

# Debt Service



Public Defender Remodel



Santa Maria Court



Betteravia Admin Lobby



Calle Real Solar Project

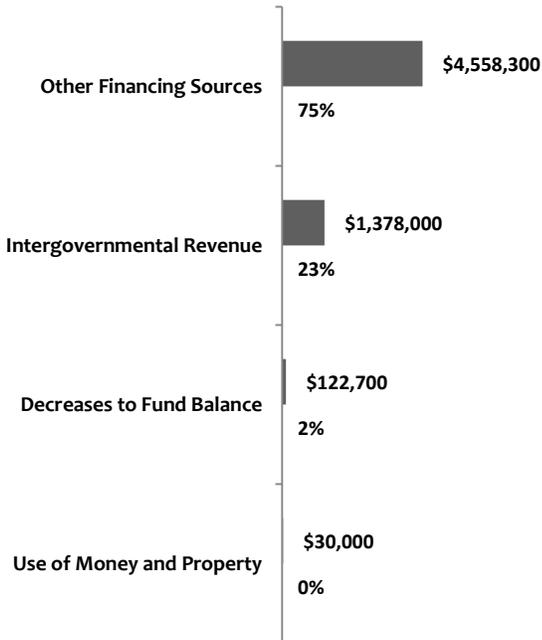
# Debt Service

## DEPARTMENT DESCRIPTION

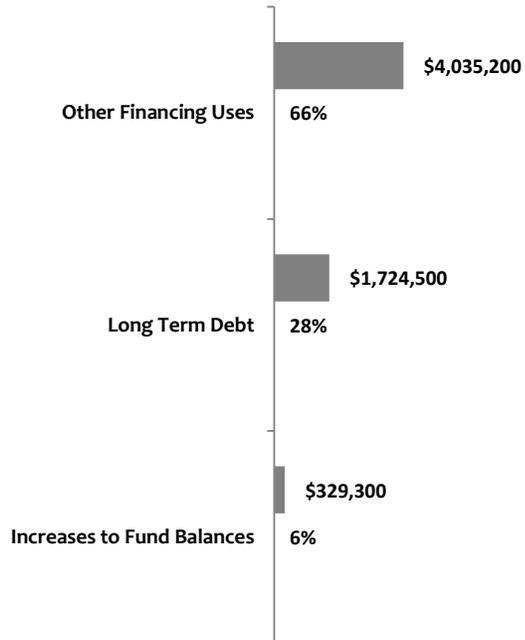
Debt service payments for Certificates of Participation (COPs) and other authorized long-term debt instruments are budgeted in various departments, and are consolidated here for oversight and payment by the Treasurer-Tax Collector-Public Administrator department. Debt service payments for Internal Service Funds and Enterprise Funds are budgeted directly in these funds, as these are separate accounting entities.

