

MINUTES  
.16 Utility Fund Oversight Committee  
June 29, 2012

Members Present: Kay Rippentrop, Charity Doyle, Brett Limbaugh, Mary Floto, Terry Wolterstorff, Ritchie Nordstrom, and Ron Sasso.

Members Absent: Mayor Sam Kooiker, Jordan Mason, Dave Davis, and Dennis Landguth.

Others Present: Dale Tech, Amber Sitts, Stacey Titus, and Brenda Vespested.

Call to Order

Wolterstorff called the meeting to order at 10:00 a.m.

Adopt Agenda

Doyle moved to adopt the agenda as prepared, second by Nordstrom. Motion carried unanimously.

Approval of Minutes

Doyle moved, second by Rippentrop to approve the minutes of the July 27, 2011. Motion carried unanimously.

Balance Report

There was discussion on the balance report and calling the bond in 2013. Sasso moved, second by Doyle to acknowledge the report. Motion carried unanimously.

Request to approve additional projects and amend the schedule and funding levels of previously approved projects.

Wolterstorff reviewed the projects listed on the agenda and explained what needs to happen with each of them. There was discussion on the recovery of funds from these projects. Mayor Kooiker entered the meeting at this time. Doyle moved, second by Sasso to approve the additional projects and amend the funding level of certain existing projects as follows:

Dyess Avenue/Seeger Drive Sewer/Water/Street Project: \$14,100,000.00  
Elk Vale Lift Station Project: \$3,800,000.00  
Morning Star Water/Sewer Project: \$0.00 (Cancelled Project)  
Seeger Drive/143<sup>rd</sup> Avenue/Country Road Water Project: \$2,100,000.00  
Airport Water Project: \$2,000,000.00  
Southside Drive Sewer Project: \$4,150,000.00  
Water Reclamation Facility Water Project: \$1,500,000.00

Motion carried unanimously.

Bonding Options

Doyle moved, second by Nordstrom to call the current bond and proceed with the additional \$22,000,000.00 bond. Motion carried unanimously.

Adjourn

There being no further business, a motion was made by Doyle, second by Nordstrom to adjourn the meeting at 10:45 a.m. Motion carried unanimously.

**FILE NAME: DRAFT Utility Bond Spreadsheet**

CITY OF RAPID CITY, SOUTH DAKOTA CASH FLOW ANALYSIS  
Fund 605, Utility Facility Fund  
Computed 5/16/2012

