

**2019-2020 FISCAL NOTE**

Ordinance/Motion: 2nd Omnibus Ordinance 2019-2020 Biennium  
 Title: Bond Defeasance  
 Affected Agency and/or Agencies: Wastewater Treatment Division (WTD), Dept. of Natural Resources and Parks  
 Note Prepared By: Dan Kaplan, Financial Services Administrator, WTD, DNRP  
 Date Prepared: 8/2/2019  
 Note Reviewed By: Nathaniel Bennett, Executive Analyst, PSB  
 Date Reviewed: 8/30/2019

**Description of request:**

Supplemental appropriation request for funding of an escrow to retire and defease portions of outstanding revenue and limited tax general obligation bonds of Water Quality.

**Revenue to:**

Agency	Fund Code	Revenue Source	2019-2020	2021-2022	2023-2024
DNRP: Wastewater Treatment Division	4611	Cash on hand	\$85,000,000		
TOTAL			<b>\$85,000,000</b>	<b>0</b>	<b>0</b>

**Expenditures from:**

Agency	Fund Code	Department	2019-2020	2021-2022	2023-2024
DNRP: Wastewater Treatment Division	8920	WTD	\$85,000,000		
TOTAL			<b>\$85,000,000</b>	<b>0</b>	<b>0</b>

**Expenditures by Categories**

	2019-2020	2021-2022	2023-2024
Wastewater Treatment Debt Service	\$85,000,000		
TOTAL	<b>\$85,000,000</b>	<b>0</b>	<b>0</b>

**Does this legislation require a budget supplemental?**

This legislation requires a budget supplemental of \$85 million for creation of an escrow to retire and defease individual maturities of its outstanding revenue bonds and limited tax general obligation bonds payable from sewer revenues from from available cash in Water Quality's operating fund (4611) and other available funds. This, in effect, allows WTD to retire higher interest debt. A revised financial plan is attached.