



# COUNTY OF SANTA CRUZ

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0059

## PERSONNEL DEPARTMENT

701 OCEAN STREET, SUITE 310, SANTA CRUZ, CA 95060-4073  
(831) 454-2600 FAX: (831) 454-2411 TDD: (831) 454-2123  
DANIA TORRES WONG, DIRECTOR

September 13, 2001

AGENDA: September 25, 2001

## BOARD OF SUPERVISORS

County of Santa Cruz  
701 Ocean Street  
Santa Cruz, CA 95060

### ANNUAL CERTIFICATION OF FINANCIAL RESPONSIBILITY FOR UNDERGROUND STORAGE TANKS CONTAINING PETROLEUM

Dear Members of the Board:

Each year your Board must approve the submission of a Certification of Financial Responsibility for Petroleum Underground Storage Tanks as required by Federal Environmental Protection Agency (EPA) and State Water Resources Control Board (SWRCB) regulations. Under these regulations, within 120 days of the close of each financial reporting year, the County must demonstrate financial responsibility for its petroleum underground storage tanks (UST's). There are a variety of mechanisms that can be used, which are addressed in the regulations, one of which is a State Fund set up for this purpose.

In order to use the Fund, the County must certify financial responsibility for the first \$10,000 per occurrence and aggregate, exclusive of the Fund. This certification can be accomplished through any one of several means specified by the EPA and promulgated by the SWRCB. The mechanism known as the "worksheet test" has been used in prior years because it was the least restrictive option and clearly demonstrated financial responsibility compliance. We are recommending this method be used again to demonstrate financial responsibility for the current reporting period.

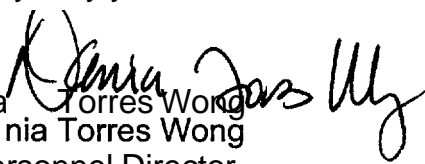
All of the formulas and calculations that comprise this test are specifically set forth in the EPA regulations. The worksheet test must be accompanied by a letter from the Chief Financial Officer in support of the use of the test. The Auditor-Controller has signed the attached letter based on the test results verified by his staff.

Letter to the Board of Supervisors  
County of Santa Cruz  
September 13, 2001  
Agenda Date: September 25, 2001

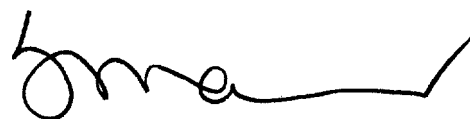
Page Two

It is RECOMMENDED that your Board approve and authorize the County Administrative Officer to sign the attached Certification of Financial Responsibility for Petroleum Underground Storage Tanks.

Very truly yours,

  
Dania Torres Wong  
Dania Torres Wong  
Personnel Director

RECOMMENDED:

  
\_\_\_\_\_  
Susan A. Mauriello  
County Administrative Officer

cc: Auditor-Controller  
Health Services Agency – Environmental Health  
Personnel Department

Attachments

DTW:JM:pb



State of California  
State Water Resources Control Board

For Regulatory Agency Use Only

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# CERTIFICATION OF FINANCIAL RESPONSIBILITY

## FOR UNDERGROUND STORAGE TANKS CONTAINING PETROLEUM

A. I am required to demonstrate Financial Responsibility in the required amounts as specified in Section 2807, Chapter 18, Div. 3, Title 23, CCR

☐ 500,000 dollars per Occurrence

or

☒ 1 million dollars per occurrence

AND

☒ 1 million dollars annual aggregate

or

☐ 2 million dollars annual aggregate

B. COUNTY OF SANTA CRUZ

hereby certifies that it is in compliance with the requirements of Section 2807,

(Name of Tank Owner or Operator)

Article 3, Chapter 18, Division 3, Title 23, California Code of Regulations.

The mechanisms used to demonstrate financial responsibility as required by Section 2807 are as follows:

Mechanism Type	Name and Address of Issuer	Mechanism Number	Coverage Amount	Coverage Period	Corrective Action	Third Party Comp.
FUND WORKSHEET TEST		NONE NONE	\$990,000 10,000			

Note: If you are using the State Fund as any part of your demonstration of financial responsibility, your execution and submission of this certification also certifies that you are in compliance with all conditions for participation in the Fund.

