

ST. PETERSBURG CITY COUNCIL
Meeting of May 3, 2018

TO: The Honorable Lisa Wheeler-Bowman, Chair, and Members of City Council

SUBJECT:

Approving a transfer in the amount of \$53,500 from the unappropriated balance of the Sanitation Operating Fund (4021) to the Water Resources Operating Fund (4001) to reimburse maintenance costs paid on certain assets; approving a transfer in the amount of \$1,163,972.62 from the unappropriated balance of the Sanitation Operating Fund (4021) to the Water Resources Debt Service Fund (4002) to reimburse prior principal paid in the amount of \$885,428.62 from the Build America Bonds 2010A and in the amount of \$278,544.00 from the 2013A Public Utility Bonds; and providing an effective date.

EXPLANATION:

The City, through its Water Resources Department and Sanitation Department, had previously approved a project as a joint fueling station as part of the City's overall Biosolids project plan, which was funded by Water Resource Bond Proceeds and Sanitation on a 90%/10% basis, respectively. After further review and evaluation, the scope of the project has changed and the Sanitation Department will now use certain assets on a 100% percent basis. As the assets were acquired with Water Resource Debt Proceeds, including \$885,428.62 from the 2010A Build America Bonds and \$278,544.00 from the Public Utility 2013A Bonds, as well as \$53,500 of maintenance costs paid by the Water Resource Operation Fund, and after consultation with bond counsel, it is necessary for the Sanitation Fund to reimburse the Water Resource Public Utility as a "true up" based on the post-issuance change in circumstances. The funds transferred to the Water Resources Debt Service Fund are to be used by Administration to only reimburse prior principal payments made in the amount of \$885,428.62 from the Build America Bonds 2010A and in the amount of \$278,544.00 from the 2010A Public Utility Bonds.

The maintenance costs paid to date (\$53,500 through June 1, 2018) from the Water Resources Operating Fund will also be reimbursed by the Sanitation Fund. Funding for the remaining portion of the maintenance cost for FY18 is available in the Sanitation Operating Fund FY18 Adopted Budget.

RECOMMENDATION:

Administration recommends adoption of the attached resolution.

COST/FUNDING/ASSESSMENT INFORMATION:

Funding for the reimbursements as described above will be available after the above referenced transfers are completed. Funding for the remainder of the FY18 maintenance costs is available in the Sanitation Operating Fund's FY18 Adopted Budget.

ATTACHMENTS: Resolution

APPROVALS:



Chief Financial Officer

DEVIS C. Fuller 4.18.18

Budget & Management

Resolution No. 2018-_____

A RESOLUTION APPROVING A TRANSFER IN THE AMOUNT OF \$53,500 FROM THE UNAPPROPRIATED BALANCE OF THE SANITATION OPERATING FUND (4021) TO THE WATER RESOURCES OPERATING FUND (4001) TO REIMBURSE MAINTENANCE COSTS PAID ON CERTAIN ASSETS; APPROVING A TRANSFER IN THE AMOUNT OF \$1,163,972.62 FROM THE UNAPPROPRIATED BALANCE OF THE SANITATION OPERATING FUND (4021) TO THE WATER RESOURCES DEBT SERVICE FUND (4002) TO REIMBURSE PRIOR PRINCIPAL PAID IN THE AMOUNT OF \$885,428.62 FROM THE BUILD AMERICA BONDS 2010A AND IN THE AMOUNT OF \$278,544.00 FROM THE 2013A PUBLIC UTILITY BONDS; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, in FY15, the Water Resources Department and the Sanitation Department approved a joint fueling station project as part of the City's Biosolids Project; and

WHEREAS, the joint fueling station project was to be 90% funded by Water Resource Bond Proceeds and 10% funded by Sanitation operating funds; and

WHEREAS, the City is no longer moving forward with the joint fueling station as part of the Biosolids Project; and

WHEREAS, certain assets previously purchased for the joint fueling station (including maintenance on such assets) will now be used and maintained by the Sanitation Department on a 100% basis; and

WHEREAS, the Sanitation Department must reimburse the Water Resources Department for payments previously made out of the Water Resources Operating Fund and Water Resources Debt Service Fund for such assets previously purchased for the joint fueling station (including maintenance on such assets); and

WHEREAS, funding for the remaining portion of the maintenance cost is available in the Sanitation Operating Fund FY18 Adopted Budget.

NOW THEREFORE, BE IT RESOLVED by the City Council of the City of St. Petersburg, Florida, that there are hereby approved the following transfers for FY 2018:

Sanitation Operating Fund (4021)

Transfer to: Water Resources Operating Fund (4001)

\$53,500.00

Sanitation Operating Fund (4021)

Transfer to: Water Resources Debt Service Fund (4002)

\$1,163,972.62

BE IT FURTHER RESOLVED that the funds transferred to the Water Resources Debt Service Fund are to be used by Administration to only reimburse prior principal payments made in the amount of \$885,428.62 from the Build America Bonds 2010A and in the amount of \$278,544.00 from the 2010A Public Utility Bonds.

This Resolution shall take effect immediately upon its adoption.

Approvals:

Legal:

Mandy W

Administration:

Andre G. [Signature]

Budget:

E. [Signature]

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