

# STAFF REPORT REGULAR MEETING

**AGENDA DATE:** May 2,2023

**DEPARTMENT:** Water Utilities

**TITLE:**

Resolution No. 10-2023 – Adopting a FY 2023 Budget Amendment for Subregional Wastewater Payment to ECR

**SUMMARY:**

Resolution 10-2023 adopts a budget amendment in the amount of \$240,863 Regional Sewer Fund balance to pay the City of West Palm Beach East Central Regional Water Reclamation Facility (ECR) to meet the 1% cash requirement of the Renewal & Replacement Fund per the Interlocal Agreement.

**BACKGROUND AND JUSTIFICATION:**

The City of Lake Worth Beach sends wastewater from its system, along with seven Subregional partners, to the ECR. The City is party to a 1992 Interlocal Agreement with five entities who share ownership of the ECR, with the City of West Palm Beach providing operations and maintenance of the facility. The City of West Palm Beach recently notified the entities of their balance in the renewal and replacement (R&R) fund, and their review if the partners met the 1% of plant value cash reserves requirement in each entities fund, as required per the Interlocal Agreement. The City of Lake Worth Beach has fallen below the required 1% balance and as such must make a payment to maintain the balance. Many necessary capital projects have been underway at ECR, drawing down the balance of this fund. The provision which established the 1% minimum deposit value is found in "Section 6. Renewal and Replacement Fund", starting on page six of the Interlocal Agreement.

Resolution No. 10-2023 for the budget amendment provides funding for the aforementioned difference required to maintain the 1% of plant value minimum deposit in the City's R&R fund at ECR.

The source of funds will be from the Regional Sewer Fund Balance.

**MOTION:**

Move to approve/disapprove Resolution No. 10-2023 adopting a FY 2023 Budget Amendment for Subregional Wastewater Payment to ECR

**ATTACHMENT(S):**

Fiscal Impact Analysis

Resolution 10-2023

Invoice

ECR Interlocal 1992 Agreement

**FISCAL IMPACT ANALYSIS**

Five Year Summary of Fiscal Impact:

<b>Fiscal Years</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>	<b>2026</b>	<b>2027</b>
<b>Inflows</b>					
Current Appropriation	0	0	0	0	0
Program Income	0	0	0	0	0
Grants	0	0	0	0	0
In Kind	0	0	0	0	0
<b>Outflows</b>					
Current Appropriation	0	0	0	0	0
Operating	\$240,863	0	0	0	0
Capital	0	0	0	0	0
<b>Net Fiscal Impact</b>	<b>\$240,863</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>No. of Addn'l Full-Time Employee Positions</b>					
	0	0	0	0	0

<b>New Appropriation Fiscal Impact:</b>		
	<b>Revenue Source</b>	<b>Expenditure</b>
<b>Department</b>	Regional Sewer	Regional Sewer
<b>Division</b>	N/A	N/A
<b>GL Description</b>	Use of Fund Balance	Contractual Services / Regional Exp - ECR R & R
<b>GL Account Number</b>	405-0000-395.00-00	405-7421-535.34-87
<b>Project Number</b>	N/A	N/A
<b>Requested Funds</b>	\$240,863	\$240,863