

Reply to Common Council File No. 021776

From DOA-Budget and Management Division

April 2, 2003

Ref: 03013

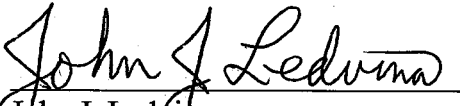
Common Council File Number 021776 contains a substitute resolution that modifies Section 3.04(4) of the Master Resolution for Sewerage System Revenue Bonds. The Master Resolution (CC Res. 991863) is the guiding document for sewer system revenue bond issues.

File 021176 changes the Master Resolution to:

- Extend the period that audited figures, such as the CAFR, may be used for a revenue bond issue. This will allow the use of the most recent *available* CAFR while the audit for the most recent *completed* fiscal year is being prepared. For example, the 2001 CAFR may be used for a mid-2003 revenue bond issue while the 2002 CAFR is being prepared.
- Allow revenues to be adjusted to reflect future increases in sewer maintenance system rates.

These changes are beneficial to the City and bondholders.

RECOMMENDATION: ADOPT COMMON COUNCIL FILE NUMBER 021776.


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