

AGENDA



Recommendation for Council Action

Austin City Council	Item ID	67579	Agenda Number	3.
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Meeting Date:	3/2/2017	Department:	Austin Water Utility
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Subject

Approve an ordinance amending the Fiscal Year 2016-2017 Austin Water Operating Budget (Ordinance No. 20160914-001) to increase the transfer in from the Capital Improvement Program by \$1,836,000 and increase the transfer out by \$7,000,000 for debt defeasance; and amending the Fiscal Year 2016-2017 Combined Utility Revenue Bond Redemption Fund (Ordinance No. 20160914-001) to increase the transfer in from the Austin Water Operating Budget by \$22,000,000 and increase other operating requirement expenditures by \$22,000,000 to fund debt defeasance. (Related to Item # 10)

Amount and Source of Funding

Capital Improvement Program transfers of \$22,000,000 from Austin Water's Fiscal Year 2016-2017 Capital Recovery Fee revenue will be used to fund the debt defeasance amount.

Fiscal Note

Two fiscal notes are attached.

Purchasing Language:	
Prior Council Action:	September 14, 2016 - Council approved an ordinance adopting the Operating Budget for Fiscal Year 2016-2017.
For More Information:	David Anders, 512-972-0323; Joseph Gonzales, 512-972-0131; Denise Avery, 512-972-0104
Council Committee, Boards and Commission Action:	February 8, 2017- Recommended by the Water and Wastewater Commission on a 9-0 vote with Commissioners Parker and Maia absent.
MBE / WBE:	
Related Items:	

Additional Backup Information

Austin Water requests approval for a series of transfers that will allow it to reduce the debt owed by the utility. The Capital Improvement Program (CIP) transfers in are from impact fee/capital recovery fee (CRF) collections that are restricted in use by Texas Local Government Code Section 395.012. Allowable uses include paying costs of constructing capital or facility improvements, and pledging the funds for payment of debt service issued to finance capital or facility improvements identified in the Impact Fee Capital Improvements Plan 5-Year Update. The transfer of CRF collections to debt defeasance of \$22,000,000 will be used to reduce Austin Water's debt service.