

COUNTY OF SANTA CRUZ, CALIFORNIA
NONMAJOR DEBT SERVICE FUNDS
June 30, 2004

Nonmajor debt service funds used by the County are listed below:

The **Redevelopment Agency Bonds** fund accounts for the accumulation of resources for, and the payment of interest and principal on, revenue bonds issued by the Santa Cruz County Public Financing Authority. The bonds were issued for the purpose of financing certain redevelopment activities in the Live Oak/Soquel Community Improvement Project Area, and for refunding outstanding bonds.

The **Local Assessment Bonds** fund account for the accumulation of resources for, and the payment of interest and principal on, special assessment bonds issued by local improvement districts. The bonds were issued to finance the cost of various construction activities and infrastructure improvements which have a special and direct benefit to the related property owners. The County acts as an agent only in these transactions; these bonds do not constitute an indebtedness of the County.