

RESOLUTION NO. 21-

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF FORT LAUDERDALE, FLORIDA, CREATING A CAPITAL RESERVE FOR THE CITY'S WATER AND SEWER SYSTEM, ESTABLISHING A FUNDING PLAN FOR THE CAPITAL RESERVE, AND PROVIDING FOR SEVERABILITY, RESCISSION OF CONFLICTING RESOLUTION PROVISIONS, AND AN EFFECTIVE DATE.

WHEREAS, the City desires to establish, fund, and maintain a capital reserve in the Water and Sewer System for the purpose of planning for, designing, and constructing a new water treatment plant, for which the City may issue bonds; and

WHEREAS, it is in the best interest of the City of Fort Lauderdale and its citizens to establish a capital reserve to fund anticipated costs associated with a new water treatment plant in the City's Water and Sewer System; and

WHEREAS, the capital reserve will be used in conjunction with a multi-year capital improvement program to be reviewed annually during the City's budget process to plan for, design, and construct a new water treatment plant;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF FORT LAUDERDALE, FLORIDA:

SECTION 1. That there is hereby created a Capital Reserve for the City's Water and Sewer System ("Capital Reserve"), which shall remain open and accumulate funds for a period not to exceed four years unless renewed by the City Commission.

SECTION 2. That a funding plan for the Capital Reserve is established as follows:

- (a) Fiscal year 2022: 4.6% of water revenue;
- (b) Fiscal year 2023: 9.0% of water revenue;
- (c) Fiscal year 2024: 13.19% of water revenue; and
- (d) Fiscal year 2025: 17.18% of water revenue.

SECTION 3. That the Capital Reserve is established to provide funds for anticipated capital improvements as identified in the City's five-year capital improvement program, and may include the following:

- (a) providing improvements to the water system; or
- (b) providing a new water treatment facility; or

(c) both (a) and (b) of this Section.

SECTION 4. That no funds shall be expended from the Capital Reserve without approval by the City Commission through the budget process or other City Commission action.

SECTION 5. That if any clause, section, or other part of this Resolution shall be held invalid or unconstitutional by any court of competent jurisdiction, the remainder of this Resolution shall not be affected thereby, but shall remain in full force and effect.

SECTION 6. That all resolutions or parts of resolutions in conflict herewith, be and the same are hereby rescinded.

SECTION 7. That this Resolution shall take effect on October 1, 2021.

ADOPTED this _____ day of _____, 2021.

Mayor
DEAN J. TRANTALIS

ATTEST:

City Clerk
JEFFREY A. MODARELLI