



COUNTY OF LAKE - ADMINISTRATIVE OFFICE FAX TRANSMITTAL COVER SHEET

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TO: JEFF G.

FROM: Kelly Cox

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MESSAGE:

JEFF -

Hope this IS OF HELP -

- Kelly

COUNTY OF LAKE
 STATE OF CALIFORNIA
 ANALYSIS OF FINANCING SOURCES BY SOURCE BY FUND
 FOR FISCAL YEAR 2002-2003

SOURCE CLASSIFICATION (1)	Actual 2000-2001 (2)	Actual 2001-2002 (3)	Recommended 2002-2003 (4)	Approved/Adopted by the Board of Supervisors (5)	Fund (General Unless Other- wise Indicated (6)
INTERGOVERNMENTAL REVENUES STATE (CONTINUED)					
5410 Aid for Construction	60,679	1,847	22,501	22,501	132.04
5415 State-Sheriff AB 443		279,637			
5420 Aid for Corrections	38,651	41,429	40,000	40,000	
5430 State-NDA Disaster Assist	27,085	176,807			103.01
5440 Disaster Relief	3,538	4,617			
	34,906				103.01
	381	57			110.01
	539				132.03
5450 Veterans Affairs	36,206	38,993	38,500	38,500	
5460 State-HOPTR	192,022	200,819	200,888	200,888	
	9,787	10,268	10,312	10,312	103.01
	10,538	10,965	10,530	10,530	125.01
	888	924	928	928	131.03
5480 State-Tobacco Settlement	586,629	254,591	300,000	300,000	
5490 Other	890,620	601,719	1,800,192	1,800,192	
	2,247,127	2,397,919	2,513,829	2,513,829	103.01
	130,673	158,894	839,800	839,800	103.03
		35,000			104.02
	13,035				105.01
			76,200	76,200	105.50
	79,288		238,970	238,970	110.01
<i>AB 1905 Funds</i>		19,238			110.11
	1,893,776	671,379	626,799	626,799	118.00
	37,141	44,683	17,800	17,800	125.01
	122	3			131.03
			500,000	500,000	194.00
5491 State-Other SB 90	753,964	182,497	57,500	57,500	
	91,116	(14,476)			107.00
5492 State-Crews	310,548	290,529	330,000	330,000	
5493 State Prop #18			690,000	690,000	
5495 State-AB 90 CJSF	56,045	56,045	56,045	56,045	
5497 Open Space	71,255	69,980	70,000	70,000	
5498 Library	137,517	123,444	139,000	139,000	125.01
5499 State-Sales Tax	2,187,823	2,059,332	2,040,000	2,040,000	
SUB-TOTAL	9,901,899	7,717,140	10,619,794	10,619,794	
INTERGOVERNMENTAL					
REVENUE-STATE	38,026,637	41,581,501	47,864,615	47,864,615	

BU 1018 - GEOTHERMAL IMPACT MITIGATION

Staff: Kelly Cox

Recommended Final Appropriation: \$414,398
(\$414,398 in direct appropriations plus \$2,080,796 in operating transfers,
for a total budget of \$2,495,194)

Recommended Final Revenue Estimate: \$676,799
(\$676,799 in new revenue plus fund balance carry-over of \$1,777,085 and \$41,310
transfer from trust fund 444.18)

Total available financing: \$2,495,194

Recommended Permanent Positions: 0
Position Allocation As of 6/30/02: 0
Prior Year's Final Budget Position Allocation: 0

Funding Sources: This is a non-general fund budget unit which is supported entirely by royalties the County receives from the geothermal industry. The royalties are paid to the federal government, passed down to the State and ultimately passed down to the County. The County receives about 20% of the total amount of royalties paid by the geothermal industry.

This budget is balanced with estimated new revenue of \$626,799 from royalty payments. Interest earnings and a very large unexpended fund balance carry-over from the prior year comprise the remainder of the \$2,495,194 in total available financing. Much of the carry-over was previously appropriated, but unexpended, for the Middletown Library/Sheriff's Substation project.

