

SPECIAL ASSESSMENT REVOLVING FUND

| | <u>2020 Actual</u> | <u>2021 Budget</u> | <u>2021 Projected</u> | <u>2022 Executive</u> | <u>2022 Adopted</u> |
|----------------------------------|------------------------|------------------------|---------------------------|---------------------------|-------------------------|
| Fund Balance, January 1 | \$ 5,069,297 | \$ 4,523,317 | \$ 6,760,714 | \$ 6,840,015 | \$ 6,840,015 |
| SOURCES | | | | | |
| Special Assessment Repayment | | | | | |
| Principal Repayment | 3,602,951 | 5,500,000 | 4,768,373 | 5,000,000 | 5,000,000 |
| General Obligation Borrowing | - | - | - | - | - |
| Interest on Repayments | 279,555 | 525,000 | 234,800 | 450,000 | 450,000 |
| Investment Income | - | 52,000 | - | 50,000 | 50,000 |
| Other | 30,000 | - | - | - | - |
| TOTAL SOURCES | <u>\$ 3,912,506</u> | <u>\$ 6,077,000</u> | <u>\$ 5,003,173</u> | <u>\$ 5,500,000</u> | <u>\$ 5,500,000</u> |
| USES | | | | | |
| Transfer to Capital Projects | 1,901,171 | 6,657,000 | 4,580,390 | 6,379,000 | 6,379,000 |
| Transfer out to Debt Service | 239,977 | 235,000 | 231,978 | 220,000 | 220,000 |
| Other | 79,941 | 72,000 | 111,504 | 100,000 | 100,000 |
| TOTAL USES | <u>\$ 2,221,089</u> | <u>\$ 6,964,000</u> | <u>\$ 4,923,872</u> | <u>\$ 6,699,000</u> | <u>\$ 6,699,000</u> |
| Annual Net Cash Flow | <u>\$ 1,691,417</u> | <u>\$ (887,000)</u> | <u>\$ 79,301</u> | <u>\$ (1,199,000)</u> | <u>\$ (1,199,000)</u> |
| Fund Balance, December 31 | <u>\$ 6,760,714</u> | <u>\$ 3,636,317</u> | <u>\$ 6,840,015</u> | <u>\$ 5,641,015</u> | <u>\$ 5,641,015</u> |

The Special Assessment Revolving Fund is used as a financing source for the assessable portion of various capital projects included in the Capital Budget. Agencies that have projects partially financed by this fund include Engineering, Traffic Engineering, Parks, Sewer Utility, Stormwater Utility, and Water Utility. The primary source of revenue for the Special Assessment Revolving Fund is the repayment of past assessments. These assessments can be paid either in full or on an installment basis collected in conjunction with the annual property tax bill.

In 2014, the Council authorized \$2 million in funds from General Obligation borrowing to provide additional working capital for the Fund, as recent economic conditions have deferred principal repayments to the Fund. The funding will be recovered over time, but borrowing is required in the short term.