



NEVADA COUNTY SANITATION DISTRICT NO. 1
950 MAIDU AVENUE, NEVADA CITY, CA 95959-8617
(530) 265-1411 FAX (530) 265-9849 www.mynevadacounty.com

Sean Powers
Deputy District Administrator

Trisha Tillotson
Director of Public Works

File: 300.103 001

NEVADA COUNTY SANITATION DISTRICT NO. 1 BOARD OF DIRECTORS
Board Agenda Memo

MEETING DATE: February 14, 2017

TO: Board of Directors

FROM: Daniel Chatigny, Chief Fiscal/Administrative Officer

SUBJECT: **Resolution Directing the Auditor-Controller to Amend the Fiscal Year 2016/17 Budget for the Sanitation District No. 1, North San Juan (Zone 4) Sewer Assessment and the Sanitation District No. 1, North San Juan (Zone 4) Operations and Maintenance budget – District IV (4/5 vote required) and Directing the Auditor-Controller to Transfer Funds From Sanitation District No. 1, North San Juan (Zone 4) Sewer Assessment to the Sanitation District No. 1, North San Juan (Zone 4) Operations and Maintenance budget**

RECOMMENDATION: Approve the attached resolution.

FUNDING: Funding is provided by the Sanitation District Zone 4 NSJ Sewer Assessment Fund, which has been funded by annual parcel assessments. This amendment will impact the Sanitation District No. 1, North San Juan (Zone 4) Sewer Assessment budget for Fiscal Year 2016/17. A budget amendment is included for consideration. There is no impact on the County General Fund.

BACKGROUND:

In 1988 the United States Department of Agriculture, through Farmer's Home Administration, issued a Bond in the amount of \$76,130 and offered a loan to the County to construct a sewage collection and treatment system for the community of North San Juan. The payback of the loan was to be made from revenue received from the parcels that received the benefit of the sewage system. The final loan payment was scheduled to be made on September 2, 2018. The actual collection of parcel charges and interest became sufficient to retire the remaining debt balance in this Fiscal Year. The Nevada County Treasurer requested an early bond call of \$6,000.00 and has made the additional payment to fully retire the debt obligation. The early call generated an overall interest savings by retiring the debt early.

This Resolution would adjust the Sanitation District No. 1, North San Juan (Zone 4) Sewer Assessment budget for Fiscal Year 2016/17 to cover the additional debt payment. After the final payment there will be some residual dollars in the North San Juan Sewer Assessment Fund. Because the amount is estimated at less than \$1,000 it is the recommendation of staff to transfer the remaining cash balance plus accrued interest to the Sanitation District No. 1, North San Juan Operations and Maintenance budget to preserve the funds for use within the benefitted community rather than processing refunds to the parcel owners.

Item Initiated by: Daniel Chatigny, Chief Fiscal/Administrative Officer

Approved by: Trisha Tillotson, Director of Public Works

TT:DC:cn

Submittal Date: January 30, 2017

Revision Date: