

# OPERATING BUDGET FISCAL NOTE

**DATE OF COUNCIL CONSIDERATION:**

11/30/23

**DEPARTMENT:**

Austin Water

**FUND:**

Combined Utility Revenue Bond Redemption Fund

**SUBJECT:** Approve an ordinance amending the Fiscal Year 2023-2024 Austin Water Operating Budget (Ordinance No. 20230816-008), for the purpose of defeasing and redeeming outstanding bonds by increasing transfers in by \$1,000,000 and increasing transfers out by \$16,000,000; and amending the Fiscal Year 2023-2024 Combined Utility Revenue Bond Redemption Fund (Ordinance No. 20230816-008) to increase transfers in by a net amount of \$16,750,000 and increase expenditures by a net amount of \$16,750,000. Related to Item #23-3337.

<b>CURRENT YEAR IMPACT:</b>	2023-24 Approved	This Action	2023-24 Amended
<b>Beginning Balance</b>	<b>164,109,352</b>	<b>0</b>	<b>164,109,352</b>
<b>Revenue</b>			
<b>Total Revenue</b>	<b>4,432,110</b>	<b>0</b>	<b>4,432,110</b>
<b>Transfers In</b>			
Other Funds	0	750,000	750,000
Austin Energy	170,667,703		170,667,703
Austin Water Utility	227,889,330	16,000,000	243,889,330
<b>Total Transfers In</b>	<b>398,557,033</b>	<b>16,750,000</b>	<b>415,307,033</b>
<b>Total Available Funds</b>	<b>402,989,143</b>	<b>16,750,000</b>	<b>419,739,143</b>
<b>Other Requirements</b>			
Interest payment D/S funds	184,815,873		184,815,873
Principal payment D/S funds	156,640,000		156,640,000
Trf Austin Water Utility to Debt Defeasance	44,000,000	16,750,000	60,750,000
<b>Total Other Requirements</b>	<b>385,455,873</b>	<b>16,750,000</b>	<b>402,205,873</b>
<b>Total Requirements</b>	<b>385,455,873</b>	<b>16,750,000</b>	<b>402,205,873</b>
<b>Over Total Requirements</b>	<b>17,533,270</b>	<b>0</b>	<b>17,533,270</b>
<b>Ending Balance</b>	<b>181,642,622</b>	<b>0</b>	<b>181,642,622</b>

**FIVE-YEAR ESTIMATED IMPACT:**

	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
Total Available Funds	16,750,000	0	0	0	0
Total Requirements	16,750,000	0	0	0	0
Net Budget Impact	0	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 Section 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 from CRF to debt defeasance of \$20,000,000, Operating to debt defeasance of \$40,000,000, and WWW Reserve Fund to debt defeasance of up to \$750,000 for a combined total of up to \$60,750,000 will be used to reduce Austin Water existing debt service.