

**COUNTY OF SACRAMENTO  
CALIFORNIA**

For the Agenda of:  
May 10, 2006

To: Board of Supervisors

From: Economic Development & Intergovernmental Affairs

Subject: Approve Appropriation Adjustment Request No.26-072 For Midyear Transfer To  
The Sacramento Public Library Authority From County Library Fund (011A)

Contact: Paul Hahn, Director 874-5889  
Anne Marie Gold, Library Director 264-2830

**Overview**

Fiscal Year 2005-06 brought additional funding for the Library Authority which was made available as a result of better than expected revenues. Sacramento Public Library Authority Board (SPLAB) is requesting the Sacramento County Board of Supervisors to appropriate \$790,154 from County Library Fund (011A), and to transfer such funds to the Library Authority.

**Recommendation**

Approve the attached Appropriation Adjustment Request (AAR) No. 26-072 transferring \$790,154 from County Library Fund (011A) to the Sacramento Public Library Authority.

**Fiscal Impact**

County Library Fund (011A) is set up specifically to pay for countywide library services and is not to be used for general operations of other county operations. In this sense, the funds will be spent by the Library Authority which is its intended purpose. Therefore, there is no negative fiscal impact to the county General Fund.

**BACKGROUND:**

At its February 23, 2006, meeting SPLAB passed Resolution No. 06-06 requesting the Sacramento County Board of Supervisors to appropriate \$790,154 (AAR No. 26-072) from County Library Fund (011A) and transfer such funds to the Library Authority. This additional funding was made available as a result of better than expected revenues from property taxes. The Library Authority will use the increased funding to address increased operating hours at the Elk Grove branch, deferred maintenance in county library facilities and set aside a reserve to help pay the costs of the upcoming classification/compensation study and the negotiations of the Memorandum of Understanding (MOU).

DISCUSSION:

Library staff is in the process of developing a Facilities Master Plan. Use of County Library Fund (011A) as a source of funding for various capital projects will be addressed in that Master Plan, to be brought to the Sacramento County Board of Supervisors for adoption in the December 2006, January 2007 timeframe.

The County Library Fund (011A) has retained \$2,437,493 in the buildings line for Fiscal Year 2005-06. The proposed County Library Fund (011A) budget for Fiscal Year 2006-07, developed in collaboration between SPLAB staff and county staff, increases the amount available for capital projects to \$2,468,791. Uses of Fund 011A for capital projects previously identified by the Board are the North Highlands Library (currently debt financed at \$250,000 per year), completion of the Arcade Remodel Agreement at just slightly less than \$450,000 and debt financing for the Orangevale Library Bond Act Application (approximately \$360,065 per year) conditional upon the passage of a Library Bond Act by California voters in June 2006 and subsequent award of funding by the California State Library's Bond Act Board.

While staff supports this one-time transfer to the Library Authority for deferred maintenance and other listed expenditures, we are aware of the unmet capital construction needs in the Unincorporated Area. County and Library staff will work together to establish a long-term reserve to address these, and future, needs.

FINANCIAL ANALYSIS

There is no financial impact on the general operations of any County of Sacramento department.

The Library Authority will use the increased funding to address increased operating hours at the Elk Grove branch, deferred maintenance in county library facilities and set aside a reserve to help pay the costs of the upcoming classification/compensation study and the negotiations of the MOU.

The detail below describes the Library's need for the requested transfer of \$790,154.

Description	Facility/Activity	Amount
Increase Operating Hours	Elk Grove Branch – 42 hours	\$ 44,936
Deferred Maintenance	Older County facilities	150,000
Additional Personnel Costs	Set aside funding for classification/compensation study and upcoming negotiations of the MOU	595,218
Total		\$790,154

Approve Appropriation Adjustment Request No.26-072 For Midyear Transfer To The Sacramento Public Library Authority From County Library Fund (011A)

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Respectfully Submitted,

APPROVED:

PAUL J. HAHN, Director  
Economic Development &  
Intergovernmental Affairs

TERRY SCHUTTEN  
County Executive

By: \_\_\_\_\_  
GEOFFREY B. DAVEY  
Chief Financial/Operations Officer

Attachment: AAR