

Sewer System Construction Fund

Managing Bureau: Bureau of Environmental Services

Statement of Purpose: The Sewer System Construction Fund receives revenues to fund sewer system capital projects. Direct expenditures for capital projects are budgeted within the Sewer System Operating Fund and reimbursed by the Sewer System Construction Fund. The primary resources for the capital program are proceeds from the sale of sewer system revenue bonds, transfers from the Sewer System Operating Fund for cash financing of capital improvements, and line and branch charges from new sewer connections.

Sources of Revenue: Revenues earned in the fund include but are not limited to sewer revenue and limited tax improvement special assessment bond proceeds as well as cash transfers from the Sewer System Operating Fund, Line and Branch “in-lieu-of-assessment” charges, and interest earnings.

Contingency Requirements: Per Financial Policy 2.04, contingency funds should be used to address reasonable but unforeseen requirements within the fiscal year. There are no minimum or maximum contingency requirements for the Sewer System Construction Fund.

Reserve Requirements: There are no reserve requirements for this fund.

Disposition of Funds: City Code Chapter 5.04.460 states that if any of the funds associated with the Sewer System are dissolved and discontinued, then any remaining balances in that fund shall be transferred to the Sewer System Operating Fund.