

# Property and Building Fund

Fund 51 • Capital Projects Fund Type

## PROGRAM DESCRIPTION

The Property and Building Fund, a *capital projects fund*, is funded by transfers from the General Fund and any revenue from surplus real property sales, rental revenue, and interest earnings. In addition, funds expended ahead of bond sales for bond projects are reimbursed upon bond issuance. The purpose of this fund is to accumulate resources dedicated for fire station site acquisition and construction costs for new or existing facilities. This fund is expected to be utilized to purchase land and start construction projects prior to the District's next bond sale upon use of the first 20 million dollars of general obligation bonds issued.

## BUDGET SUMMARY

Expenditures	2005-06 Actual	2006-07 Actual	2007-08 Budget	2008-09 Budget
Capital Outlay	\$2,226,931		\$123,000	<b>\$230,000</b>
Contingency			2,212,500	<b>4,261,293</b>
Ending Fund Balance		\$5,848,944	3,000,000	<b>2,940,000</b>
Total Expenditures	\$2,226,931	\$5,848,944	\$5,335,500	<b>\$7,431,293</b>

## 2008-09 PROJECT DESCRIPTIONS

Project	Cost	Operating Budget Impact
Fire Station Renovations	\$90,000	<b>Station 35</b> – Second phase of multi-phase project to replace aging asphalt driveway with concrete. \$45,000. <b>Station 52</b> – First phase of multi-phase project to replace existing asphalt driveway with concrete. \$45,000.
Administration, Training Center, and Facilities Renovations	140,000	<b>Administration</b> – Third phase of asphalt replacement. \$50,000. <b>Training Center</b> – Third phase of an ongoing project to repair site roads. \$50,000. <b>Facilities</b> – Install vehicle wash area with oil water separator and diversion valve. \$40,000.

# Property and Building Fund

<i>Historical Data</i>			<i>Budget for Next Year 2008-09</i>			
<b>Actual Second Preceding Year 2005-06</b>	<b>Actual First Preceding Year 2006-07</b>	<b>Adopted Budget This Year 2007-08</b>	<b>Resources</b>	<b>Proposed by Budget Officer</b>	<b>Approved by Budget Committee</b>	<b>Adopted by Governing Board</b>
\$4,224,381	\$3,882,796	\$5,123,000	Beginning Fund Balance - Working Capital	\$5,910,480	\$5,910,480	\$5,910,480
215,721	215,817	212,500	Earnings from Temporary Investments	170,813	170,813	170,813
1,566,569			Transfers from Other Funds	1,350,000	1,350,000	1,350,000
	1,723,931		Proceeds from Debt Issuance			
103,056	26,400		Rental Revenue			
<b>\$6,109,727</b>	<b>\$5,848,944</b>	<b>\$5,335,500</b>	<b>Total Resources</b>	<b>\$7,431,293</b>	<b>\$7,431,293</b>	<b>\$7,431,293</b>
			<b>Requirements</b>			
			<b>Capital Outlay</b>			
\$1,995,313			Training Center	\$50,000	\$50,000	\$50,000
70,634			Station Land			
		\$38,000	Station Seismic Upgrades			
			Station 35	45,000	45,000	45,000
			Station 51			
29,982			Station 52	45,000	45,000	45,000
3,513			Station 56			
		60,000	Station 58			
88,344			Station 62			
			Station 66			
6,165			Facilities	40,000	40,000	40,000
32,980		25,000	North Division			
2,226,931		123,000	Administration Complex	50,000	50,000	50,000
		2,212,500	Total Capital Outlay	230,000	230,000	230,000
3,882,796	5,848,944	3,000,000	Contingency	4,261,293	4,261,293	4,261,293
			Reserved for Future Expenditures	2,940,000	2,940,000	2,940,000
<b>\$6,109,727</b>	<b>\$5,848,944</b>	<b>\$5,335,500</b>	<b>Total Requirements</b>	<b>\$7,431,293</b>	<b>\$7,431,293</b>	<b>\$7,431,293</b>

# Capital Projects Fund

Fund 52 • Capital Projects Fund Type

## PROGRAM DESCRIPTION

This fund is utilized to account for the proceeds of general obligation bonds and is active only when there are bond proceeds to be utilized. The District received voter approval at the November 2006 election, and issued bonds in April 2007, to fund emergency response apparatus and station construction projects. Upon expenditure of the first series of bonds, the District will sell the second series of bonds as needed to fund construction of Phase II projects, which are largely now in the design phase.

