



**APPROVAL OF TRANSACTIONS
NECESSARY TO CLOSE-OUT THE FY
2017-18 TOWN FINANCIAL
RECORDS AND ASSOCIATED
ADJUSTMENTS NECESSITATED IN FY
2018-19**

Town Council Meeting

October 3, 2018

PURPOSE OF PRESENTATION

Review the Recommended Financial Transactions

1. FY 17-18 Fund-to-Fund Loans
2. FY 17-18 Budget Adjustments
3. FY 18-19 Carry-Forward Budget Reallocations
4. FY 18-19 Budget Adjustments
(Necessitated by FY 17-18 Fund-to-Fund Loans)



OVERVIEW

- Does Not Increase the Expense Authority of Either Fiscal Year Budget
- Reflects Recommended Accounting and Budget Practices
 - Address Budget to Actual Variances



1.FY 17-18 FUND-TO-FUND LOANS

Types of Loans:

- Advance Repayments to Developers for Streets
- Land Purchased for Resale in Town Center
- Address Short-Term Cash Flow Needs for Transportation and Public Safety



FUND-TO-FUND LOAN SUMMARY

Loan Type	6/30/17	New Loans	Payoffs	6/30/18
Repayments to Developers for Streets	\$18.8M	\$6.6M	(\$1.4M)	\$24.0M
Land Purchase for Resale in Town Center	\$3.2M		(\$1.6M)	\$1.6M
Address Short-Term Cash Flow for Streets and Public Safety Projects	<u>\$12.3M</u>		<u>(\$12.3M)</u>	<u>\$0</u>
TOTAL	\$34.3M	\$6.6M	(\$15.3M)	\$25.6M

2.FY 17-18 BUDGET ADJUSTMENTS

- Approved by the Town Council Routinely / As Needed During the Fiscal Year
- These Represent the Adjustments Discovered While Preparing the FY 17-18 Financial Statements



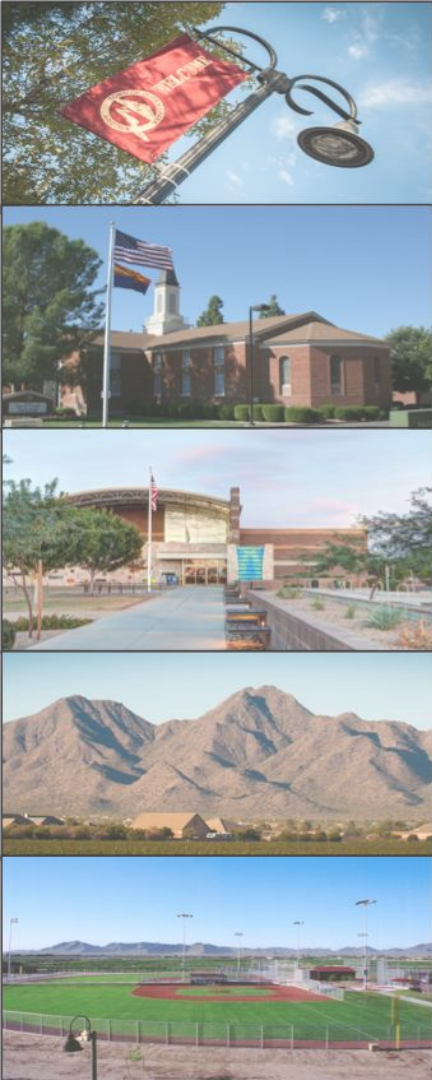
2.FY 17-18 BUDGET ADJUSTMENTS

(CONCLUDED)



- Amount: \$2.8M
- 6 Adjustments Related to Contractual Obligations for Infrastructure
- Does Not Increase Spending Authority

3.FY 18-19 CARRYFORWARD ADJUSTMENTS



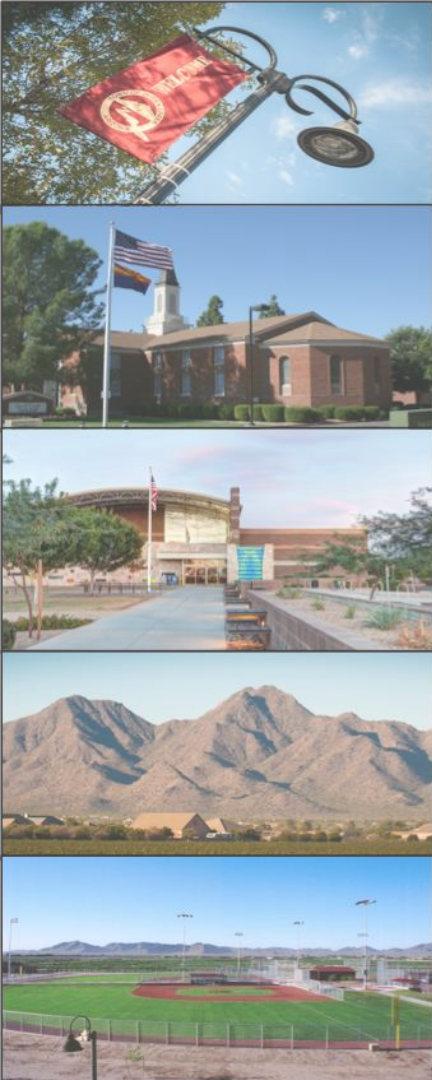
Executed Contracts Not Complete at Year-End (201 Contracts)	\$38.5M
Approved Budgeted Amounts for Projects in Which Contracts Had Not Yet Been Awarded at Year-End	<u>\$14.5M</u>
Total Carryforward	\$53M*

* FY 18-19 Included Authorization for \$62.8M

4.FY 18-19 BUDGET ADJUSTMENTS

- Necessitated by FY 2017-18 Fund-to-Fund Loans (#1)
- Adjusts Principal Expense and Interest Expense and Revenue in the Affected Funds
 - Example: Town Center Loan Paid Off at 6/30/18 so FY 18-19 Budget Transactions Eliminated





STAFF RECOMMENDATION

Motion to

- 1) Approve Resolution 1231-18 authorizing the early repayment of interfund loans in the amount of \$13,910,947; refinancing an existing interfund loan of \$11,363,591; and establishing a new interfund loan of \$6,627,668
- 2) Approve FY 17/18 year-end budget reallocations of \$2,843,094
- 3) Approve FY 18/19 carry-forward budget reallocations of \$53,017,970
- 4) Approve FY 18/19 budget adjustments related to interfund loan activity



QUESTIONS AND COMMENTS