

Expenditure Adjustments:

Appropriate:

1. On the August 2, 2016 agenda is an agreement regarding the Verona Sewers. If the agreement is passed, the following appropriation authority is necessary to complete the expenditure transaction.

The City has discussed this agreement briefly in its February 2016 meeting when an appropriation was made for the following : development agreement to assist with the financing of the sanitary sewer in the Verona subdivision area. Funding to pay from developer contributions and assessments on the plots. The request for \$300,000 appropriation was granted.

The estimated cost total of the agreement is \$1,280,102.63. Therefore the amount needed to be requested is \$1,280,102.63 less the original appropriation of \$300,000 leaving a net total of \$980,102.63 still to be appropriated.

Sanitary Sewer Agreement, Verona, Capital Outlay	\$	980,102.63
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2. Cash funding for the Verona Sewers will come from two places - a contribution from the Spectrum Developer and assessments on each individual plot. Because the funding will come in over time (a period estimated to be in the 6 to 8 years), the City needs to advance the funding from the General Fund. The City will be repaid from the Sanitary Sewer Agreement fund on a yearly basis that will also include paying interest on the advance.

General Fund, Advance		1,280,102.63
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