

January 10, 2023
Town Council
Regular Meeting
Res. No.

A RESOLUTION TO BUDGET AND APPROPRIATE \$5,000,000 OF DEBT PROCEEDS FOR WATER AND SEWER CAPITAL PROJECTS, AND \$75,090 OF WATER AND SEWER FUND RESERVES FOR DEBT SERVICE IN THE WATER AND SEWER FUND

WHEREAS, the Warrenton Town Council is charged by the Code of Virginia with the preparation of an annual budget for the Town of Warrenton; and

WHEREAS, on June 16, 2022, the Town Council adopted the Town of Warrenton Fiscal Year 2023 Budget; and

WHEREAS, on September 13, 2022, the Town Council authorized the issuance of up to \$5,400,000 in financing for water and sewer projects. The Town subsequently entered into a 17-year loan in the amount of \$5,000,000; and

WHEREAS, at the September 13, 2022 Town Council meeting, the Town Council appropriated \$4,500,000 in American Rescue Plan Act funding for water and sewer projects; and

WHEREAS, at the December 13, 2022 Town Council work session, Town staff presented an overview of water and sewer operations and an updated prioritization of approved Capital Improvement Program projects. Some of the projects identified during this presentation are not currently included in the Fiscal Year 2023 adopted budget and reflect increased cost estimates. Three of the projects are currently appropriated and funded by Water and Sewer reserves; and

WHEREAS, the \$4,500,000 in ARPA funding will be allocated to the Primary Clarifier project and the \$5,000,000 of bond proceeds will be allocated to the following projects: 1) Water Fill Station - \$506,314, 2) Gravity Sludge Thickener Upgrade - \$600,000, 3) Filter Control Valves - \$750,000, 4) Primary Clarifier (project balance) - \$2,274,682, and 5) Water Treatment Plant Clearwell Project (partial funding) - \$869,004; and

WHEREAS, the first interest-only payment for the bond debt service will be due on April 1, 2023 in the amount of \$75,090, which is not appropriated in the Fiscal Year 2023 adopted budget; and

NOW THEREFORE, BE IT RESOLVED, by the Town Council of the Town of Warrenton this 10th day of January 2023, that the Fiscal Year 2023 budget be, and is hereby, amended and budgeted to appropriate \$5,000,000 of bond proceeds to the Water and Sewer projects identified above, to appropriate Water and Sewer reserves in the amount of \$75,090 for the first debt service payment on the bond, and to reduce the use of Water and Sewer reserves for projects identified above by \$1,975,318.

Votes:

Ayes:

Nays:

Absent from Vote:

Absent from Meeting:

For Information:

Finance Department

ATTEST: _____

Town Recorder