



CITY OF SHELTON COMMISSION BRIEFING REQUEST

Agenda Date:

Touch 11/25/13
Brief & 1st Reading 12/02/13
Consent & 2nd Reading 12/09/13

Department: Financial Services
Presented By: Cathy Beierle

APPROVED FOR COMMISSION PACKET:

ROUTE TO:

REVIEWED:

_____ Dept. Head

_____ Finance Director

_____ Attorney

_____ City Clerk

_____ City Administrator

PROGRAM/PROJECT TITLE:

2013 Budget Extension for the Bond
Fund

ATTACHMENTS:

Ordinance #1840-1213

Action Requested:

_____X_____ Ordinance

_____ Resolution

_____ Motion

_____ Other

DESCRIPTION OF THE PROGRAM/PROJECT AND BACKGROUND INFORMATION:

It is necessary to extend the 2013 Budget for the Bond Fund to provide expenditure authority in order to support the refunding of the City's 1999 Limited Tax General Obligation (LTGO) Bonds and the City's 1998 Unlimited Tax General Obligation (UTGO) Bonds.

By refunding the 1999 LTGO Bonds the impact to the General Fund will be reduced each year for the remaining 6 years of this bond debt. By refunding the 1998 UTGO bonds the City property tax payer will see a reduction in the amount of property taxes levied each year for the remaining 4 years of this bond debt.

ANALYSIS/OPTIONS/ALTERNATIVES: N/A

BUDGET/FISCAL INFORMATION:

Refunding the remaining outstanding bonds resulted in an estimated net savings over the remaining life of the bonds as follows: LTGO Bonds \$57,324 UTGO Bonds \$59,802

PUBLIC INFORMATION REQUIREMENTS:

Publish the ordinance extending the 2013 budget for the Bond Fund in the Shelton Journal.

STAFF RECOMMENDATION (if action is recommended, please include the proposed motion):

Request a first reading of Ordinance #1840-1213, extending the 2013 budget for the Bond Fund, and to place Ordinance #1840-1213 on the consent agenda for December 9, 2013 for the second reading and passage.

ORDINANCE NO. 1840-1213

AN ORDINANCE OF THE CITY OF SHELTON, WASHINGTON EXTENDING THE 2013 BUDGET FOR THE BOND FUND, BY PROVIDING ADDITIONAL REVENUES AND EXPENDITURES THAT COULD NOT HAVE BEEN FORESEEN WHEN THE 2013 BUDGET FOR THE CITY WAS ADOPTED.

WHEREAS, the Bond Fund is in need of an additional \$1,718,323 of budgeted funds, to cover the refunding of the City's 1999 Limited Tax General Obligation (LTGO) Bonds and the City's 1998 Unlimited Tax General Obligation (UTGO) Bonds, with additional revenues of \$1,718,323 from the proceeds of the 2013 LTGO and UTGO Refunding Bonds.

NOW, THEREFORE, be it ordained by the City Commission of the City of Shelton, Washington as follows:

Section 1.

The Bond Fund is hereby extended by the amount of \$1,718,323.

Section 2.

This ordinance concerns an appropriation of money and therefore shall take effect five days after passage, approval, and publication as required by law.

INTRODUCED in regular commission meeting this 2nd day of December, 2013.

PASSED in regular commission meeting this 9th day of December, 2013.

Mayor Cronic

ATTEST:

Commissioner Olsen

City Clerk

Commissioner Pannell