		2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	Total
		<i>Actual</i>	<i>Budget</i>	<i>Budget</i>	<i>Budget</i>	<i>Budget</i>	<i>Budget</i>	<i>Budget</i>	<i>Budget</i>	<i>Budget</i>	<i>Budget</i>	
<b>**SOURCES OF FUNDS**</b>												
Balance Forward - Does not include Reserve		9,497,288	8,367,951	3,449,018	13,724,965	4,287,919	1,119,210	1,052,457	1,065,318	1,061,815	1,043,121	1,119,210
Reserve				1,627,000								1,627,000
<b>UNRESERVED FUND BALANCE</b>		<b>9,497,288</b>	<b>8,367,951</b>	<b>5,076,018</b>	<b>13,724,965</b>	<b>4,287,919</b>	<b>1,119,210</b>	<b>1,052,457</b>	<b>1,065,318</b>	<b>1,061,815</b>	<b>1,043,121</b>	<b>2,746,210</b>
Sales Tax Receipts (+3% for 2013; 2% remaining yrs)		3,696,516	3,431,763	3,845,486	3,922,396	4,000,844	4,080,860	4,162,478	4,245,727	4,330,642	4,417,255	40,133,966
Sales Tax Audit		25,401										25,401
Pactola Reallocation Contract Reimbursement - Principal 9/			1,700,000									1,700,000
Pactola Reallocation Contract Reimbursement - Interest			51,000									51,000
Interest Earnings (3% YR)		221,670	269,609	201,091	460,559	177,448	82,386	80,384	80,770	80,664	80,104	1,734,684
Elk Vale Repayment from Sewer Utility		60,000	60,000	60,000	60,000	183,000						423,000
TID42 Elk Creek/Timmons Reimbursement		360,328										360,328
TID 56 Rushmore Crossing Reimbursement		501,979										
<b>PROPOSED BOND</b>				<b>22,000,000</b>								
<b>TOTAL REVENUE</b>		<b>4,865,894</b>	<b>5,512,372</b>	<b>26,106,576</b>	<b>4,442,955</b>	<b>4,361,291</b>	<b>4,163,247</b>	<b>4,242,861</b>	<b>4,326,497</b>	<b>4,411,306</b>	<b>4,497,358</b>	<b>44,428,379</b>
<b>**USES OF FUNDS**</b>												
	<b>DATE FUNDING APPROVED</b>											
	<b>PROGRESS OF PROJECT</b>											
Water Reclamation Construction			500,000									500,000
Dyess Ave/Seeger Dr Sewer		1/28/2011	2011/2012 Construction	1,279,930	7,300,000	3,500,000	3,300,000					15,379,930
Mail Drive LaCrosse to Maple Sewer <sup>1</sup>			2011 Construction		750,000							750,000
E Anamosa Road <sup>2</sup>			2011 Construction	1,250,000								1,250,000
Jolly Lane Lift Station			Completed	174,000								174,000
Elk Vale Rd Lift Station			2016 Construction	(657,160)	3,800,000		0					3,142,840
Morningstar			Unknown Construction									0
Deadwood Ave Water/Sewer Mains (McCarthy Properties) <sup>1</sup>		8/15/2011		520,000								520,000
Seeger, 143rd, Country Rd Water Extension (Prairie Meadows) <sup>1</sup>		8/15/2011		-	2,100,000							2,100,000
Airport Water Main				2,000,000								
Southside Drive Sewer (Elks Club Sewer Interceptor)					4,150,000							
Water Reclamation Facility Water Main					1,500,000							
Street projects			2011-2020	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	15,000,000
Future Projects				1,598	-	900,000	900,000	1,000,000	1,000,000	1,100,000	1,200,000	8,401,598
Debt Service*				1,946,864	1,861,305	6,257,630						10,065,799
Debt Service*					-	1,730,000	1,730,000	1,730,000	1,730,000	1,730,000	1,730,000	1,730,000
<b>TOTAL USES</b>				<b>5,995,231</b>	<b>10,431,305</b>	<b>17,457,630</b>	<b>13,880,000</b>	<b>7,530,000</b>	<b>4,230,000</b>	<b>4,330,000</b>	<b>4,430,000</b>	<b>57,284,166</b>
<b>INCREASE (DECREASE) IN BALANCE</b>				<b>(1,129,337)</b>	<b>(4,918,933)</b>	<b>8,648,946</b>	<b>(9,437,045)</b>	<b>(3,168,709)</b>	<b>(66,753)</b>	<b>12,861</b>	<b>(3,503)</b>	<b>(18,694)</b>
<b>BALANCE CARRIED FORWARD</b>				<b>8,367,951</b>	<b>3,449,018</b>	<b>13,724,965</b>	<b>4,287,919</b>	<b>1,119,210</b>	<b>1,052,457</b>	<b>1,065,318</b>	<b>1,043,121</b>	<b>1,010,480</b>
												<b>(10,109,577)</b>

<sup>1</sup>To be repaid from connection fees

<sup>2</sup>To be repaid from TID 49/City @100% until repaid

\*If bonds are called in 2013 - saves \$261,481.25 in interest expense

Revenue Not included as no telling of the timing

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**PROOF:**

Cash in Bank	7,362,932	
Cash w/fiscal agent	2,632,019	
Reserves	(1,627,000)	(1,627,000)
	<u>8,367,951</u>	<u>(1,627,000)</u>
Variance	(0)	<u>5,076,018</u>