

**SACRAMENTO LOCAL AGENCY FORMATION COMMISSION**  
**1112 I Street, Suite #100**  
**Sacramento, California 95814**  
**(916) 874-6458**

March 7, 2007

TO: Sacramento Local Agency Formation Commission  
FROM: Peter Brundage, Executive Officer  
RE: Budget Status Report

**RECOMMENDATION**

Receive and file Period 7 Budget Status Report.

**DISCUSSION**

The attached budget report summarizes revenue, expense and trial balance for Period 7. Period 7 includes all financial transaction processed by the Auditor Controller's Office as of February 6, 2007.

There are no new variances to report for this period. A summary of legal expenses is also attached. The Government Code requires LAFCo to adopt a proposed budget by May and a final budget by June. I intend to provide a proposed budget to the Commission at the April 4, 2007, Commission meeting. This should allow additional time for the Commission to review and evaluate the FY 2007-08 proposed budget prior to the mandatory adoption deadline.

As mentioned in the Incorporation Fee Policy report, the financial impact of processing the Arden-Arcade Incorporation should not significantly affect FY 2006-07 budget. However, if the petition is certified, the impact to the FY 2007 - 08 budget is estimated to be \$150,000 under the Commission's current fee policy.

PB:Maf  
Attachments  
(Budget Status Report)