## BUDGET SUMMARY

Expenditures	2005-06 Actual	2006-07 Actual	2007-08 Budget	2008-09 Budget
Capital Outlay		\$2,083,492	\$13,153,750	<b>\$14,110,000</b>
Contingency			4,000,000	<b>624,730</b>
Ending Fund Balance		16,363,796		
Total Expenditures		\$18,447,288	\$17,153,750	<b>\$14,734,730</b>

## BUDGET TREND

The District's policy is to fund its station capital and station emergency response apparatus needs through the utilization of general obligation bonds, and allow future recipients of the services of these stations and apparatus to pay for the infrastructure. Accordingly, a significant portion of the station construction projects are now budgeted for in the Capital Projects Fund, which is funded from general obligation bonds and investments earnings.

### The District has planned the following projects:

- \$650,000 for station land purchases
- \$3,000,000 for Walnut Street fire station construction
- \$3,095,000 for Station 56/Command and Business Operations Center construction
- \$1,000,000 toward Station 58 seismic reconstruction
- \$590,000 toward Station 53 design and engineering
- \$500,000 toward Station 59 design and engineering
- \$75,000 for Shop four bay reserve apparatus building
- \$1,600,000 for scheduled replacement of three pumper engines
- \$1,540,000 for one scheduled replacement and one additional ladder truck
- \$355,000 for scheduled replacement of two medic units
- \$1,700,000 for final payments on six pumper engines.

**Capital Projects Fund, continued**

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**2008-09 PROJECT DESCRIPTIONS**

<b>Project</b>	<b>Cost</b>	<b>Operating Budget Impact</b>
Station Land Purchases	\$650,000	Should land be purchased for future fire station placement, the operating budget impact is expected to be insignificant until construction of a new fire station is completed in future years.
Station Construction	8,190,000	Construction costs associated with Stations 50, 53, 58, 59, and 56/Command and Business Operations Center. Operating costs for these existing fire stations are not expected to change significantly as personnel will not change and energy efficiency will be gained.
Shop – Four Bay Reserve Apparatus Building.	75,000	Operating costs are not expected to change from current.
Pumper Engines, Ladder Trucks, Medic Units	5,195,000	Final receipt and payment of \$1,700,000 on six pumper replacements, three scheduled pumper replacement units at \$540,000 each, one replacement and one additional ladder truck at \$770,000 each, and two medic unit replacements at \$175,000 each. The additional operating costs of the truck are estimated at \$32,000 per year in maintenance and are budgeted in the General fund. Personnel costs are planned to be redeployed from other units.

# Capital Projects Fund

<i>Historical Data</i>			<i>Budget for Next Year 2008-09</i>			
<b>Actual Second Preceding Year 2005-06</b>	<b>Actual First Preceding Year 2006-07</b>	<b>Adopted Budget This Year 2007-08</b>		<b>Proposed by Budget Officer</b>	<b>Approved by Budget Committee</b>	<b>Adopted by Governing Board</b>
			<b>Resources</b>			
		\$16,750,000	Beginning Fund Balance - Working Capital	\$12,916,430	\$12,916,430	\$14,616,430
	\$171,219	403,750	Earnings from Temporary Investments	118,300	118,300	118,300
	18,276,069		Proceeds from Debt Issuance			
			<b>Total Resources</b>	<b>\$13,034,730</b>	<b>\$13,034,730</b>	<b>\$14,734,730</b>
	\$18,447,288	\$17,153,750				
			<b>Requirements</b>			
			<b>Capital Outlay</b>			
	\$59,497		Bond Issuance Expenses			
	834,034	\$8,828,000	Buildings and Improvements	\$8,265,000	\$8,265,000	\$8,265,000
	967,949	1,478,750	Land	650,000	650,000	650,000
	222,012	2,847,000	Fire Apparatus	3,495,000	3,495,000	5,195,000
	2,083,492	13,153,750	Total Capital Outlay	12,410,000	12,410,000	14,110,000
	2,083,492	13,153,750	Total Expenditures	12,410,000	12,410,000	14,110,000
		4,000,000	Contingency	624,730	624,730	624,730
	16,363,796		Reserved for Future Expenses			
			<b>Total Requirements</b>	<b>\$13,034,730</b>	<b>\$13,034,730</b>	<b>\$14,734,730</b>
	\$18,447,288	\$17,153,750				

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