## RECOMMENDED SOURCES & USES OF FUNDS

Source of Funds - \$6,089,000



Use of Funds - \$6,089,000



# Debt Service

## BUDGET OVERVIEW

Staffing Detail By Budget Program	2017-18 Actual	2018-19 Adopted	2018-19 Estimated Actual	2019-20 Recommended	Change From FY18-19 Ado to FY19-20 Rec
<b>Budget By Budget Program</b>					
Long Term Debt	\$ 1,896,360	\$ 1,792,300	\$ 1,842,100	\$ 1,724,500	\$ (67,800)
Total	<u>\$ 1,896,360</u>	<u>\$ 1,792,300</u>	<u>\$ 1,842,100</u>	<u>\$ 1,724,500</u>	<u>\$ (67,800)</u>
<b>Budget By Categories of Expenditures</b>					
Services and Supplies	\$ 7,627	\$ 15,200	\$ 65,000	\$ 65,200	\$ 50,000
Other Charges	1,888,733	1,777,100	1,777,100	1,659,300	(117,800)
Total Operating Expenditures	<u>1,896,360</u>	<u>1,792,300</u>	<u>1,842,100</u>	<u>1,724,500</u>	<u>(67,800)</u>
Other Financing Uses	3,949,324	4,027,100	4,027,100	4,035,200	8,100
Increases to Fund Balances	-	29,300	29,300	329,300	300,000
Total	<u>\$ 5,845,683</u>	<u>\$ 5,848,700</u>	<u>\$ 5,898,500</u>	<u>\$ 6,089,000</u>	<u>\$ 240,300</u>
<b>Budget By Categories of Revenues</b>					
Use of Money and Property	\$ 5,385	\$ 30,000	\$ 30,000	\$ 30,000	\$ -
Intergovernmental Revenue	1,380,851	1,383,200	1,383,200	1,378,000	(5,200)
Total Operating Revenues	<u>1,386,235</u>	<u>1,413,200</u>	<u>1,413,200</u>	<u>1,408,000</u>	<u>(5,200)</u>
Other Financing Sources	4,449,663	4,435,500	4,435,300	4,558,300	122,800
Decreases to Fund Balances	9,785	-	50,000	122,700	122,700
Total	<u>\$ 5,845,683</u>	<u>\$ 5,848,700</u>	<u>\$ 5,898,500</u>	<u>\$ 6,089,000</u>	<u>\$ 240,300</u>

# Debt Service

## **CHANGES & OPERATIONAL IMPACT: 2018-19 ADOPTED TO 2019-20 RECOMMENDED**

### **Staffing**

- This department is administered by the Treasurer-Tax Collector-Public Administrator.

### **Expenditures**

- Net operating expenditure decrease of \$67,800 which consists of:
  - -\$117,800 decrease in annual payments on long term debt.
  - +\$50,000 increase in Services & Supplies for KNN Public Finance consulting fees.
- Net non-operating expenditure increase of \$308,100 which primarily consists of:
  - +\$300,000 increase in fund balances related to an increase in required debt reserves.

These changes result in recommended operating expenditures of \$1,724,500, non-operating expenditures of \$4,364,500 for total expenditures of \$6,089,000. Non-operating expenditures are primarily for long-term debt principal repayment.

### **Revenues**

- Net operating revenue decrease of \$5,200 which primarily consists of:
  - -\$5,200 decrease in transfers from other departments for debt service payments due to the normal decline in annual debt payment amounts.
- Net non-operating revenue increase of \$245,500 which consists of:
  - +\$122,800 increase in Other Financing Sources
    - +\$300,000 increase related to a change in required debt reserves.
    - -\$177,200 decrease in transfers from other departments for debt service payments due to the normal decline in annual debt payment amounts.
  - +\$122,700 increase in Decreases to Fund Balances
    - +\$72,700 increase related a change in required debt reserves.
    - +\$50,000 increase to fund KNN Public Finance consulting fees.

These changes result in recommended operating revenues of \$1,408,000, non-operating revenues of \$4,681,000, resulting in total revenues of \$6,089,000. Non-operating revenues primarily include transfers from General Fund departments and Special Revenue funds for debt service obligations.

