

TO: MAYOR AND CITY COUNCIL

FROM: LANELL ENDRES, ASSISTANT CITY ADMINISTRATOR

SUBJECT: CLOSE FUNDS & INTERFUND TRANSFERS

DATE: MARCH 2, 2016

BACKGROUND

In 2012, the City refunded (or refinanced) bonds that were issued in 2006 in order to take advantage of interest savings. The final payment on the 2006 bonds was made in 2015 and we can now close and move the remaining assets and liabilities of that fund into the new debt fund which is a requirement of the new bond.

The 1997 Improvement Bond-Refunding 2003A debt was paid off in 2014 and the assessments have been received with the exception of \$170,307 in deferred assessments. There is currently a small cash balance of under \$3,000 in this fund. I am waiting to hear back from our financial advisor as to which fund this can be closed into. I will have that information at the meeting.

Upon review of other construction funds, we have found that the 2011 West Side I project fund has a negative balance that can be reimbursed by excess funds in the East Side I project fund. I have verified the information with the city engineer and financial advisor.

REQUESTED COUNCIL ACTION

Staff respectfully requests a motion to approve closing Fund 522 – 2006B G.O. PIR Bond Fund into Fund 528 – 2012B G.O. Refunding Bonds Fund, closing Fund 516 – 1997 Improvement-Refunding 2003A into the fund recommended by our financial advisor and transferring funds from Fund 527 – East Side I Project to Fund 523 – West Side I Project in the amount of \$39,098.05.