It is very difficult to accurately predict the amount of revenue the County will receive from geothermal royalties in any given year. In the past, revenue has been overestimated in some years and in other years revenue has been less than estimated. The amount of revenue we receive fluctuates significantly from year-to-year, as it is tied to energy prices and other unpredictable factors.

Two years ago, there were dramatic increases in energy prices and the County unexpectedly received far more revenue than we have ever received in a single year since the inception of this funding source. This occurred right after a year when we received one of our lowest total allocations.

The payments we have received in the past year have returned to a much lower level. If they continue at this level, the \$626,003 estimated revenue in the recommended Final Budget is realistic.

Appropriations in this budget have direct and indirect benefits to all residents of Lake County, including those in the incorporated and unincorporated areas. While some of the recommended appropriations are directed primarily toward the unincorporated area, other appropriations will provide countywide benefits.

The County is limited in the purposes for which these funds can be used, pursuant to State law.

Recommended appropriations and operating transfers in the Final Budget are listed below. The bottom line on the appropriations side of the budget is substantially less than the total of the items listed below because the funding for many of these projects is being set aside on the revenue side of the budget, as an operating transfer to other budget units. Operating transfers are not considered an appropriation and therefore are not included in the appropriation total. If these allocations were not handled as operating transfers and were instead appropriations, it would result in duplicate budgeting and would artificially inflate the total of the County's overall budget.

Direct Appropriations:

\$502 for public liability insurance.

\$30,000 for costs associated with acquisition of the LORAN station from the federal government (land survey – a \$10,000 increase to the prior year's appropriation of \$20,000).

\$7,500 for purchase and installation of a new HVAC system for the Lower Lake Museum (carried over from the prior year)

\$100,000 for the Aquatic Weed Program (EIR related costs to be financed in combination with \$200,000 in TOT funds in the Marketing budget)

\$10,000 for the local match for the State's hydrilla eradication project.

\$45,000 to reimburse the Planning Division budget for costs incurred in hiring a staff member to work on the General Plan project, for purposes of complying with State law.

\$14,000 for a contribution to the East Lake and West Lake Resource Conservation Districts for local matching funds, as requested by the Districts in the Spring of 2002.

\$176,086 for County park improvements consisting of the following:

\$12,733 for repairs to the Middletown park/pool.

\$65,853 for landscaping improvements at all County parks.

\$60,000 for curb, gutter and sidewalk improvements at Alpine Park

\$27,500 for landscaping of Triangle park in Nice.

\$41,310, representing the fund balance carry-over from the water resources development loan fund (trust fund 444.18). Changes in accounting regulations require that these monies be appropriated in the budget rather than held in a trust fund. These funds will be used for the same purposes they were used when in the trust fund. The Board has previously allocated most of these monies for the Anderson Springs sewer feasibility study.

Operating Transfers:

\$1,245,000 to BU 1081 for the Middletown Library/Sheriff's substation/Information Center building (carried over from the prior year, the total project appropriation is \$1,395,000 in budget unit 1081-Building Program).

\$8,264 to BU 3011 for road maintenance.

\$40,000 to BU 1081 for construction of ADA compliant restroom facilities at the Lower Lake Museum.

\$140,000 to BU 1081 for earthquake retrofitting of the Lower Lake Museum.

\$260,000 to BU 7011 for reimbursement of general fund expenses of maintaining County parks.

\$53,014 to BU 3022 for support of the Lampson Field airport budget (operational costs of \$32,263 and grant matching funds of \$20,751), in lieu of an equivalent amount of general fund support.

\$150,000 to BU 2702 for reimbursement of expenses incurred in the operation of the Planning Division.

\$10,000 to BU 1012 for reimbursement of administrative expenses related to AB 1905 matters, budget administration and administration of projects funded by geothermal impact mitigation funds.

\$174,518 to BU 1071 for reimbursement to the general fund of costs incurred in maintaining County buildings and facilities.