D. Facility Name	Facility Address
SEE ATTACHED LIST	
Facility Name	Facility Address
Facility Name	Facility Address
Facility Name	Facility Address
Facility Name	Facility Address

E. Signature of Tank Owner or Operator

Date

Name and Title of Tank Owner or Operator  
SUSAN A. MAURIELLO

Signature of Witness or Notary

Date

Signature of Witness or Notary  
GAIL BORKOWSKI



# County of Santa Cruz

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## AUDITOR-CONTROLLER'S OFFICE

701 OCEAN STREET, SUITE 100, SANTA CRUZ, CA 95060-4073  
(831) 454-2500 FAX (831) 454-2660

GARY A. KNUTSON, AUDITOR-CONTROLLER

### Chief Deputy Auditor-Controllers

Pam Silbaugh, Accounting  
Suzanne Young, Audit and Systems  
Kathleen Hammons, Budget and Tax

August 29, 2001

To Whom it May Concern:

I am the Chief Financial Officer of the County of Santa Cruz, 701 Ocean Street, Santa Cruz, California. This letter is in support of the use of the local government financial test to demonstrate financial responsibility for taking corrective action and compensating third parties for bodily injury and property damage caused by sudden accidental releases, or nonsudden accidental releases in the amount of at least \$10,000 per occurrence and \$10,000 annual aggregate arising from operating underground storage tanks.

Underground storage tanks at the following facilities are assured by this financial test:

		Number of Tanks
Information Services	701 Ocean Street Santa Cruz, CA 95060	1
GSD Fleet Operations	691 Ocean Street Santa Cruz, CA 95060	1
DPW Maintenance Yard	201 Hihn Street Felton, CA 95018	2
DPW Maintenance Yard	2700 Brommer Street Santa Cruz, CA 95062	2

This owner or operator has not received an adverse opinion or a disclaimer of opinion from an independent auditor on its financial statements for the latest completed fiscal year. Any outstanding issues of general obligation or revenue bonds, if rated, have a Moody's rating of Aaa, Aa, **A**, or Baa or a Standard and Poor's rating of AAA, AA, **A**, or BBB; if rated by both firms, the bonds have a Moody's rating of Aaa, Aa, A or Baa and a Standard and Poor's rating of AAA, AA, A or BBB.

  
Gary A. Knutson  
Auditor-Controller

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PERSONNEL DEPT - 1  
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**PART I: BASIC INFORMATION****1. Total Revenues**

a. Revenues (dollars) 404,634,876

Value of revenues excludes liquidation of investments and issuance of debt.  
Value includes all general fund operating and non-operating revenues, as well as all revenues from all other governmental funds including enterprise, debt service, capital projects and special revenues, but excluding revenues to funds held in a trust or agency capacity.

b. Subtract interfund transfers (dollars) 56,711,299

c. Total Revenues (dollars) 347,923,577

**2. Total Expenditures**

a. Expenditures (dollars) 392,986,374

Value consists of the sum of general fund operating and non-operating expenditures including interest payments on debt, payments for retirement of debt principal, and other total expenditures from all other governmental funds including enterprise, debt service, capital projects, and special revenues.

b. Subtract interfund transfers (dollars) 56,711,299

c. Total Expenditures (dollars) 336,275,075

**3. Local Revenues**

a. Total Revenues (from 1c) (dollars) 347,923,577

b. Subtract total intergovernmental transfers (dollars) 149,155,193

c. Local Revenues (dollars) 198,768,384

**4. Debt Service**

a. Interest and fiscal charges (dollars) 4,390,018

b. Add debt retirement (dollars) 9,611,986

c. Total Debt Service (dollars) 14,002,004

5. Total Funds (dollars) 173,390,865

(Sum of amounts held as cash and investment securities from all funds, excluding amounts held for employee retirement funds, agency funds, and trust funds.)

