

Memo



To: Advisory Board of Directors

From: Stacey Yankee, District Administrator
Ingrid S. Penney, Administrative Services Manager

Date: February 20, 2025

Subject: Debt Service Fund 337M, Appropriations Adjustment Request (AAR) for FY2024-25

Background:

The Advisory Board recommended allocations in the FY2024-25 Budget for the Debt Service Fund 337M (A-1, Tax Exempt Bonds) to cover interest expense. During the final budget adjustments adopted in September, the funds were inadvertently placed in Contingency.

Because debt service must be paid, the County Department of Finance (DOF) lifted the budget controls to pay the interest payment. Interest payments for FY2024-25 totaled \$268,000.

Discussion:

County Staff has a package going to the Board of Supervisors to approve mid-year budget adjustments. Carmichael RPD Advisory Board has an opportunity to be included in these mid-year adjustments.

There are sufficient funds in the contingency account and no other debt service obligations due this fiscal year. The current contingency balance is \$345,492; leaving \$77,492 once the \$268,000 is transferred.

RECOMMENDATION: Staff recommends approval for an AAR to cover cost of interest payments made in FY2024-25 on 2022 GO Bond Fund 337M (A-1 Taxable), as follows:

Source of Financing: Contingency GL Account #79790100; Amount \$268,000
Use of Financing: Interest Expense GL Account #30321000; Amount \$268,000

Authorize Staff to submit the AAR recommendation to the Sacramento County Board of Supervisors.