1 CITY OF SANTA FE, NEW MEXICO 2 **RESOLUTION NO. 2016-19** 3 **INTRODUCED BY:** 4 5 Councilor Joseph M. Maestas Councilor Christopher M. Rivera 6 Councilor Peter N. Ives Councilor Signe I. Lindell 7 Councilor Ronald S. Trujillo 8 9 10 A RESOLUTION 11 DIRECTING STAFF TO USE THE WATER ENTERPRISE FUND TO REPAY IN FULL 12 THE BALANCE OF THE 2006 WATER CAPITAL OUTLAY BOND IN THE AMOUNT 13 OF THIRTY-THREE MILLION SIX-HUNDRED NINETY THOUSAND DOLLARS. 14 15 WHEREAS, the City of Santa Fe issued a Water Capital Outlay Bond in 2006 to finance the Water Utility's capital program and debt associated with the purchase of the water system 16 17 from the Public Service Company of New Mexico; and 18 WHEREAS, the current balance of this debt is \$33,690,000; and 19 WHEREAS, this debt will be callable on June 1 of 2016; and 20 WHEREAS, early repayment of this debt will save the Water Division nearly \$7.9 21 million in interest payments and allow the Water Division to be one step closer to being a truly 22 self-sustaining enterprise fund that will not require dedicated gross receipts tax funding; and 23 WHEREAS, early repayment will allow the Water Division to use the approximately 24 \$4.4 million in annual principal and interest payments towards operation, maintenance, debt 25 service and capital improvements; and

1	WHEREAS, the water enterprise fund has sufficient reserves to pay the outstanding
2	principle outright; and
3	NOW, THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE
4	CITY OF SANTA FE that staff is hereby directed to use the reserves in the Water Division
5	enterprise fund to repay in full the balance of the 2006 Water Capital Outlay Bond in the amount
6	\$33,690,000 by June 1 of 2016.
7	PASSED, APPROVED AND ADOPTED this 24th day of February, 2016.
8	
9	Jown M. / W
10	JAVIER M. GONZALES, MAYOR
11	ATTEST:
12	
13	youande y nig
14	(YOLANDA Y. VIGIL, CITY CLERK
15	APPROVED AS TO FORM:
16	
17	July July for
18	KELLEY A. BRENNAN, CITY ATTORNEY
19	
20	
21	
22	
23	
24	

M/Legislation/Resolutions 2016/2016-19 Water Bond Payoff