

# New Sheriff's Facility Board Update

July 29, 2014

# New Sheriff's Facility

Operational Cost Report

Financing Options

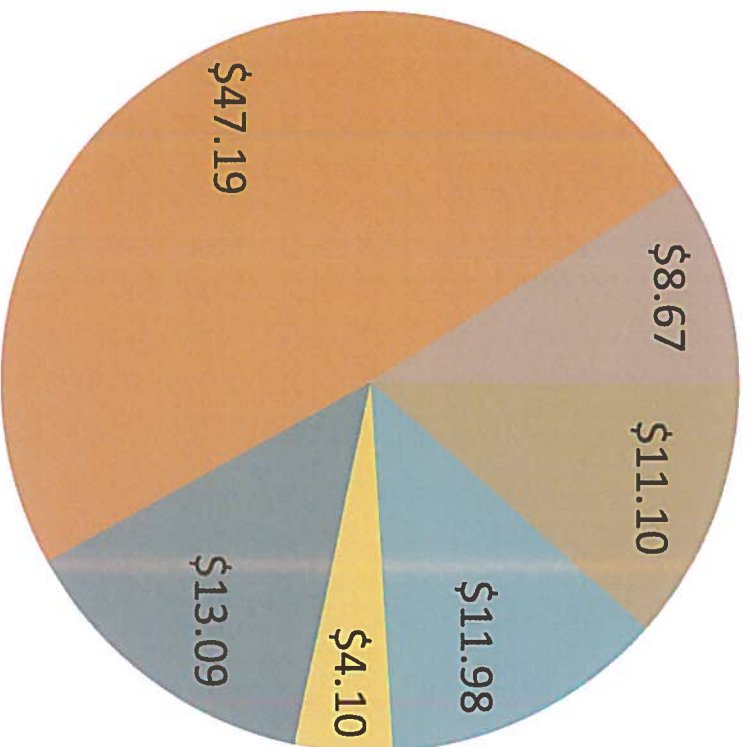
## High Level Overview

Costs Shown are in \$ millions

New Construction Assumed 50 Year Life Span

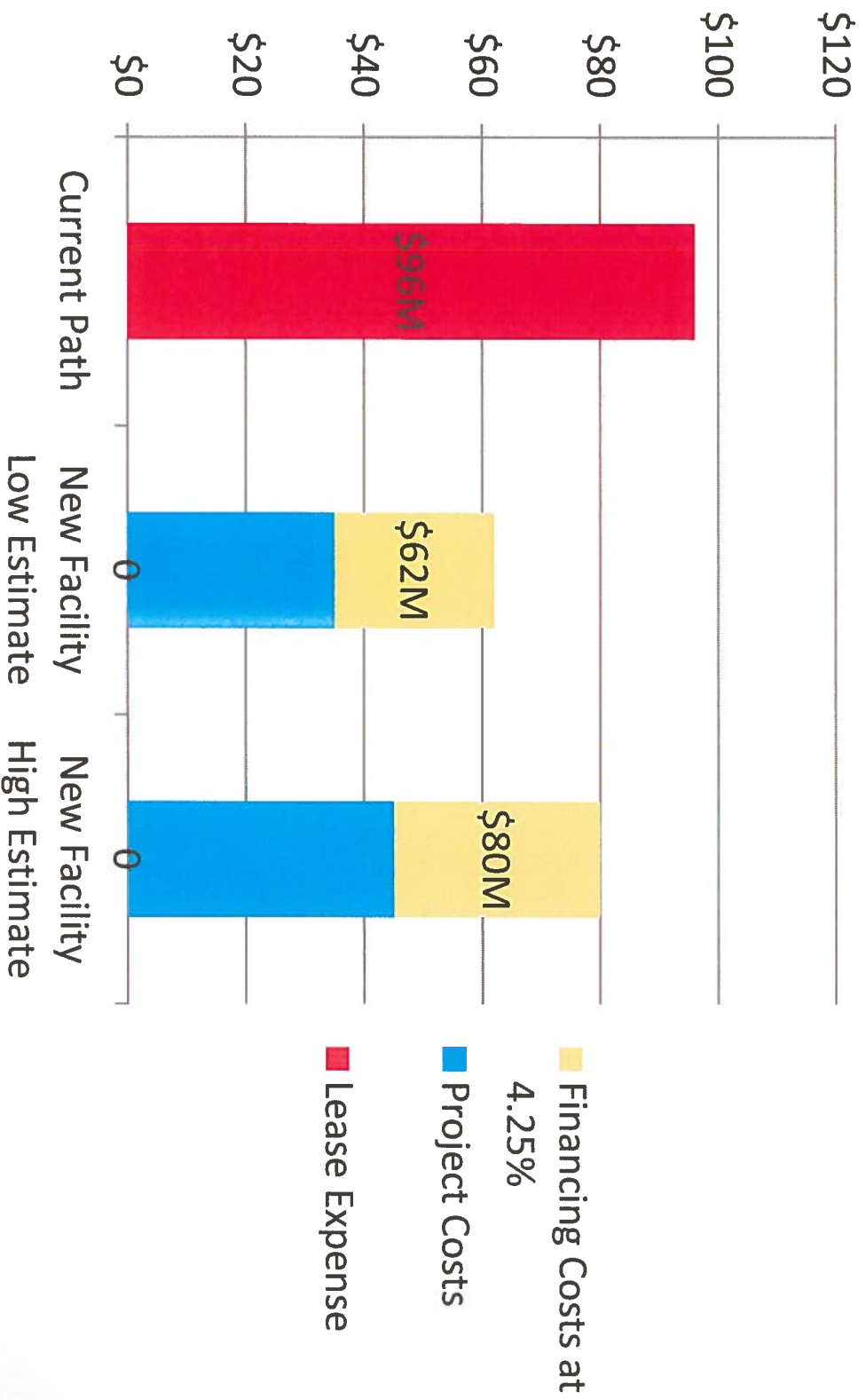
# Cost of Current Leases over 50 Years \$96 million

Lease Costs in Millions



- Support Services
- Investigations/Narcotics
- Radio Shop, Marine Unit
- Fiscal, Admin Lease Offset
- Administration, HQ, Patrol
- Evidence

# Current Operations vs. New Options



# Financing

Many Options

Each Option Can Effect:

Project cost

Project schedule

Project quality

Estimated Annual Cost \$2.7 million

# General Obligation Bonds

Historical Method of Financing

Requires Voter Approval

Must Own Land

Minimum 5 years to completion

Antiquated Contracting Options

# Certificate of Participation

Higher Interest Rate

Lower Construction Cost

Faster Project Delivery

Requires Board Approval



# JPA Financing

Higher Interest Rate than GOB

Reduced Project Duration

Requires Board Approval

Likely Prohibited by Measure A

# Lease-Leaseback

Higher Financing Built Into Lease

Faster Delivery Time

Developer Efficiencies

# Non Profit 6320 Financing

Higher Initial Financing Cost

Lower Project Delivery Cost

Fastest Project Delivery

Requires Board Approved Lease

# Why Alternative Delivery?

Reduces Financial Risk

Reduces Cost Overruns

Expedites Project Delivery

Efficient Project Management

# Summary

Operational Costs \$96 million

Efficient, Low Cost Alternative Financing Options Available

# Questions