



**Recommendation for
Water & Wastewater Commission**

Commission Meeting Date:	February 8, 2017
Council Meeting Date:	March 2, 2017
Department:	Austin Water

SUBJECT

Approve an ordinance amending the Fiscal Year 2016-2017 Austin Water Operating Budget (Ordinance No. 20160914-001) to increase the transfers in from Capital Improvement Program (CIP) by \$1,836,000 and increase the transfer out appropriations by \$7,000,000 for a net reduction to ending balance of \$5,164,000. Approve an ordinance amending the Fiscal Year 2016-2017 Combined Utility Revenue Bond Redemption Fund (Ordinance No. 20160914-001) to increase the transfer in from Austin Water by \$22,000,000 and increase the transfer out appropriations by \$22,000,000 for a net impact of \$0 to the ending balance. The transfer of CRF collections to debt defeasance of \$22,000,000 will be used to reduce Austin Water debt service.

AMOUNT AND SOURCE OF FUNDING

Capital Improvement Program transfers of \$22,000,000 from Austin Water's Fiscal Year 2016-2017 Capital Recovery Fee revenue will be used to fund the debt defeasance amount.

Purchasing Language:	N/A
Prior Council Action:	September 14, 2016—Council approved an ordinance adopting the Operating Budget for Fiscal Year 2016-2017.
For More Information:	David Anders, 512-972-0323; Joseph Gonzales, 512-972-0131; Denise Avery, 512-972-0104
Boards and Commission Action:	February 8, 2017- To be reviewed by the Water and Wastewater Commission.
MBE/WBE:	N/A

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 transfer of CRF collections to debt defeasance of \$22,000,000 will be used to reduce Austin Water debt service.