



City Council Agenda Bill

20101

Bill Number

Subject: An Ordinance increasing revenue and expenditures in the Wastewater Fund from the issuance of Revenue Bonds to pay for improvements to the wastewater system.

Summary Statement: On August 13, 2013, the City of Bellingham issued Water and Sewer Revenue Bonds through a competitive bid process. There were six bids received with William Blair & Company, LLC. being the low bidder. The funds were deposited into our account August 27, 2013 and will be used to improve the wastewater treatment plant.

Previous Council Action: Ordinance 2013-08-059 authorizing the issuance of Water and Sewer Revenue Bonds.

Fiscal Impact: The debt service for these bonds will be paid from the wastewater utility fund until 2043.

Funding Source:

Attachments: Ordinance
Bid Results
Aggregate Debt Service Schedule

Meeting Activity	Meeting Date	Staff Recommendation	Presented By	Time
Committee Briefing Council Vote Requested	16-Sep-2013	Vote to Approve	Brian Henshaw	5 min
Third and Final Ordinance	30-Sep-2013	Pass Ordinance		

Council Committee:

Finance and Personnel
Michael Lilliquist, Chair
Gene Knutson; Stan Snapp

Committee Actions:

GK/SS moved to recommend approval. ML concurred.

Agenda Bill Contact:

Brian Henshaw

Reviewed By	Initials	Date
Brian Henshaw, Finance	<i>BH</i>	8/27/13
Ted Carlson, Public Works	<i>TC</i>	8/27/13
Legal	<i>PMR</i>	9/27/13
Mayor	<i>KL</i>	8.27.13

Council Action:

9/16/13 LILLIQUIST / KNUTSON moved approval for first and second reading. MOTION CARRIED 5-1, WEISS opposed. BORNEMANN excused.

ORDINANCE NO. _____

AN ORDINANCE RELATING TO THE 2013 BUDGET INCREASING REVENUE IN THE WASTEWATER FUND FROM THE ISSUANCE OF REVENUE BONDS TO PAY FOR THE EXPANSION OF IMPROVEMENTS TO THE WASTEWATER SYSTEM AND APPROPRIATING \$16,039,500.45 IN RELATED EXPENDITURES.

WHEREAS, the City of Bellingham owns, operates, and maintains a combined water supply and distribution system and sewage collection and disposal system; and

WHEREAS, the system is in need of additions, betterments, and improvements; and

WHEREAS, the city is authorized pursuant to chapters 35.92 and 39.46 RCW to issue revenue bonds payable from operating revenues of the system for the purpose of financing costs of the project; and

WHEREAS, the Bonds were sold on August 13, 2013 by competitive bid.

NOW, THEREFORE, THE CITY OF BELLINGHAM DOES ORDAIN:

Revenue in the Wastewater Fund is hereby increased by \$16,039,500.45 as a result of issuing revenue bonds. The amount of \$16,039,500.45 is hereby appropriated to provide for the issuance costs associated with the bonds and construction of the system improvements. The source of funding will be credited from:

<u>420</u>		<u>WASTEWATER FUND FUND</u>	
	3 663	<u>REVENUES</u>	
420-3663000912100		REVENUE BOND PROCEEDS	\$ 15,785,000.00
420-3663000920000		REVENUE BOND PROCEEDS	\$ 254,500.45
			<u>\$ 16,039,500.45</u>

To be debited as follows:

<u>420</u>		<u>WASTEWATER FUND FUND</u>	
	5 643	<u>PW FINANCIAL MANAGEMENT</u>	
	932	<u>BOND ISSUE EXPENSES</u>	
420-56439328401		DEBT ISSUE COSTS	\$ 97,835.00
420-56439328402		DISCOUNT COSTS	\$ 55,247.50
420-56636196545		CONSTRUCTION - WWTP FACILITY	\$ 15,886,417.95
			<u>\$ 16,039,500.45</u>

PASSED by the Council this _____ day of _____, 2013.

Council President

APPROVED by me this _____ day of _____, 2013.

Mayor

ATTEST: _____
Finance Director

APPROVED AS TO FORM:

Office of the City Attorney

Published:
