

Future Funding of Northern Branch Jail Operations

Santa Barbara County
Board of Supervisors
April 16, 2013

Background

- ▶ January 2013 – Board approves Project Construction and Delivery Agreement
- ▶ February 2013 – Board approves budget revisions required by the 1/2013 Agreement
 - ▶ Requested information on increased cost of jail operations
 - ▶ Impact of revisions to the New Jail Operations Fund



Cost of Northern Branch Jail Operations

Item	Cost
Staffing Estimate - 376 bed facility (Gross)	\$ 16,989,679
Services and Supplies-Including expanded Medical/Mental Health Services	\$ 3,515,126
General Services staffing and materials	727,637
Sub-total – Gross cost to run facility	\$ 21,232,442
Less Existing Staff and costs-Transferred to facility	\$ (3,887,080)
Net Operations Cost FY 18-19	\$ 17,345,362



Cash Flow for Construction Costs

Option 1: Issue \$10 million in COPs

Option 2: Issue \$5 million in COPs and contribute \$4.7 million in additional funds in stages

Option 3: Contribute \$9.7 million in additional funds from another County source



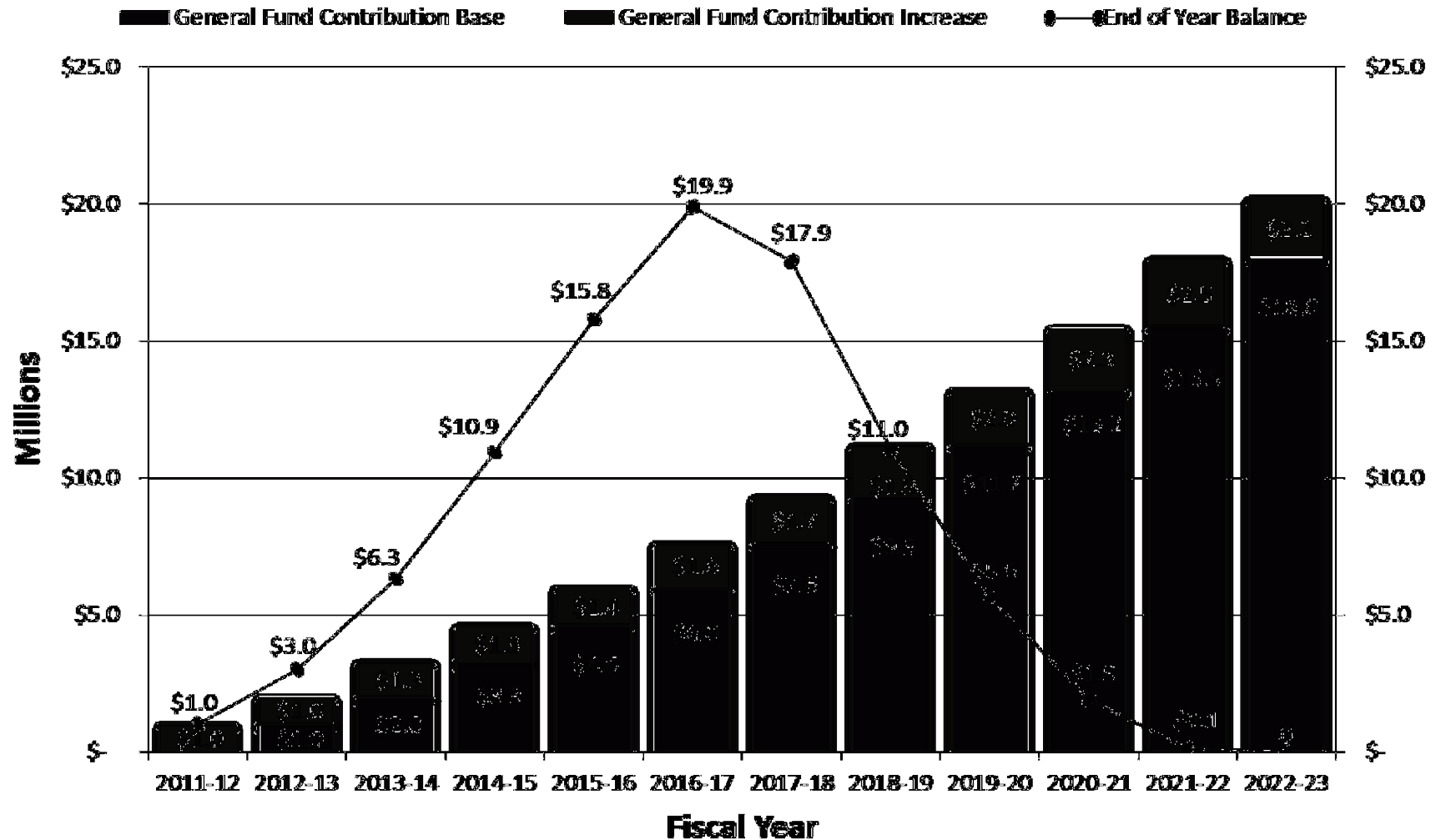
Options for Funding Northern Branch Jail Operations

Discretionary Revenue between CY and FY 17-18:

- ▶ \$20M - estimated net new discretionary revenue
- ▶ Estimates impacted by:
 - ▶ 25% of future growth to Fire District
 - ▶ Limited knowledge of future
 - ▶ Discretionary revenue is economically sensitive
 - ▶ Other funding needs: retirement, deferred maintenance, OPEB, etc.



Northern Branch Jail Operations Funding Progression



Options for Funding Northern Branch Jail Operations

Other anticipated revenues from CY to FY 17-18:

- ▶ \$0.95-\$1.6M of net new Prop. 132 to SO

Other potential annual revenues:

- ▶ \$30M from 1/2 cent sales tax increase
- ▶ \$1.0-\$3.4M from oil production tax
- ▶ \$1.1-\$1.5M from TOT rate increase to 12%

Service Level Reductions

- ▶ 7.2% across the board GF reduction



Questions

