



BOARD OF SUPERVISORS
AGENDA LETTER

Agenda Number:

Clerk of the Board of Supervisors
105 E. Anapamu Street, Suite 407
Santa Barbara, CA 93101
(805) 568-2240

Department Name: County Executive
Office
Department No.: 063
For Agenda Of: June 24, 2008
Placement: Set Hearing – for
July 1, 2008
Estimated Tme: 30 minutes
Continued Item: No
If Yes, date from:
Vote Required: Majority

TO: Board of Supervisors

FROM: Department Michael F. Brown, County Executive Officer
Director(s)
Contact Info: Bob Nisbet, Director (560-1011)

SUBJECT: **Discretionary Facility Projects Tentatively Approved for FY 2008-09**

County Counsel Concurrence

As to form: N/A

Auditor-Controller Concurrence

As to form: N/A

Other Concurrence: Risk Management

As to form: N/A

Recommended Actions:

That the Board of Supervisors set a hearing on July 1, 2008 to:

Decide whether or not to proceed with certain facility capital improvement projects that are currently in the design phase, given the current challenging financial outlook facing the County.

Summary Text:

On January 15, 2008, the Board directed staff to proceed with preliminary design of the Betteravia Administration Building Expansion project and return in July in order to decide whether or not to proceed with the project. On February 5, 2008 the Board similarly directed staff to proceed with design of the Public Defender Remodel project and the Sheriff's Technical Services Building and return in July with those projects for the same decision. All projects are fully described in the Capital Improvement Plan (CIP) and have been before the DAC for conceptual discussion and approval of COP financing.

Summary of the Four Projects:

Project	Budget	Cash (or previous COP issuance)	Proposed COP (or need)	Approximate spent-to-date	Project Status
Public Defender Remodel	\$6 million	\$400,000 (cash)	\$5.6 million	\$250,000	Design Development is 80% complete
Sheriff Technical Services Building	\$7.9 million	\$4.6 million (previous COP)	\$3.3 million	\$227,000	The project is at a standstill awaiting Board direction
Betteravia Expansion	\$6.1 million	\$400,000 ¹ (cash)	\$5.7 million	\$60,000	Configuration Study near completion. Schematic Design is 10% complete
Total	\$20 million	\$5.4 million	\$14.6 million	\$537,000	

Fiscal and Facilities Impacts:

Budgeted: See table above (\$5.4 million is budgeted; \$14.6 million is not budgeted)

Fiscal Analysis:

If COPs were issued for the full amount shown in the above table (\$14.6 million), the debt service for a 20-year term would be approximately **\$1.35 million annually**. This figure assumes the normal 10% reserve requirement and issuance costs, an interest rate comparable to the recent COP issuance, and that the initial debt service payment would be deferred for one year. The actual gross amount borrowed would be around \$17 million.

Staffing Impacts:

Legal Positions:

0

FTEs:

0

Authored by:

Bob Nisbet, General Services

¹ These funds were “loaned” from the Public Defender Remodel project.