

 <p style="text-align: center;"><b>Council Communication</b> Office of the City Manager</p>	<b>Date:</b>	September 11, 2017
	<b>Agenda Item No.</b>	<b>55</b>
	<b>Roll Call No.</b>	<b><u>17-1600</u></b>
	<b>Communication No.</b>	<b><u>17-639</u></b>
	<b>Submitted by:</b>	<b>Bob Fagen, Finance Director</b>

**AGENDA HEADING:**

Transfer of surplus funds from municipal sanitary sewer utility to the City of Des Moines.

**SYNOPSIS:**

Recommended approval of resolution to transfer surplus funds from municipal sanitary sewer utility into a separate sub-fund of the City General Fund. The City Finance Department analyzed the financial stability of the municipal sanitary sewer utility and determined a surplus was available after making all deposits into all funds required by the terms, covenants, conditions and provisions of outstanding revenue bonds, pledge orders and other obligations which are payable from the revenues of the municipal sanitary sewer utility.

**FISCAL IMPACT:**

Amount: \$8,200,000

Funding Source: Available surplus funds from the municipal sanitary sewer utility transfer to a sub-fund of the City General Fund.

**ADDITIONAL INFORMATION:**

- The surplus transfer is intended to be a loan as a funding mechanism for the Put Agreement at 101 Locust Street (former YMCA site) and the economic development grant in the urban renewal development agreement in the vicinity of 1300 Tuttle Street (Gray’s Station) with the intent to repay the municipal sanitary sewer utility plus interest.

**PREVIOUS COUNCIL ACTION(S):**

Date: August 7, 2017

Roll Call Number: [17-1311](#)

Action: [Approving](#) Put Agreement with HTC Properties to purchase real estate at 101 Locust Street if demanded by May 31, 2018 subject to a ninety-day extension by the seller, \$5,200,000. ([Council Communication No. 17-568](#)) Moved by Hensley to adopt. Motion Carried 7-0

Date: August 14, 2017

Roll Call Number: [17-1408](#)

Action: Items regarding Gray's Station in the vicinity of 1300 Tuttle Street: ([Council Communication No. 17-603](#))

- (B) [Urban](#) Renewal Development Agreement with HRC NFS I, LLC and Hubbell Realty Company.  
Moved by Hensley to adopt. Motion Carried 6-1. Nays: Cownie.

**BOARD/COMMISSION ACTION(S): NONE**

**ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE**

For more information on this and other agenda items, please call the City Clerk's Office at 515-283-4209 or visit the Clerk's Office on the first floor of City Administration Building, 400 E. Court Avenue Ste.116. Council agendas are available to the public at the City Clerk's Office on Thursday afternoon preceding Monday's Council meeting. Citizens can also request to receive meeting notices and agendas by email by calling the Clerk's Office or sending their request via email to [cityclerk@dmgov.org](mailto:cityclerk@dmgov.org).