**WORKSHEET FOR MUNICIPAL FINANCIAL TEST - County Excluding Sanitation**

6. Population (persons) 255,000

**PART II: APPLICATION OF TEST**

7. Total Revenues to Population

a. Total Revenues (from 1c) 347,923,577

b. Population (from 6) 255.000

c. Divide 7a by 7b 1,364.4062

d. Subtract 417 947.4062

e. Divide by 5,212 0.1818

f. Multiply by 4.095 0.7444

8. Total Expenses to Population

a. Total Expenses (from 2c) 336,275,075

b. Population (from 6) 255.000

c. Divide 8a by 8b 1,318.7258

d. Subtract 524 794.7258

e. Divide by 5,401 0.1471

f. Multiply by 4.095 0.6026

9. Local Revenues to Total Revenues

a. Local Revenues (from 3c) 198,768,384

b. Total Revenues (from 1c) 347,923,577

c. Divide 9a by 9b 0.5713

d. Subtract .695 -0.1237

e. Divide by .205 -0.6034

f. Multiply by 2.840 -1.7137

10. Debt Service to Population

a. Debt Service (from 4c) 14,002,004

b. Population (from 6) 255.000

**WORKSHEET FOR MUNICIPAL FINANCIAL TEST - County Excluding Sanitation**

c.	Divide 10a by 10b	<u>54.9098</u>
d.	Subtract 51	<u>3.9098</u>
e.	Divide by 1,038	<u>0.0038</u>
f.	Multiply by - 1.866	<u>-0.0070</u>
11.	Debt Service to Total Revenues	
a.	Debt Service (from 4c)	<u>14,002,004</u>
b.	Total Revenues (from 1c)	<u>347,923,577</u>
c.	Divide 11 a by 11b	<u>0.0402</u>
d.	Subtract .068	<u>-0.0278</u>
e.	Divide by .259	<u>-0.1072</u>
f.	Multiply by - 3.533	<u>0.3786</u>
12.	Total Revenues to Total Expenses	
a.	Total Revenues (from 1c)	<u>347,923,577</u>
b.	Total Expenses (from 2c)	<u>336,275,075</u>
c.	Divide 12a by 12b	<u>1.0346</u>
d.	Subtract .910	<u>0.1246</u>
e.	Divide by .899	<u>0.1386</u>
f.	Multiply by 3.458	<u>0.4794</u>
13.	Funds Balance to Total Revenues	
a.	Total Funds (from 5)	<u>173,390,865</u>
b.	Total Revenues (from 1c)	<u>347,923,577</u>
c.	Divide 13a by 13b	<u>0.4984</u>
d.	Subtract .891	<u>-0.3926</u>
e.	Divide by 9.156	<u>-0.0429</u>
f.	Multiply by 3.270	<u>-0.1402</u>

**WORKSHEET FOR MUNICIPAL FINANCIAL TEST - County Excluding Sanitation**

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## 14. Funds Balance to Total Expenses

a. Total Funds (from 5)	<u>173,390,865</u>
b. Total Expenses (from 2c)	<u>336,275,075</u>
c. Divide 14a by 14b	<u>0.5156</u>
d. Subtract .866	<u>-0.3504</u>
e. Divide by 6.409	<u>-0.0547</u>
f. Multiply by 3.270	<u>-0.1788</u>

## 15. Total Funds to Population

a. Total Funds (from 5)	<u>173,390,865</u>
b. Population (from 6)	<u>255,000</u>
c. Divide 15a by 15b	<u>679.9642</u>
d. Subtract 270	<u>409.9642</u>
e. Divide by 4,548	<u>0.0901</u>
f. Multiply by 1.866	<u>0.1682</u>

16. Add 7f + 8f + 9f + 10f + 11f + 12f + 13f + 14f + 15f + 4.937 5.2705

I hereby certify that the financial index shown on line 16 of the worksheet is greater than zero and that the wording of this letter is identical to the wording specified in 40 CFR Part 280.105( c ) as such regulations were constituted on the date shown immediately below.

Date: August 29, 2001

Signature: Suzanne Young