

FISCAL NOTE

Ordinance/Motion: 2016 Omnibus

Title: Request to Defease Sabey Bond

Requesting Agency: KCIT SERVICES (EN_A43200)

This is an appropriation request to defease all bonds related to the tenant improvements at the data center. The funds will be transferred to an escrow that is managed outside of County government.

	FY16	FY17	FY18	FY19	FY20
INTRAGOVERNMENTAL CONTRIBUTIONS (58000)	9,000,000				
Total Expenditure	9,000,000				
Net Impact	-9,000,000				

Bond defeasance is required to restructure the space at the data center. The Executive Finance Committee has approved interfund loan borrowing up to \$8M until 2023, which will offset the temporarily negative fund balance in the KCIT Services Fund. KCIT will recoup the balance after the existing KCIT data center and unified communication bonds are paid off with central rates.