

## 599 - O. C. SPECIAL FINANCING AUTHORITY DEBT SERVICE

### Operational Summary

#### Description:

To make timely debt service payments on the 1995 Orange County Special Financing Authority Teeter Plan Revenue Bonds and to transfer surplus revenues to County General Fund 100 Agency 016 as provided for in the Second Amended Modified Plan of Adjustment. The surplus transfer to Agency 016 ended in FY 2000-2001, future surplus transfers will be made to Fund 100, Agency 100.

In 1995 the Orange County Special Financing Authority issued \$155,000,000 of revenue backed bonds: Series A (taxable) \$32,375,000; Series B, \$20,625,000; Series C, \$34,000,000; Series D, \$34,000,000; and Series E, \$34,000,000. The proceeds of the bonds were used to pay the holders of the County's 1994-95 Teeter Notes and to fund an on-going Teeter Program.

The use of long term bonds to fund the Teeter Program is unique to Orange County and is authorized by special State statute. The Teeter program is an alternate secured property tax distribution plan. Normally the secured property taxes actually collected by a County are distributed to taxing agen-

cies (e.g. school districts), resulting in less than 100% of the tax levy being distributed because of delinquencies. Under the Teeter Plan, the County distributes 100% of the levy to the taxing agencies and in exchange receives the right to keep the delinquent taxes, penalties and interest.

The Orange County Special Financing Authority was set up in 1995 to administer the Teeter Plan in Orange County. The penalties and interest collected on tax defaulted properties provide the revenue to pay the debt service on the Teeter Bonds and, if available, surplus revenue is released to the County General Fund. The Board of Directors of the Authority are the members of the Orange County Board of Supervisors.

As of November 30, 2003, \$123,725,000 in principal was outstanding from all five series. The Teeter Bonds will be paid off in 2014.

#### At a Glance:

Total FY 2003-2004 Actual Expenditure + Encumbrance:	40,568,165
Total Final FY 2004-2005 Budget:	73,265,260
Percent of County General Fund:	N/A
Total Employees:	0.00

#### Strategic Goals:

- Make timely debt service payments and provide surplus revenue for the bankruptcy recovery as contemplated in the County's Second Amended Modified Plan of Adjustment.

#### FY 2003-2004 Key Project Accomplishments:

- Made timely debt service payments.

### Budget Summary

#### Plan for Support of the County's Strategic Priorities:

Make annual transfers of surplus cash to the General Fund.

## Final Budget and History:

Sources and Uses	FY 2002-2003 Actual Exp/Rev	FY 2003-2004 Budget As of 6/30/04	FY 2003-2004 Actual Exp/Rev <sup>(1)</sup> At 6/30/04	FY 2004-2005 Final Budget	Change from FY 2003-2004 Actual	
					Amount	Percent
Total Revenues	170,427,311	170,190,637	168,975,085	73,265,260	(95,709,825)	-56.64
Total Requirements	45,236,674	170,190,637	162,383,405	73,265,260	(89,118,145)	-54.88
FBAFBA	125,190,637	0	6,591,681	0	(6,591,681)	-100.00

(1) Amounts include prior year expenditures and exclude current year encumbrances. Therefore, the totals listed above may not match Total FY 2003-04 Actual Expenditure + Encumbrance included in the "At a Glance" section.

Detailed budget by expense category and by activity is presented for agency: O. C. Special Financing Authority Debt Service in the Appendix on page 702.

## 9C1 Major Activities

\* The purpose of these funds is to provide for debt service of bonds issued on behalf of the Assessment Districts.

### 9C1 Funds

Agency Number	Assessment Districts	FY 2004-2005 Appropriations	FY 2004-2005 Revenue
433	Golden Lantern Reassess. Dist. 94-1 Debt Service	\$ 3,299,539	\$ 3,299,539
507	Irvine Coast Assess. District 88-1 -Debt Service	17,271,208	17,271,208
516	Assessment Dist 01-1 Ziani Project-Debt Service	1,153,804	1,153,804
525	Assess. Dist. 01-1 Newport Coast IV - Debt Serv.	6,230,908	6,230,908
551	Assess. Dist. 92-1 Newport Ridge - Debt Service	1,279,087	1,279,087

## 9C2 Major Activities

\* The purpose of these funds is to provide for debt service of bonds issued on behalf of the Orange County Development Agency.

