



Common Council Report

Agenda Item: Discussion and Possible Action Regarding the Proposed 2022 Water, Wastewater and TID Budgets

Meeting Date: April 6, 2022

Presenter: Al Hulick, City Administrator; Kelsie Bannach, City Treasurer;
Mark Langer, City Engineer

Department: City Hall

Conformance with Strategic Plan:

- Affordability & Financial Stability
- Safe, Inclusive, Welcoming Community
- Diverse Opportunities for Fun and Life-Long Learning
- High Performing Organization with Professional Staff
- Environment for Business Success with Thoughtful Growth and Development

Summary

Staff has prepared the 2022 proposed budgets for Water, Wastewater, and TID. These budgets are enterprise or special funds and don't follow the same guidelines and are not tax supported like the general fund budgets that have been previously approved.

Analysis and Key Issues

The 2022 utility budgets have remained consistent with prior years. The Water and Wastewater capital items are reflecting the Capital Improvement Plan approved in 2021. The TID financial projections are estimates that are used for long-term planning. The projections serve as a snapshot in time and could fluctuate based on project demands.

- **Water Utility**

The total scheduled principal and interest payments on the 2015A Water System Revenue Bonds in 2022 is \$232,442.50. The CIP designates \$200,000 to the Water Tower Rehabilitation in 2022. The Water Tower project is expected to come in at a higher cost than what was originally estimated. Future capital funds may need to be allocated towards this project.

- **Wastewater Utility**

The total scheduled principal and interest payments on the 2002 Clean Water Fund Loan Bonds in 2022 is \$275,943.14. This is the final year of payment towards the debt. The capital requests include projects carried forward from 2021 along with portions of projects that will be completed in 2023.



- **Tax Incremental District (TID) Budgets**

Staff has reviewed the projections for TID #6, #7, #9, and #10. Any large items that have not been approved previously by the Council would be brought forward for approval separately. Many of the amounts shown are estimates that are used for the long-term planning of each of the TIDs.

Fiscal Impact

2022 is the final year of debt payment on the 2002 Clean Water Fund Loan. Wastewater will be debt free as of 12/31/2022! All TID's are self-sufficient for 2022 with the exception of TID #10 which is being supported by transfers from other TID's until such time that development occurs or the outstanding debt is repaid.

Recommended Motion

Approval of the proposed 2022 budgets for the Water, Wastewater, TID #6, #7, #9, #10, and #11 budgets.

Attachments

- Water Utility 2022
- Wastewater Utility 2022
- TID #6
- TID #7
- TID #9
- TID #10
- TID #11