANTA CRUZ COUNTY REDEVELOPMENT AGENCY**

**June 30, 2006**

Table of Contents

	<u>Page</u>
INDEPENDENT AUDITOR’S REPORT .....	1-2
MANAGEMENT’S DISCUSSION AND ANALYSIS (Required Supplementary Information) .....	3-9
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements	
Statement of Net Assets .....	10
Statement of Activities .....	11
Fund Financial Statements	
Balance Sheet – Governmental Funds .....	12
Reconciliation of the Governmental Fund Balance Sheet to the Government-Wide Statement of Net Assets – Governmental Activities .....	13
Statement of Revenues, Expenditures, and Changes in Fund Fund Balance – Governmental Funds .....	14
Reconciliation of the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance to the Government-Wide Statement of Activities – Governmental Activities .....	15
Notes to the Basic Financial Statements .....	16-39
REQUIRED SUPPLEMENTARY INFORMATION (Other than MD & A)	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
Tax Increment Fund .....	40-41
Administration Fund .....	42-43
Capital Project Fund .....	44-45
LMIH Project Fund .....	46-47
Notes to Required Supplementary Information .....	48
ANNUAL REPORT OF FINANCIAL TRANSACTIONS TO STATE CONTROLLER	
Combining Balance Sheet .....	49-50
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....	51
OTHER REPORTS	
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Basic Financial Statements Performed in accordance with <i>Government Auditing Standards</i> .....	52-53