

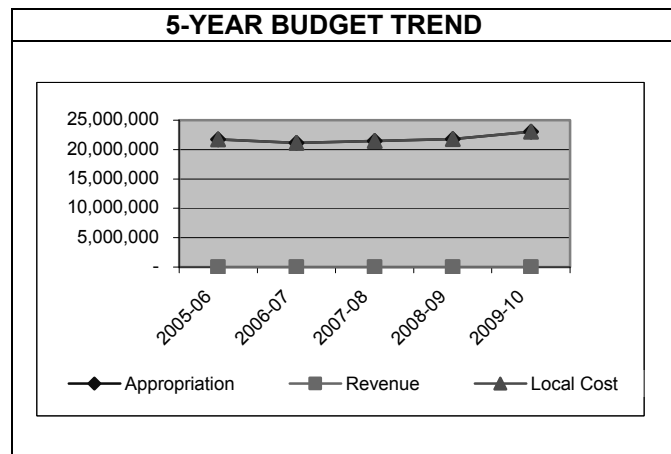
## Joint Powers Leases

### DESCRIPTION OF MAJOR SERVICES

This budget unit finances the cost of long-term capital lease payments for the major county assets financed by the general fund.

There is no staffing associated with this budget unit.

### BUDGET HISTORY



### PERFORMANCE HISTORY

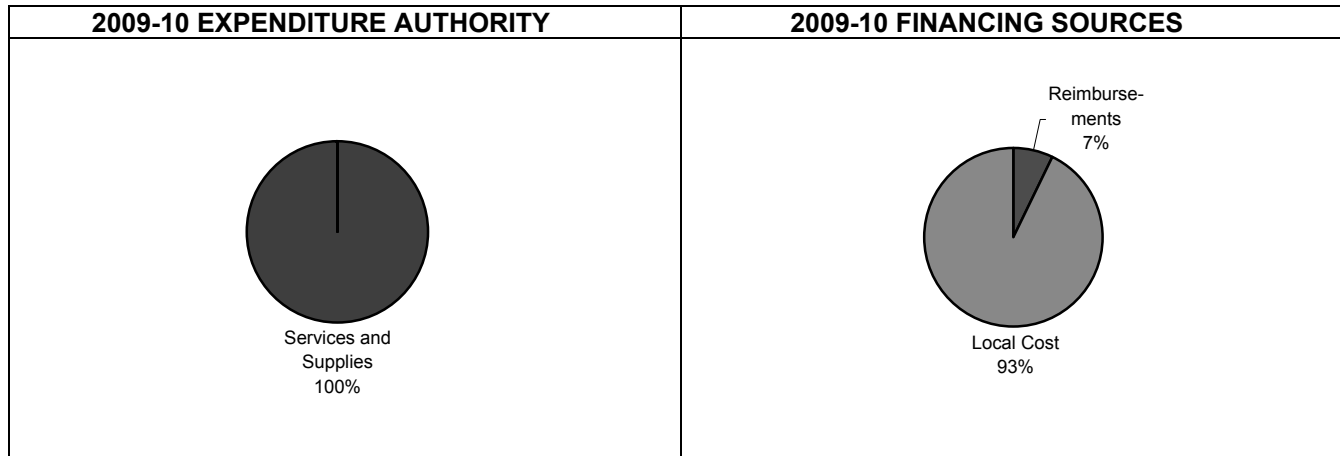
	2005-06 Actual	2006-07 Actual	2007-08 Actual	2008-09 Modified Budget	2008-09 Actual
Appropriation	20,987,980	20,147,355	18,675,497	21,812,356	20,233,690
Departmental Revenue	3,505	(5)	346	-	17,995
Local Cost	20,984,475	20,147,360	18,675,151	21,812,356	20,215,695

Actual appropriation for 2008-09 is less than modified budget. Variable rate savings of \$1,830,000 were realized from covenants that require conservative budgeting of variable rate interest. This savings is offset by reduced interest earnings caused by the termination of reserve fund investments and costs of legal services related to the 1997 Lease/Leaseback transaction due to the recent financial difficulties of AIG, the defeasance bank on the Lease/Leaseback transaction.

Variable rate interest savings used to prepay Certificates of Participation per Board policy:

- 2004-05 \$1.8 million
- 2005-06 \$1.0 million
- 2006-07 \$0.3 million
- 2007-08 \$0.8 million
- 2008-09 \$1.2 million
- 2009-10 \$1.83 million (budgeted)

**ANALYSIS OF FINAL BUDGET**



GROUP: Administrative/Executive  
 DEPARTMENT: County Administrative Office - Joint Powers Leases  
 FUND: General

BUDGET UNIT: AAA JPL  
 FUNCTION: General  
 ACTIVITY: Property Management

	2005-06 Actual	2006-07 Actual	2007-08 Actual	2008-09 Actual	2008-09 Final Budget	2009-10 Final Budget	Change From 2008-09 Final Budget
<b>Appropriation</b>							
Services and Supplies	22,572,197	21,874,723	20,556,182	22,406,840	23,985,506	24,849,445	863,939
Total Exp Authority	22,572,197	21,874,723	20,556,182	22,406,840	23,985,506	24,849,445	863,939
Reimbursements	(1,584,217)	(1,727,368)	(1,880,685)	(2,173,150)	(2,173,150)	(1,816,051)	357,099
Total Appropriation	20,987,980	20,147,355	18,675,497	20,233,690	21,812,356	23,033,394	1,221,038
<b>Departmental Revenue</b>							
Other Revenue	3,505	(5)	346	17,995	-	-	-
Total Revenue	3,505	(5)	346	17,995	-	-	-
Local Cost	20,984,475	20,147,360	18,675,151	20,215,695	21,812,356	23,033,394	1,221,038

Services and supplies of \$24,849,445 represent lease payments and related fees and administrative costs for the major county assets financed by the general fund, and provides for principal reduction of existing Certificates of Participation pursuant to County Policy. In 2009-10, services and supplies are increased by \$863,939. This amount is made up of a \$630,000 increase in appropriation to be used to prepay principal on existing Certificates of Participation and reduced interest earnings in debt service reserve funds due to the termination of investment agreements. These interest earnings are used to offset the interest portion of lease payments.

Reimbursements of \$1,816,051 include \$1,263,251 to fund the lease payments and related costs of the Glen Helen Pavilion. This reimbursement is funded by revenues associated with the operation of the pavilion. Reimbursements also include \$470,000 from the Utilities budget which represents savings from the ENVEST project which was financed with proceeds of the 1997 Public Improvement Financing. A reimbursement of \$82,800 from Preschool Services represents payment for a portion of the down payment for a preschool building in Ontario that was funded with proceeds of the 1997 Public Improvement Financing.



Lease payments included in this budget unit for 2009-10 are:

Glen Helen Pavilion	1,171,023
Justice Center/Chino Airport Improvements	6,494,800
1997 Public Improvement Financing (ENVEST, West End Juvenile Facility, Preschool Building)	1,316,603
County Government Center	3,419,310
West Valley Detention Center	10,010,620
Subtotal:	<u>22,412,356</u>
Reduction of Variable Rate Debt	1,830,000
Debt Administration (Trustee Fees, Letter of Credit Fees, Remarketing Fees, Auction Agent Fees, Broker-Dealer Fees, Audit and Arbitrage)	607,089
Reimbursements	(1,816,051)
Subtotal:	<u>621,038</u>
Total:	<u>23,033,394</u>