



Legislation Text

File #: ID 16-0479, **Version:** 1

Ordinance to Close Water Resources Bond Fund, Series 2007 (Fund 512) and Transfer Remaining Available Funds to Water Resources Operating Fund (Fund 501) for Debt Service

Department: Water Resources, Financial and Administrative Services
Council District: All

Public Hearing: N/A
Advertising Date/By: N/A

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PURPOSE:

To amend the Water Resources Bond Fund, Series 2007, in preparation to close the fund following completion of capital projects, and to transfer the remaining \$485,397 in cash to the Water Resources Operating Fund for debt service payments.

BACKGROUND:

The City issued \$48,040,000 in Combined Enterprise System Revenue Bonds in 2007 to make certain improvements to the utility's infrastructure, primarily for sewer line/outfall work and construction at the T.Z Osborne Wastewater Treatment Plant. The projects are now complete and unused appropriations of \$253,633 for various projects (primarily for the Stewart Mill/Knox Road Outfall project) need to be reclassified to a "Transfer Out" account via a budget adjustment, along with appropriation of excess interest earnings of \$231,764 in the fund to allow transfer of the remaining \$485,397 in cash to the Water Resources Operating Fund, to support debt service and to close the bond fund.

BUDGET IMPACT:

The Water Resources Bond Fund, Series 2007, budget will be increased by \$231,764 from excess interest earnings in order to appropriate a "Transfer Out" from the fund (along with reclassification of unused appropriations of \$253,633) and the Water Resources Operating Fund will be increased by \$485,397 in order to receive the remaining funds from the Water Resources Bond Fund, Series 2007, to be used for debt service. A budget adjustment will be necessary.

RECOMMENDATION / ACTION REQUESTED:

The Water Resources and Financial and Administrative Services Departments recommend approval of the attached ordinance and associated budget adjustment to provide appropriations to move remaining balances from the Water Resources Bond Fund, Series 2007 to the Water Resources Operating Fund, following the final accounting and in preparation to close the Bond Fund.

COMMITTEE ACTION: This item was referred to Council by the Infrastructure Committee.