

Fund 69020 Sewer Bond Parity Debt Service

Focus

Fund 69020, Sewer Bond Parity Debt Service, records debt service obligations incurred from bonds issued in accordance with the 1986 Sewer Bond Resolution. Bond proceeds are used to fund capital improvement requirements in the Wastewater Management Program including upgrades to the treatment facilities serving the County and construction of nutrient removal facilities for the removal of nitrogen as required by the State Water Control Board. The removal of nitrogen will improve the quality of the effluent produced at all of the treatment plants.



An amount of \$23,510,500 is required for this fund in FY 2017 including \$7,980,000 in principal payments and \$15,120,500 in interest payments associated with outstanding 2009, 2012, 2014 and the planned 2017 Sewer Revenue Bonds, as well as \$10,000 in fiscal agent fees and \$400,000 in Bond Issuance Cost for the planned 2017 Sewer Revenue Bonds. Fiscal agent fees are included for the management of all sewer bond accounts. All debt service payments are supported by Sewer System Revenues.

	Principal	Interest	Fees	Total
Sewer Revenue Bonds:				
2009	\$3,105,000	\$6,549,775		\$9,654,775
2012	1,600,000	3,956,350		5,556,350
2014	3,275,000	2,432,375		5,707,375
2017	0	2,182,000		2,182,000
Subtotal-Debt Service	\$7,980,000	\$15,120,500		\$23,100,500
Fiscal Agent Fees			\$10,000	\$10,000
Bond Issuance Cost			\$400,000	\$400,000
Total	\$7,980,000	\$15,120,500	\$410,000	\$23,510,500

Changes to FY 2016 Adopted Budget Plan

The following funding adjustments reflect all approved changes in the FY 2016 Revised Budget Plan since passage of the FY 2016 Adopted Budget Plan. Included are all adjustments made as part of the FY 2015 Carryover Review, and all other approved changes through December 31, 2015.

- ◆ There have been no adjustments to this fund since approval of the FY 2016 Adopted Budget Plan.

Fund 69020

Sewer Bond Parity Debt Service

FUND STATEMENT

Fund 69020, Sewer Bond Parity Debt Service

	FY 2015 Actual	FY 2016 Adopted Budget Plan	FY 2016 Revised Budget Plan	FY 2017 Advertised Budget Plan
Beginning Balance	\$4,484,883	\$2,513,502	\$3,115,565	\$684,215
Transfer In:				
Sewer Revenue (69000) ¹	\$18,500,000	\$18,500,000	\$18,500,000	\$22,900,000
Total Transfer In	\$18,500,000	\$18,500,000	\$18,500,000	\$22,900,000
Total Available	\$22,984,883	\$21,013,502	\$21,615,565	\$23,584,215
Expenditures:				
Principal Payment ²	\$7,615,000	\$7,655,000	\$7,655,000	\$7,980,000
Interest Payments ²	12,224,368	13,241,350	13,241,350	15,120,500
Bond Issuance Costs ³	0	0	0	400,000
Fiscal Agent Fees	4,950	10,000	10,000	10,000
Total Expenditures	\$19,844,318	\$20,906,350	\$20,906,350	\$23,510,500
Non Appropriated:				
Amortization Expense ⁴	\$25,000	\$25,000	\$25,000	\$25,000
Total Disbursements	\$19,869,318	\$20,931,350	\$20,931,350	\$23,535,500
Ending Balance⁵	\$3,115,565	\$82,152	\$684,215	\$48,715

¹ This fund is supported by a Transfer In from Fund 69000, Sewer Revenue.

² The bond principal and interest payments are shown as expenditures. However, for accounting purposes, the Comprehensive Annual Financial Report (CAFR) will show these disbursements as "Construction in Progress" to be capitalized.

³ Represents costs associated with the planned 2017 Sewer Revenue Bonds sale.

⁴ In order to capitalize bond costs, this category is designated as an annual non-appropriated amortization expense. An amount of \$25,000 includes the 2009, 2012, 2014 and the planned 2017 sewer revenue bond sales.

⁵ The Wastewater Management Program maintains fund balances at adequate levels relative to projected debt service requirements. Fund balances fluctuate from year to year based on actual debt requirements and are used to cover amortization of issuance costs.