### 9C2 Funds

Agency Number	OC Development Agency	FY 2004-2005 Appropriations	FY 2004-2005 Revenue
172	OCDA Debt Service (Santa Ana Heights)	\$ 16,456,081	\$ 16,456,081
427	OCDA (NDAPP) - Debt Service	20,963,957	20,963,957

## 9C3 Major Activities

\* The purpose of these funds is to provide for debt service of bonds issued on behalf of the Community Facilities Districts.

### 9C3 Funds

Agency Number	Community Facility Districts	FY 2004-2005 Appropriations	FY 2004-2005 Revenue
479	CFD 99-1 Series A of 1999 Ladera - Debt Service	\$ 4,060,116	\$ 4,060,116
482	Special Mello-Roos Reserve	27,616,247	27,616,247
484	Rancho Santa Margarita CFD 86-2 - Debt Service	3,479,488	3,479,488
487	Ladera CFD 2002-01 Debt Service	11,839,336	11,839,336
488	S. Margarita CFD 86-1 (Series 1988) - Debt Serv.	6,498,078	6,498,078
490	Dimensions/Serrano Creek CFD 87-1 - Debt Service	2,270,701	2,270,701
492	Mission Viejo CFD 87-3 (A) - Debt Service	12,538,464	12,538,464
494	Aliso Viejo CFD 88-1 - Debt Service	37,466,156	37,466,156
496	Lomas Laguna CFD 88-2 - Debt Service	533,189	533,189
501	R. Santa Margarita CFD 87-5(A) - Debt Service	2,133,443	2,133,443
503	Portola Hills CFD 87-2(A) - Debt Service	4,913,799	4,913,799
505	Foothill Ranch CFD 87-4 - Debt Service	28,331,852	28,331,852
509	Rancho Santa Margarita CFD 87-5B - Debt Service	5,548,118	5,548,118
511	Baker Ranch CFD 87-6 - Debt Service	2,162,587	2,162,587

## 9C3 Funds

Agency Number	Community Facility Districts	FY 2004-2005 Appropriations	FY 2004-2005 Revenue
513	Coto de Caza CFD 87-8 - Debt Service	5,297,781	5,297,781
515	Santa Teresita CFD 87-9 - Debt Service	1,459,850	1,459,850
517	Rancho Santa Margarita CFD 87-5C - Debt Service	2,756,224	2,756,224
519	Los Alisos CFD 87-7 - Debt Service	3,704,902	3,704,902
521	R. Santa Margarita CFD 87-5D (A) - Debt Service	2,404,429	2,404,429
533	CFD 01-1 Ladera - Debt Service	5,103,486	5,103,486
547	CFD 00-1 (Series A of 2000) Ladera -Debt Service	5,027,030	5,027,030
549	R. S. Marg. CFD 87-5E (A of 1993) - Debt Service	2,629,334	2,629,334
555	CFD 2003-1 Ladera Debt Service	9,550,000	9,550,000



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### Summary of Final Budget by Revenue and Expense Category:

Revenues/Appropriations	FY 2002-2003 Actual Exp/Rev	FY 2003-2004 Budget As of 6/30/04	FY 2003-2004 Actual Exp/Rev <sup>(1)</sup> At 6/30/04	FY 2004-2005 Final Budget	Change from FY 2003-2004 Actual	
					Amount	Percent
Fines, Forfeitures & Penalties	\$ 42,560,637	\$ 40,000,000	\$ 41,695,947	\$ 42,500,000	\$ 804,053	1.93%
Revenue From Use Of Money And Property	3,298,544	5,000,000	2,088,501	3,200,000	1,111,499	53.22
Total FBA	124,568,130	125,190,637	125,190,637	7,261,026	(117,929,611)	-94.20
Reserves	0	0	0	20,304,234	20,304,234	0.00
<b>Total Revenues</b>	<b>170,427,311</b>	<b>170,190,637</b>	<b>168,975,085</b>	<b>73,265,260</b>	<b>(95,709,825)</b>	<b>-56.64</b>
Services & Supplies	33,142,639	35,275,397	31,236,309	60,665,260	29,428,951	94.21
Other Charges	12,094,035	13,100,000	9,331,855	12,600,000	3,268,145	35.02
Reserves	0	121,815,240	121,815,240	0	(121,815,240)	-100.00
<b>Total Requirements</b>	<b>45,236,674</b>	<b>170,190,637</b>	<b>162,383,405</b>	<b>73,265,260</b>	<b>(89,118,145)</b>	<b>-54.88</b>
<b>Balance</b>	<b>\$ 125,190,637</b>	<b>\$ 0</b>	<b>\$ 6,591,681</b>	<b>\$ 0</b>	<b>\$ (6,591,681)</b>	<b>-100.00%</b>

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