

## SACRAMENTO METROPOLITAN



Cable  
 Television  
 Commission

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ROBERT E. SMITH  
EXECUTIVE DIRECTOR

June 27, 1983

To: Members, Sacramento Metropolitan Cable Television  
 Commission

From: Bob Smith, Executive Director  
 Sacramento Metropolitan Cable Television Commission

Subject: Commission Budget Status Report - Information Only

The Cable Commission became an independent entity operating under its own budget on April 1, 1983, using \$304,636 advanced by the County and City on a 60/40 ratio. Based upon projections to the end of the fiscal year and actual expenditures for the period prior to June 1, the Commission will have spent on an average, \$41,500 per month. The July 1, 1983 available fund balance in the Cable Television Fund totals approximately \$240,000. (\$180,000 operating balance plus \$60,000 prior bidders deposit = \$240,000) With the increased level of consultant activity expected in the franchise rebidding, and without additional revenues or loans from the City and County, the Commission will cease operation on October 31, 1983, and have approximately \$48,000 remaining in the Fund.

## CASH FLOW SUMMARY

July 1 - Balance = \$240,000

	<u>July</u>	<u>August</u>	<u>September</u>	<u>October</u>
Hammett & Edison	\$15,000	\$10,000	\$20,000	\$30,000
Bleier	7,000	8,000	8,000	10,000
Basic Expenses	21,000	21,000	21,000	21,000
<b>Total Expenditures</b>	<b>43,000</b>	<b>39,000</b>	<b>49,000</b>	<b>61,000</b>
<b>Fund Balance</b>	<b>\$197,000</b>	<b>\$158,000</b>	<b>\$109,000</b>	<b>\$48,000</b>

Should it become necessary, preliminary lay-off notices would be required to the staff in September. The Executive Director's contract requires the Commission to fail to appropriate funds for the position ninety days in advance of termination, therefore, the Commission would have to limit the appropriation for the Executive Director to September of the 1983-84 fiscal year to terminate on October 31, 1983.

If the legislative bodies decide to re-franchise and continue operation of the Commission as recommended, it will be necessary to advance funds in the amount of \$149,314 as the City of Sacramento's 40% share and \$223,971 as 60% from the County of Sacramento (total = \$373,285). The \$45,000 application fee from each bidder will be used to immediately offset the advances, and estimating that at least three bidders will participate in the process generating \$135,000, along with the \$250,000 award acceptance fee, there will be sufficient funds to repay the advances by the end of the 6-month franchising process. Thus, there will be no net cost to the City or County in the 1983-84 fiscal year. Upon receipt, the application and acceptance fees will be deposited in the Cable Television Fund and a prorated reimbursement will be forwarded to the two jurisdictions.

Respectfully submitted,



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BOB SMITH, Executive Director  
Sacramento Metropolitan Cable  
Television Commission

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