

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, 2004, \$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 2004-2005 Projected Expend + Encumb:	35,388,612
Total Recommended FY 2005-2006	82,390,125
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.

Budget Summary

Plan for Support of the County's Strategic Priorities:

Make annual transfers of surplus cash to the General Fund.

Proposed Budget History:

Sources and Uses	FY 2003-2004	FY 2004-2005	FY 2004-2005	FY 2005-2006	Change from FY 2004-2005	
	Actual	Budget As of 3/31/05	Projected ⁽¹⁾ At 6/30/05	Recommended	Projected Amount	Percent
Total Revenues	168,975,085	73,265,260	72,225,397	82,390,125	10,164,728	14.07
Total Requirements	162,383,405	73,265,260	35,388,612	82,390,125	47,001,513	132.81
Balance	6,591,681	0	36,836,785	0	(36,836,785)	-100.00

(1) Requirements include prior year encumbrance and expenditures. Therefore, the above totals may not match FY 2004-05 projected requirements included in "At a Glance" (Which exclude these).

Detailed budget by expense category and by activity is presented for agency: O. C. Special Financing Authority Debt Service in the Appendix on page page 783

9C0 - PUBLIC FINANCING PROGRAM (PGM VI)

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 2005-2006 Appropriations	FY 2005-2006 Revenue
433	Golden Lantern Reassessment District 94-1 Debt Service	\$ 3,287,000	\$ 3,287,000
507	Irvine Coast Assessment District 88-1 - Debt Service	13,673,043	13,673,043
516	Assessment Dist 01-1 Ziani Project-Debt Service	1,170,031	1,170,031
525	Assessment District 01-1 Newport Coast IV - Debt Service	7,608,908	7,608,908
52T	Newport Coast AD 01-1 Conversion #1 DS	2,975,000	2,975,000
551	Assessment District 92-1 Newport Ridge - Debt Service	1,016,629	1,016,629

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 2005-2006 Appropriations	FY 2005-2006 Revenue
172	OCDA Debt Service (Santa Ana Heights)	\$ 15,102,432	\$ 15,102,432
427	OCDA (NDAPP) - Debt Service	16,258,730	16,258,730

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 2005-2006 Appropriations	FY 2005-2006 Revenue
479	CFD 99-1 Series A of 1999 Ladera - Debt Service	\$ 4,137,335	\$ 4,137,335
482	Special Mello-Roos Reserve	3,065,346	3,065,346
484	Rancho Santa Margarita CFD 86-2 - Debt Service	3,582,842	3,582,842
487	Ladera CFD 2002-01 Debt Service	10,594,050	10,594,050
488	Rancho Santa Margarita CFD 86-1 (Series 1988) - Debt Service	6,158,983	6,158,983
490	Dimensions/Serrano Creek CFD 87-1 - Debt Service	2,477,818	2,477,818
492	Mission Viejo CFD 87-3 (A) - Debt Service	14,428,102	14,428,102
494	Aliso Viejo CFD 88-1 - Debt Service	33,103,079	33,103,079
496	Lomas Laguna CFD 88-2 - Debt Service	544,846	544,846
501	Rancho Santa Margarita CFD 87-5(A) - Debt Service	2,485,538	2,485,538
503	Portola Hills CFD 87-2(A) - Debt Service	4,849,065	4,849,065
505	Foothill Ranch CFD 87-4 - Debt Service	17,049,619	17,049,619

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Summary of Proposed Budget by Revenue and Expense Category:

Revenues/Appropriations	FY 2003-2004		FY 2004-2005		FY 2005-2006		Change from FY 2004-2005	
	Actual	Budget	Projected ⁽¹⁾	As of 6/30/05	Recommended	Projected	Amount	Percent
Fines, Forfeitures & Penalties	\$ 41,695,947	\$ 42,500,000	\$ 42,529,866	\$ 42,529,866	\$ 43,380,463	\$ 850,597	1.99%	
Revenue from Use of Money and Property	2,088,501	3,200,000	2,130,271	2,130,271	2,172,877	42,606	2.00	
Total FBA	125,190,637	6,591,681	6,591,681	6,591,681	36,836,785	30,245,104	458.83	
Reserves	0	20,973,579	20,973,579	20,973,579	0	(20,973,579)	-100.00	
Total Revenues	168,975,085	73,265,260	72,225,397	72,225,397	82,390,125	10,164,728	14.07	
Services & Supplies	31,236,309	60,665,260	28,209,365	28,209,365	33,000,000	4,790,635	16.98	
Other Charges	9,331,855	12,600,000	7,179,247	7,179,247	12,500,000	5,320,753	74.11	
Appropriation For Contingencies	0	0	0	0	29,394,729	29,394,729	0.00	
Reserves	121,815,240	0	0	0	7,495,396	7,495,396	0.00	
Total Requirements	162,383,405	73,265,260	35,388,612	35,388,612	82,390,125	47,001,513	132.81	
Balance	\$ 6,591,681	\$ 0	\$ 36,836,785	\$ 36,836,785	\$ 0	\$ (36,836,785)	-100.00%	

(1) Requirements include prior year encumbrance and expenditures. Therefore, the above totals may not match FY 2004-05 projected requirements included in "At a Glance" (Which exclude these).