

# OPERATING BUDGET FISCAL NOTE

**DATE OF COUNCIL CONSIDERATION:**

4/25/19

**DEPARTMENT:**

Austin Water

**FUND:**

Water, Wastewater, and Reclaimed Water Operating

**SUBJECT:** Approve an ordinance amending the Fiscal Year 2018-2019 Austin Water Operating Budget (Ordinance No. 20180913-001) to increase the transfer in from the Capital Improvement Program (CIP) by \$1,000,000 and increase the transfer out appropriations by \$11,000,000 for a net reduction to ending balance of \$10,000,000; and amending the Fiscal Year 2018-2019 Combined Utility Revenue Bond Redemption Fund (Ordinance No. 20180913-001) to increase the transfers in from the Austin Water Operating Budget by \$11,000,000 and increase other operating requirement expenditures by \$11,000,000 to fund debt defeasance. Related to Item #

## CURRENT YEAR IMPACT:

	2018-19 Approved	This Action	2018-19 Amended
Beginning Balance	191,715,190	0	191,715,190
Revenue	565,450,279	0	565,450,279
Transfers In			
General Fund	0	0	0
CIP	34,200,000	1,000,000	35,200,000
Austin Water Utility	13,132,323	0	13,132,323
Support Services/Infrastructure Funds	300,582	0	300,582
Austin Resource Recovery Fund	53,334	0	53,334
Total Transfers In	47,686,239	1,000,000	48,686,239
Total Available Funds	613,136,518	1,000,000	614,136,518
Program Requirements	216,481,960	0	216,481,960
Other Requirements	21,475,364	0	21,475,364
Debt Service	187,999,754	0	187,999,754
Transfers Out	149,243,875		149,243,875
Trf CRF to Debt Defeasance	34,200,000	0	34,200,000
Trf Operating to Debt Defeasance	0	11,000,000	11,000,000
	183,443,875	11,000,000	194,443,875
Total Requirements	609,400,953	11,000,000	620,400,953
Excess (Deficiency) of Total Available	3,735,565	(10,000,000)	(6,264,435)
Ending Balance	195,450,755	(10,000,000)	185,450,755

## FIVE-YEAR ESTIMATED IMPACT:

	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
Total Available Funds	1,000,000	0	0	0	0
Total Requirements	11,000,000	0	0	0	0
Net Budget Impact	(10,000,000)	0	0	0	0

**ANALYSIS / ADDITIONAL INFORMATION:** 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 Chapter 395.012. Allowable uses include paying costs of constructing capital or facility improvements, and pledging for payment of debt service issued to finance capital or facility improvements identified in the Impact Fee Capital Improvements Plan 5-Year Update. The transfers out to CRF to debt defeasance of \$34,200,000 and Operating to debt defeasance of \$11,000,000 for a combined total of \$45,200,000 will be used to reduce Austin Water existing debt service.