

CAPITAL FACILITIES FEES FUND

	Actual FY 2009-10	Adopted FY 2010-11	Estimated FY 2010-11	Proposed FY 2011-12	Change
Revenues					
Operating Revenues	\$ 2,838,915	\$ 3,082,970	\$ 2,257,426	\$ 2,257,426	-26.8%
Interest and Rental Income	41,843	41,204	28,843	20,489	-50.3%
Appropriation from Fund Balance	-	-	-	-	0.0%
Total Revenues	\$ 2,880,758	\$ 3,124,174	\$ 2,286,269	\$ 2,277,915	-27.1%
Appropriations					
Transfers to Other Funds	\$ 2,234,220	\$ 3,124,174	\$ 2,127,832	\$ 2,277,915	-27.1%
Transfer to Fund Balance	646,538	-	158,437	-	0.0%
Total Appropriations	\$ 2,880,758	\$ 3,124,174	\$ 2,286,269	\$ 2,277,915	-27.1%

FUND DESCRIPTION

The Capital Facilities Fees Fund was established to account for water and sewer capital facilities fees and are transferred to the Water and Sewer Construction Fund to be spent on eligible capital projects. Capital Facility Fees for new connections to the City's water and sewer systems were established in 1985 to recover capital costs associated with providing water supply, water treatment and wastewater treatment to new water and sewer service customers.

REVENUE DESCRIPTIONS

Operating Revenues – Capital Facilities Fees are charged to new development or facility expansion that results in a greater demand on the City's water supply, water treatment capacity and sewer treatment capacity.

Investment Income – Investment income is gained through the commitment of City funds to investment instruments allowed under State Statute.

As a part of the FY 2002-03 budget, the City Council adopted a new capital facility fee schedule in order to offset a greater portion of debt service related to the expansion of water supply, water treatment and wastewater treatment. In FY 2004-05, Water Capital Facilities Fees were increased by \$200 for each meter size. This increase specifically addressed an on-going automated meter reading program. For FY 2008-09 an increase of approximately 20% in the water capital facility fee for all meter sizes was adopted to help provide funding for future water supply and treatment capital projects. In FY 2010-11 the increase of 5% for Capital Facility Fees for new water and sewer customers/connections reflected the increased capital cost of construction of future new, expanded and/or upgraded facilities. There is no increase proposed for FY 2011-12.

EXPENDITURE DESCRIPTIONS

Transfer to Other Funds – Revenues are transferred to the Water and Sewer Construction Fund to fund eligible capital projects.