

**COUNTY OF SACRAMENTO
CALIFORNIA**

For the Agenda of:
September 9, 2004
9:30 a.m.

To: Board of Supervisors

From: Sacramento County Department of Airports

Subject: Report Back On Changes To Department of Airports Operating and Capital Outlay Schedule 11, Budget Units 3400000/3480000 Respectively

Contact: Susan Purdin, Airports Chief of Accounting and Finance; 874-0624

BACKGROUND:

At the Final Budget Hearings on September 1, 2004, your Board had before you, in the binders prepared by the County Executive's Office, the Department of Airports Operating and Capital Outlay, Schedule 11, (Budget Units 3400000 and 3480000 respectively). The "Memo Only" section appearing at the bottom of the page E-3 contains an error which the Airports Department requests to correct before your Board adopts the Final Budget on September 9, 2004.

DISCUSSION:

The Department of Airports Operating and Capital Outlay, Schedule 11, (Budget Units 3400000 and 3480000 respectively) summarizes the revenues and expenses and contains a "Memo Only" section appearing at the bottom of the page E-3. The "Memo Only" section identifies the amounts proposed to be spent on Land, Improvements and Equipment in the Airports Capital Outlay (Budget Unit 3480000). The Department of Airports requested the addition of \$5.0 million in the Capital Outlay (Budget Unit 3480000) for the purpose of land acquisition. Additionally, the \$5.0 million amount is reflected in the Airport's Capital Improvement Program (CIP) as Land Acquisition/Mitigation which was presented to your Board on June 1, 2004, and again on September 8, 2004.

The \$5.0 million was inadvertently entered into the wrong budget accounts in the budget system. It was entered into accounts associated with expenditures for improvements rather than the land purchase account. We have correctly entered the amount into the correct account in the budget system and the revised Airports Schedule 11 which is before your Board today for adoption. There is no change to the total CEO Recommended Final Airport Capital Outlay 2004-05 Budget which remains at \$83,968,231 and reflects a change from Proposed to Final Budget of \$17,824,559.

Respectfully submitted,

APPROVED:

G. HARDY ACREE
Director of Airports

TERRY SCHUTTEN
County Executive

By: _____
GEOFFREY B. DAVEY
Chief Financial Officer/Operations Officer