

# **Debt Service**

# DEBT SERVICE

Fund 0198 Debt Service, Budget Unit 801

Connie Regnell, Auditor – Controller

	ACTUAL EXP/REV	ACTUAL BUDGET	ACTUAL EXP/REV	BUDGET REQUESTS	CAO RECOMMENDS	ADOPTED BY BOS
COUNTY BUDGET ACT (1985)	2006-07	2007-08	2007-08	2008-09	2008-09	2008-09
OTHER CHARGES	4,336,364	4,440,423	0	4,406,731	4,412,751	4,412,751
INTRAFUND TRANSFERS	-4,336,363	-4,440,423	0	-4,406,731	-4,412,751	-4,412,751
TOTAL EXPENDITURES*****	\$0	\$0	\$0	\$0	\$0	\$0
DEBT SERVICE EXP OVER (UNDER) REV	\$0	\$0	\$0	\$0	\$0	\$0

## **PROGRAM DESCRIPTION**

This budget unit itemizes all County capital lease and bond payments in individual accounts that are then collectively offset by charges to the appropriate operating departments. This budget unit is for accounting purposes only and does not affect total expenditures.

## **BUDGET REQUESTS**

The requested budget is based upon an accumulation of data supplied by the Auditor-Controller as to all operational debt service and interest.

## **SUMMARY OF RECOMMENDATIONS**

This budget is recommended as prepared by the Auditor-Controller, with a minor change to the interest expense on the Courthouse Remodel bond.

## **PENDING ISSUES AND POLICY CONSIDERATIONS**

None.

## **DEPARTMENT HEAD CONCURRENCE OR APPEAL**

The department head concurs with this budget as recommended.

## **FINAL BOARD ACTION**

Adopted as presented in the Proposed Budget.

## **POSITION ALLOCATION**

There are no positions associated with this budget unit.

# DEBT SERVICE

Fund 0060 General, Budget Unit 802

Connie Regnell, Auditor – Controller

	ACTUAL EXP/REV	ACTUAL BUDGET	ACTUAL EXP/REV	BUDGET REQUESTS	CAO RECOMMENDS	ADOPTED BY BOS
COUNTY BUDGET ACT (1985)	2006-07	2007-08	2007-08	2008-09	2008-09	2008-09
OTHER CHARGES	281,271	281,271	281,271	281,270	281,270	281,270
TOTAL EXPENDITURES*****	\$281,271	\$281,271	\$281,271	\$281,270	\$281,270	\$281,270
OTHR FINANCING SOURCES TRAN IN	281,271	281,271	281,271	281,271	281,271	281,271
TOTAL REVENUES*****	\$281,271	\$281,271	\$281,271	\$281,271	\$281,271	\$281,271
SHASTA COUNTY DEBT EXP OVER (UNDER) REV	\$0	\$0	\$0	(\$1)	(\$1)	(\$1)

## **PROGRAM DESCRIPTION**

This budget unit houses all County capital lease and bond payments that are not chargeable to individual departments. This budget unit is for accounting purposes only and does not affect total expenditures.

## **BUDGET REQUESTS**

The requested budget is based upon an accumulation of data supplied by the Auditor-Controller as to all operational debt service and interest. This budget currently includes long-term debt payments associated with the County's energy retrofit project.

## **SUMMARY OF RECOMMENDATIONS**

The current policy of debt management and financing capital projects and equipment acquisition is based on the concept of spreading the cost of such projects and acquisitions over the period of benefit. Care is exercised in structuring debt to ensure future debt payments do not exceed the benefit produced by the project or equipment acquired during the same period, so as not to place an unfair burden on future budgets. No obligations are incurred unless sufficient present and future funds have been identified as being available for debt payments.

This budget is recommended as prepared by the Auditor-Controller.

## **PENDING ISSUES AND POLICY CONSIDERATIONS**

None.

## **DEPARTMENT HEAD CONCURRENCE OR APPEAL**

The department head concurs with this budget as recommended.

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**FINAL BOARD ACTION**

Adopted as presented in the Proposed Budget.

**POSITION ALLOCATION**

There are no positions associated with this budget unit.

# RESERVE FOR CONTINGENCIES

Fund 0060 General, Budget Unit 900

	ACTUAL	ACTUAL	ACTUAL	BUDGET	CAO	ADOPTED
STATE CONTROLLER	EXP/REV	BUDGET	EXP/REV	REQUESTS	RECOMMENDS	BY BOS
COUNTY BUDGET ACT (1985)	2006-07	2007-08	2007-08	2008-09	2008-09	2008-09
APPROP FOR CONTINGENCY	0	2,822,847	0	5,000,000	4,822,373	4,822,373
TOTAL EXPENDITURES*****	\$0	\$2,822,847	\$0	\$5,000,000	\$4,822,373	\$4,822,373
RESERVES FOR CONTINGENCIES EXP OVER (UNDER) REV	\$0	\$2,822,847	\$0	\$5,000,000	\$4,822,373	\$4,822,373

## **PROGRAM DESCRIPTION**

The Reserve for Contingencies consists of funds set aside to provide for unanticipated requirements that may occur during the year. Examples of items that qualify for use of these funds include costs associated with natural disasters, essential equipment or structure failures and legislative activities depleting County General Fund fiscal resources.

## **BUDGET REQUESTS**

This budget requests that \$5 million be set aside for unforeseen contingencies that may arise during the upcoming fiscal year. At this time this amount should be considered a placeholder pending completion of the Supplemental Budget and after the full impact of the State budget is known.

## **SUMMARY OF RECOMMENDATIONS**

The CAO recommended budget is as requested by the department head.

## **PENDING ISSUES AND POLICY CONSIDERATIONS**

The County's Contingency Reserve is the source of funding for emergencies that may exceed amounts built into the budget on a unit basis. This account is used exclusively as a fund of "last resort" when all other options have been exhausted.

## **DEPARTMENT HEAD CONCURRENCE OR APPEAL**

This budget was prepared and is recommended by the County Administrative Office.

## **FINAL BOARD ACTION**

Adopted as presented in the Proposed Budget and as amended in the Supplemental Budget; the combination of all supplemental budget requests affecting the County General Fund yields a net decrease in Contingency Reserves of \$177,627 leaving a balance of \$4,822,373.

## **POSITION ALLOCATION**

There are no positions associated with this budget unit.