# Debt Service

## LONG-TERM DEBT PAYMENTS SCHEDULE BY PROJECT/FUND

DESCRIPTION	FUND	DEPT	TOTAL DEBT SERVICE	RESERVE & SUBSIDY	NET RENTAL PAYMENTS	PAYMENTS FY 19-20	REMAINING DEBT SERVICE
<b>GENERAL AND OPERATING FUNDS</b>							
<b>2008 COP</b>							
REDEVELOPMENT AGENCY	3120	725	\$ 13,694,261	\$ 1,430,480	\$ 12,263,781	\$ 1,374,183	\$ 10,889,598
<b>2010 COP</b>							
PUBLIC DEFENDER REMODEL	0001	990	11,518,617	2,806,540	8,712,077	435,254	8,276,823
BETTERAVIA ADMINISTRATION	0001	990	4,127,123	976,430	3,150,693	167,708	2,982,985
EMERGENCY OPERATIONS CENTER	0001	990	11,275,676	2,758,628	8,517,048	445,016	8,072,032
SUBTOTAL			26,921,416	6,541,598	20,379,818	1,047,978	19,331,840
<b>2011 PP</b>							
CASA NUEVA - GENERAL SERVICES	0001	063	675,007	0	675,007	337,762	337,245
CASA NUEVA - SOCIAL SERVICES	0001	990	273,703	0	273,703	136,956	136,747
CHILDRENS' SERVICES BLDG - MENTAL HEALTH	0044	043	316,863	0	316,863	158,294	158,569
JUVENILE HALL	0070	990	808,611	0	808,611	405,042	403,569
JUVENILE COURT - EXPANSION	0071	990	237,917	0	237,917	118,748	119,169
JUVENILE COURT - ATTORNEYS	0070	990	174,199	0	174,199	87,510	86,689
DISTRICT ATTORNEY	0070	990	1,019,142	0	1,019,142	510,380	508,762
SHERIFF - HVAC	0070	990	32,982	0	32,982	16,496	16,486
SB1732 - COURTHOUSE CONSTRUCTION	0071	990	204,018	0	204,018	101,802	102,216
SUBTOTAL			3,742,443	0	3,742,443	1,872,990	1,869,453
<b>2014 PP</b>							
LOMPOC SUBSTATION - FIRE	0001	031	1,199,453	0	1,199,453	241,096	958,357
LOMPOC SUBSTATION - SHERIFF	0001	032	744,512	0	744,512	146,193	598,319
ISLA VISTA FOOT PATROL - SHERIFF	0001	032	1,569,151	0	1,569,151	314,135	1,255,016
TECHNICAL BUILDING - SHERIFF	0001	032	1,402,967	0	1,402,967	280,523	1,122,444
CHILDREN'S SERVICES BLDG - MENTAL HEALTH	0044	043	545,882	0	545,882	111,883	433,999
SUBTOTAL			5,461,965	0	5,461,965	1,093,830	4,368,135
<b>SUBTOTAL GENERAL AND OPERATING FUNDS</b>			<b>49,820,085</b>	<b>7,972,078</b>	<b>41,848,007</b>	<b>5,388,981</b>	<b>36,459,026</b>
<b>2008 COP ENTERPRISE FUND</b>							
TAJIGUAS LANDFILL LINER	1930	054	2,877,135	555,363	2,321,772	576,260	1,745,512
<b>2010 COP ENTERPRISE FUND</b>							
TAJIGUAS LANDFILL LINER	1930	054	370,648	231,189	139,459	370,648	(231,189)
<b>2011 PP ENTERPRISE FUND</b>							
LAGUNA SANITATION SOLAR PROJECT	2870	054	2,510,371	277,286	2,233,085	386,111	1,846,974
<b>2011 PP INTERNAL SERVICE FUND</b>							
CALLE REAL SOLAR PROJECT	1920	063	3,367,215	372,167	2,995,048	460,880	2,534,168
<b>2018 COP ENTERPRISE FUND</b>							
TAJIGUAS RESOURCE RECOVERY PROJECT	1932	054	244,807,757	21,886,630	222,921,127	3,788,445	219,132,682
<b>TOTAL COP DEBT</b>			<b>\$ 303,753,211</b>	<b>\$ 31,294,713</b>	<b>\$ 272,458,498</b>	<b>\$ 10,971,325</b>	<b>\$ 261,487,173</b>

## RECONCILIATION OF BUDGETED EXPENDITURES TO LONG-TERM DEBT PAYMENTS

A reconciliation of the budgeted Total Expenditures to the Long-term Debt Payments Schedule's total FY19-20 General and Operating Funds debt payments is provided below.

Total Budgeted Debt Service Expenditures	\$ 6,089,000
Less: Cost & Fees	(65,200)
Less: BeWell and CRA Leases	(305,519)
Less: Increase to Fund Balance	(329,300)
<b>Total General &amp; Operating Funds Debt Pmts</b>	<b>\$ 5,388,981</b>

# Debt Service

