

CITY OF COOS BAY CITY COUNCIL
Agenda Staff Report

MEETING DATE March 1, 2016	AGENDA ITEM NUMBER
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TO: Mayor Shoji and City Councilors

FROM: Susanne Baker, Finance Director

Through: Rodger Craddock, City Manager

ISSUE: Supplemental Budget Resolution 16-02 - Coos Bay North Bend Water Board Empire Blvd Water Line Project Loan and

BACKGROUND:

A component of the City of Coos Bay's multi-million dollar grant from the Oregon Department of Transportation (ODOT) for bicycle and sidewalk improvements on south Empire Blvd involves the Coos Bay North Bend Water Board (Water Board) relocating water line infrastructure within the construction boundary. On July 21, 2015 through Resolution 15-07, the City Council authorized the City Manager to execute the loan documents for financial assistance from the Oregon Transportation Infrastructure Bank for the Coos Bay – North Bend Water Board and to submit the application, together with all required documentation, to the Oregon Department of Transportation for consideration.

The amount of the loan, \$808,000, is split between both cities, 50/50, with the Water Board pledging water revenue for the debt service payments. Each City will enter \$404,000 into their respective budgets and financial statements for FYE 16 to comply with Oregon budget law. ORS 294.473 allows appropriation of additional funds through the supplemental budget process with adoption of a resolution by the governing body.

ADVANTAGES:

The City will be in compliance with ORS 294.473 with sufficient expenditure appropriations.

DISADVANTAGES:

None.

BUDGET:

No budgetary impact as the Water Board has pledged water revenues for the debt service payments.

RECOMMENDATION:

It is staff's recommendation the City Council approve adopting Resolution 16-02 a supplemental budget making appropriations for the Oregon Department of Transportation Oregon Transportation Infrastructure Bank (OTIB) Loan for the Coos Bay / North Bend Water Board to Finance the South Empire Blvd Water Line Project.

City of Coos Bay

Resolution 16 – 02

A RESOLUTION OF THE CITY OF COOS BAY, OREGON ADOPTING A SUPPLEMENTAL BUDGET MAKING APPROPRIATIONS FOR THE OREGON DEPARTMENT OF TRANSPORTATION OREGON TRANSPORTATION INFRASTRUCTURE BANK (OTIB) LOAN FOR THE COOS BAY NORTH BEND WATER BOARD (WATER BOARD) TO FINANCE THE SOUTH EMPIRE BLVD WATER LINE PROJECT.

WHEREAS, the City of Coos Bay has complied with the provisions of ORS 294.471 to appropriate funds to adjust one fund's expenditures by less than 10% of the fund's adopted expenditure total; the governing body at a regularly scheduled meeting shall adopt a supplemental budget by resolution stating the need, purpose, and amount of the appropriation; provide notice of the meeting by publishing not less than five days before the meeting noting a supplemental budget will be considered; and

WHEREAS, the existence of the amount of the loan proceeds needed could not have been foreseen at the time of the preparation of the budget for the current fiscal year; and

WHEREAS, the Water Board applied and received a \$808,000 loan through the Oregon Department of Transportation OTIB through the City of Coos Bay for long-term financing of water system improvements on South Empire Blvd ("Project") of which half is the responsibility of the City of Coos Bay; and,

WHEREAS, the City of Coos Bay City Council adopted Resolution 15-07 and authorized the City Manager to execute the loan documents; and

WHEREAS, the City of Coos Bay through the Water Board will receive the loan proceeds in the amount of \$404,000, new appropriations are made as set forth below; and

		<u>General Fund</u>	
Resources	Loan Proceeds		\$404,000
Requirements	Material and Services		\$404,000
	New Total Public Works and Community Development		\$1,443,241
	New Total General Fund		\$13,107,538

The foregoing resolution was duly adopted by the City Council of the City of Coos Bay, Coos County, Oregon this 1st day of March 2016.

Crystal Shoji, Mayor

Attest: _____
Susanne Baker, City Recorder