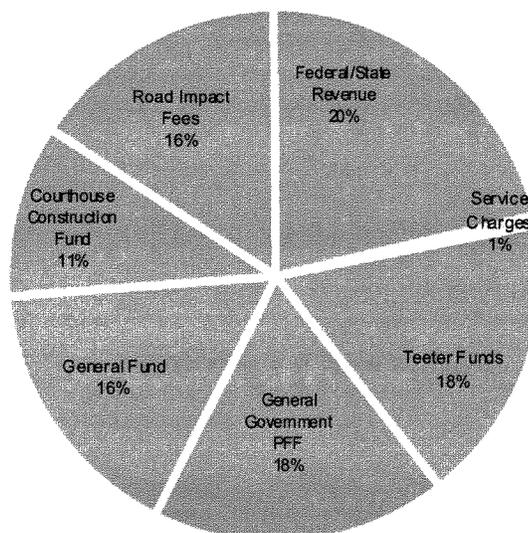


PURPOSE

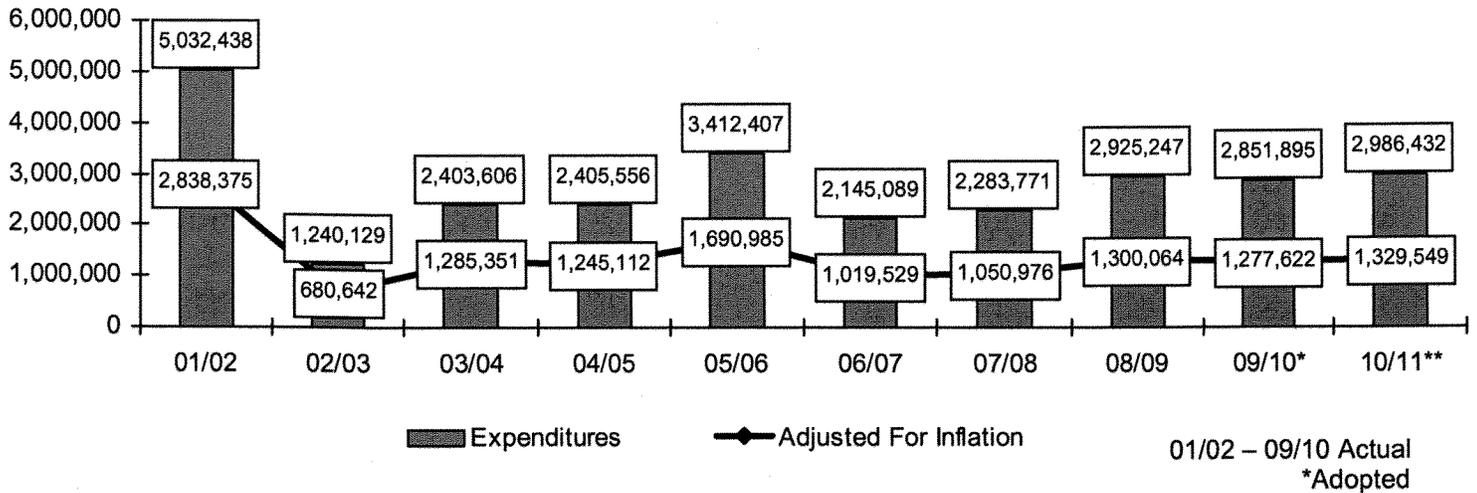
To provide for the payment of interest and principal associated with the County's long term debt based upon the Board of Supervisors budget policies. Recommendations for debt financing of major projects will include a cost benefit analysis of available options and funding alternatives. Every attempt will be made to provide for debt service through dedicated revenues that can be maintained over the life of any debt, before the General Fund is accessed for such a purpose.

<u>Financial Summary</u>	2008-09 <u>Actual</u>	2009-10 <u>Actual</u>	2010-11 <u>Requested</u>	2010-11 <u>Recommended</u>	2010-11 <u>Adopted</u>
Taxes	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000
Fines, Forfeitures and Penalties	309,869	306,069	307,319	307,319	307,319
Revenue from Use of Money & Property	48,405	(1,900)	0	0	0
Other Financing Sources	<u>2,068,874</u>	<u>2,011,089</u>	<u>2,179,113</u>	<u>2,179,113</u>	<u>2,179,113</u>
Total Revenue	\$ 2,927,148	\$ 2,815,258	\$ 2,986,432	\$ 2,986,432	\$ 2,986,432
Fund Balance Available	\$ 0	\$ 1,902	\$ 0	\$ 0	\$ 14,471
Cancelled Reserves	0	0	0	0	0
Total Financing Sources	<u>\$ 2,927,148</u>	<u>\$ 2,817,160</u>	<u>\$ 2,986,432</u>	<u>\$ 2,986,432</u>	<u>\$ 3,000,903</u>
Salary and Benefits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Services and Supplies	0	0	0	0	0
Other Charges	2,925,247	2,800,785	2,986,432	2,986,432	2,986,432
Fixed Assets	0	0	0	0	0
Gross Expenditures	\$ 2,925,247	\$ 2,800,785	\$ 2,986,432	\$ 2,986,432	\$ 2,986,432
Contingencies	0	0	0	0	0
New Reserves	0	0	0	0	14,471
Total Financing Requirements	\$ 2,925,247	\$ 2,800,785	\$ 2,986,432	\$ 2,986,432	\$ 3,000,903

Source of Funds



10 Year Expenditures Adjusted For Inflation



COUNTY ADMINISTRATOR'S COMMENTS AND RECOMMENDATIONS

Debt financing for capital improvement projects is recommended based upon adherence to Board budget policies and reviewed by the County Debt Advisory Committee, which was established by the Board in 1991-1992.

The debt payments contained in this fund center are as follows:

\$726,028 for the 1994 Certificate of Participation (COP) for the Department of Social Services building on lower Higuera in the City of San Luis Obispo. This debt is paid with State and Federal funding received by the Department of Social Services. FY 2010-11 is the final year for debt service as the bond will be paid off.

\$122 for the 1994 COP for improvements at the Morro Bay Golf Course. This debt is paid with golf course revenues. FY 2010-11 is the final year for debt service as the bond will be paid off.

\$1,489,013 for the 2002 COP for the New County Government Center located in the City of San Luis Obispo. This debt is paid with a combination of Teeter funds (\$500K), General Government Public Facility Fees (\$500K), and \$495,513 from the General Fund.

\$305,519 for the 2007 COP for the Paso Robles Courthouse. This debt is paid with Courthouse Construction funds.

\$451,450 for the 2008 COP for the Vineyard Drive interchange in North County. This debt is paid with Road Impact Fees.

\$14,300 of the expense in this budget is attributable to the administrative fees and expenses associated with the issuance and management of the above noted debt.

BOARD ADOPTED CHANGES

After the close of the FY 2009-10 books, \$14,471 of unbudgeted Fund Balance Available (FBA) was allocated to the reserve for this fund. The source of the (FBA) was unbudgeted interest earnings.