

RESOLUTION NO. 19-R-76

A RESOLUTION BY THE CITY COUNCIL OF THE CITY OF SCHERTZ, TEXAS AUTHORIZING THE SCHERTZ/SEGUIN LOCAL GOVERNMENT CORPORATION (SSLGC) BUDGET AMENDMENT FOR FISCAL YEAR 2018-2019 IN THE AMOUNT OF \$3,000,000. AS A TRANSFER TO THE SSLGC REPAIR/REPLACEMENT FUND AND IN THE AMOUNT OF \$500,000. AS A TRANSFER TO THE RATE STABILIZATION FUND AND OTHER MATTERS IN CONNECTION THEREWITH.

WHEREAS, the Schertz Seguin Local Government Corporation (SSLGC) has a retained earnings policy that sets a reserve operating fund balance at three months of operating revenue; and

WHEREAS, after the Fiscal Year 2017-2018 Comprehensive Annual Financial Report was completed, it showed that the SSLGC reserve operating fund balance exceeded its recommended balance by over \$3,500,000; and

WHEREAS, the SSLGC Board of Directors has recommended and approved reallocating \$3,000,000 to the SSLGC Repair/Replacement Fund for use in future water system improvement projects and/or for unanticipated maintenance or repairs and \$500,000 to the Rate Stabilization Fund; and

WHEREAS, the City staff of the City of Schertz (the "City") agrees with the SSLGC Board's action and has recommended that the City approve the Schertz/Seguin Local Government Corporation Fiscal Year 2018-2019 budget amendment; and

WHEREAS, the City Council has determined that it is in the best interest of the City to approve the budget amendment to ensure that the citizens and businesses of Schertz continue to receive excellent and vital water service.

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SCHERTZ, TEXAS THAT:

Section 1. The City Council hereby authorizes the approval of the Schertz/Seguin Local Government Corporation Fiscal Year 2018-2019 budget amendment.

Section 2. The recitals contained in the preamble hereof are hereby found to be true, and such recitals are hereby made a part of this Resolution for all purposes and are adopted as a part of the judgment and findings of the City Council.

Section 3. All resolutions, or parts thereof, which are in conflict or inconsistent with any provision of this Resolution are hereby repealed to the extent of such conflict, and the provisions of this Resolution shall be and remain controlling as to the matters resolved herein.

Section 4. This Resolution shall be construed and enforced in accordance with the laws of the State of Texas and the United States of America.

Section 5. If any provision of this Resolution or the application thereof to any person or circumstance shall be held to be invalid, the remainder of this Resolution and the application of such provision to other persons and circumstances shall nevertheless be valid, and the City Council hereby declares that this Resolution would have been enacted without such invalid provision.

Section 6. It is officially found, determined, and declared that the meeting at which this Resolution is adopted was open to the public and public notice of the time, place, and subject matter of the public business to be considered at such meeting, including this Resolution, was given, all as required by Chapter 551, Texas Government Code, as amended.

Section 7. This Resolution shall be in force and effect from and after its final passage, and it is so resolved.

PASSED AND ADOPTED, this 25th day of June, 2019.

CITY OF SCHERTZ, TEXAS

Mayor, Michael R. Carpenter

ATTEST:

City Secretary, Brenda Dennis

(CITY SEAL)