

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 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 \$45,708,354 is required for this fund in FY 2025, including \$16,935,000 in principal payments and \$28,743,354 in interest payments associated with outstanding 2014, 2016, 2017, 2021A, 2021B, 2024 Bond Series (estimated) and \$30,000 in fiscal agent fees. Fiscal agent fees are included for the management of all sewer bond accounts. All debt service payments are supported by Sewer System Revenues.

Sewer Revenue Bonds				
	Principal	Interest	Fees	Total
Debt Service				
2014	\$4,995,000	\$839,625		\$5,834,625
2016	6,950,000	5,605,731		12,555,731
2017	1,700,000	3,807,000		5,507,000
2021A	3,290,000	8,486,600		11,776,600
2021B	0	895,650		895,650
2024	0	9,108,748		9,108,748
Subtotal	\$16,935,000	\$28,743,354		\$45,678,354
Fiscal Agent Fees			\$30,000	\$30,000
Total	\$16,935,000	\$28,743,354	\$30,000	\$45,708,354

Changes to FY 2024 Adopted Budget Plan

The following funding adjustments reflect all approved changes in the FY 2024 Revised Budget Plan since passage of the FY 2024 Adopted Budget Plan. Included are all adjustments made as part of the FY 2023 Carryover Review and all other approved changes through December 31, 2023.

There have been no adjustments to this fund since approval of the FY 2024 Adopted Budget Plan.

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FUND STATEMENT

Category	FY 2023 Actual	FY 2024 Adopted Budget Plan	FY 2024 Revised Budget Plan	FY 2025 Advertised Budget Plan
Beginning Balance	\$5,720,796	\$692,539	\$999,718	\$1,009,237
Transfers In:				
Sewer Revenue (69000) ¹	\$28,500,000	\$38,400,000	\$38,400,000	\$45,500,000
Sewer Bond Construction (69310) ²	0	1,713,783	1,713,783	0
Total Transfers In	\$28,500,000	\$40,113,783	\$40,113,783	\$45,500,000
Total Available	\$34,220,796	\$40,806,322	\$41,113,501	\$46,509,237
Expenditures:				
Principal Payments ³	\$12,320,000	\$16,100,000	\$16,100,000	\$16,935,000
Interest Payments ³	20,887,863	22,260,481	22,260,481	28,743,354
Bond Issuance Costs	0	1,713,783	1,713,783	0
Fiscal Agent Fees	13,215	30,000	30,000	30,000
Total Expenditures	\$33,221,078	\$40,104,264	\$40,104,264	\$45,708,354
Total Disbursements	\$33,221,078	\$40,104,264	\$40,104,264	\$45,708,354
Ending Balance⁴	\$999,718	\$702,058	\$1,009,237	\$800,883

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

² A Transfer In from Fund 69310, Sewer Bond Construction, was necessary in FY 2024 as this reflects the Underwriter's Discount expense associated with the planned 2024 Sewer Revenue Bonds to be paid from bond proceeds, which are reported as revenue in Fund 69310, Sewer Bond Construction.

³ The bond principal and interest payments are shown as expenditures. However, for accounting purposes, the Annual Comprehensive Financial Report will show these disbursements as "Construction in Progress" to be capitalized.

⁴ 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.