

**OPERATING BUDGET
FISCAL NOTE**

DATE OF COUNCIL CONSIDERATION:

3/26/20

DEPARTMENT:

Austin Water

FUND:

Water, Wastewater, and Reclaimed Water Operating

SUBJECT: Approve an ordinance amending the Fiscal Year 2019-2020 Austin Water Operating Budget (Ordinance No. 20190910-001) to increase the transfer in from the Capital Improvement Program by \$5,428,000 and increase the transfer out appropriations by \$5,287,000 for a net reduction to ending balance of \$141,000; and amending the Fiscal Year 2019-2020 Combined Utility Revenue Bond Redemption Fund (Ordinance No. 20190910-001) to increase the transfer in from the Austin Water Operating Budget by \$15,287,000 and increase other operating requirement expenditures by \$15,287,000 to fund debt defeasance.

CURRENT YEAR IMPACT:

	2019-20 Approved	This Action	2019-20 Amended
Beginning Balance	197,908,618	0	197,908,618
Revenue	577,216,450	0	577,216,450
Transfers In			
General Fund	0	0	0
CIP	34,572,000	5,428,000	40,000,000
Austin Water Utility	12,417,313	0	12,417,313
Support Services/Infrastructure Funds	300,582	0	300,582
Austin Resource Recovery Fund	53,334	0	53,334
Total Transfers In	47,343,229	5,428,000	52,771,229
			0
Total Available Funds	624,559,679	5,428,000	629,987,679
Program Requirements	221,918,148	0	221,918,148
Other Requirements	22,409,495	0	22,409,495
Debt Service	186,475,923	0	186,475,923
Transfers Out	110,005,966		110,005,966
Trf to Wastewater CIP Fund	40,000,000	(10,000,000)	30,000,000
Trf CRF to Debt Defeasance	34,713,000	5,287,000	40,000,000
Trf Operating to Debt Defeasance	0	10,000,000	10,000,000
	184,718,966	5,287,000	190,005,966
Total Requirements	615,522,532	5,287,000	620,809,532
Excess (Deficiency) of Total Available	9,037,147	141,000	9,178,147
Ending Balance	206,945,765	141,000	207,086,765

FIVE-YEAR ESTIMATED IMPACT:

	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Total Available Funds	5,428,000	0	0	0	0
Total Requirements	5,287,000	0	0	0	0
Net Budget Impact	141,000	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 \$40,000,000 and Operating to debt defeasance of \$10,000,000 for a combined total of \$50,000,000 will be used to reduce Austin Water existing debt service.